

**MEENANGU WAJARRI
ABORIGINAL CORPORATION
ABN: 49 403 979 579**

**CONSOLIDATED ANNUAL FINANCIAL REPORT FOR
FOR THE PERIOD FROM 8 MAY 2013 TO 30 JUNE 2014**

MEENANGU WAJARRI ABORIGINAL CORPORATION
ABN: 49 403 979 579

| CONTENTS | PAGE |
|---|-------------|
| Directors' Report | 3 - 4 |
| Consolidated Statement of Profit or Loss and Other Comprehensive Income | 5 |
| Consolidated Statement of Financial Position | 6 |
| Consolidated Statement of Changes in Equity | 7 |
| Consolidated Statement of Cash Flows | 8 |
| Notes to the Consolidated Financial Statements | 9 - 19 |
| Directors' Declaration | 20 |
| Auditor's Independence Declaration | 21 |
| Independent Auditor's Report | 22 - 23 |

MEENANGU WAJARRI ABORIGINAL CORPORATION

ABN: 49 403 979 579

**DIRECTORS' REPORT FOR THE PERIOD
FROM 8 MAY 2013 TO 30 JUNE 2014**

The Directors present their report together with the first financial report of the Meenangu Wajarri Aboriginal Corporation (the "Corporation") for the financial period from 8 May 2013 (date of incorporation) to 30 June 2014 and the auditor's report thereon.

Directors

The names of the directors in office at any time during or since the period from 8 May 2013 to 30 June 2014 are as follows:

| | |
|-----------------|---|
| Bernie Hamlet | (appointed 8 May 2013) |
| Colin Hamlett | (appointed 8 May 2013) |
| Desmond Mongoo | (appointed 8 May 2013) |
| Juliet Jones | (appointed 8 May 2013) |
| Narelle Simpson | (appointed 8 May 2013, resigned 31 July 2013) |
| Russell Simpson | (appointed 8 May 2013) |
| Shirley Poland | (appointed 8 May 2013) |

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

Principal Activities

The Corporation's main activity was to administer and manage the financial benefits due to the Wajarri Yamatji people under the Murchison Radio-astronomy Observatory Agreement.

No significant change in the nature of these activities occurred during the period.

Operating and Financial Review

The financial report for the period ended 30 June 2014 and the results herein, is prepared in accordance with Australian Accounting Standards, to the extent described in Note 2.

The surplus of the Corporation, in accordance with Australian Accounting Standards, for the period was \$131,953.

There were no significant changes in the state of affairs of the Corporation during the financial period ended 30 June 2014.

Events Subsequent to Reporting Date

There has not arisen in the interval between the end of the financial period and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors, to affect significantly the operations of the Corporation, the results of those operations, or the state of affairs of the Corporation, in future financial periods.

Proceedings on Behalf of the Corporation

No person has applied for leave of Court to bring proceedings on behalf of the Corporation or intervene in any proceedings to which the Corporation is a party for the purpose of taking responsibility on behalf of the Corporation for all or any part of these proceedings. The Corporation was not a party to any such proceedings during the period.

MEENANGU WAJARRI ABORIGINAL CORPORATION
ABN: 49 403 979 579

DIRECTORS' REPORT FOR THE PERIOD FROM
8 MAY 2013 TO 30 JUNE 2014 (CONTINUED)

Auditors Independence Declaration

The lead auditor's independence declaration is set out on page 21 and forms part of the Directors' Report.

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



Name: _____

Director



Dated at Perth this 22nd day of September 2014

MEENANGU WAJARRI ABORIGINAL CORPORATION
ABN: 49 403 979 579

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD FROM 8 MAY 2013 TO 30 JUNE 2014

| | Note | 8 May 13 to 30 Jun 14 \$ |
|---|-------------|---|
| Revenue | | |
| Revenue | 3 | 425,000 |
| Funding income | 3 | 218,004 |
| Distribution income | 3 | 86,603 |
| Other income | 4 | 2,173 |
| | | <u>731,780</u> |
| Less: Operating expenses | | |
| Accounting and bookkeeping | | (23,577) |
| Advertising expenses | | (1,853) |
| Consulting fees | | (248,618) |
| Depreciation expense | | (122) |
| Directors' fees and superannuation | | (155,025) |
| Employee benefits expense | | (13,313) |
| Insurance expenses | | (7,365) |
| Legal fees | | (26,122) |
| Meeting expenses | | (14,843) |
| Postage, printing and stationery | | (18,235) |
| Property and occupancy expenses | | (5,979) |
| Recruitment costs | | (1,896) |
| Training costs | | (15,229) |
| Travel and accommodation costs | | (65,735) |
| Other expenses from ordinary activities | | (1,915) |
| | | <u>(599,827)</u> |
| Surplus attributable to members of the entity | | <u>131,953</u> |
| Other comprehensive income | | - |
| Total comprehensive income attributable to members of the entity | | <u><u>131,953</u></u> |

The accompanying notes form an integral part of the consolidated financial statements.

MEENANGU WAJARRI ABORIGINAL CORPORATION
ABN: 49 403 979 579

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2014

| | Note | 30 Jun 14 \$ |
|-------------------------------|------|-----------------------|
| Current Assets | | |
| Cash and cash equivalents | 8 | 110,749 |
| Interentity receivables | 9 | 68,029 |
| Other receivables | 10 | <u>25,230</u> |
| | | <u>204,008</u> |
| Non-Current Assets | | |
| Property, plant and equipment | 11 | <u>785</u> |
| | | <u>785</u> |
| Total Assets | | <u><u>204,793</u></u> |
| Current Liabilities | | |
| Trade and other payables | 12 | <u>72,840</u> |
| Total Liabilities | | <u><u>72,840</u></u> |
| Net Assets | | <u>131,953</u> |
| Members' Funds | | |
| Retained earnings | | <u>131,953</u> |
| Total Members' Funds | | <u><u>131,953</u></u> |

The accompanying notes form an integral part of the consolidated financial statements.

MEENANGU WAJARRI ABORIGINAL CORPORATION
ABN: 49 403 979 579

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD FROM 8 MAY 2013 TO 30 JUNE 2014

| | Retained Earnings \$ | Total \$ |
|---|----------------------------|----------------|
| At 8 May 2013 | - | - |
| Surplus attributable to members of the entity | 131,953 | 131,953 |
| Total other comprehensive income for the period | - | - |
| At 30 June 2014 | <u>131,953</u> | <u>131,953</u> |

The accompanying notes form an integral part of the consolidated financial statements.

MEENANGU WAJARRI ABORIGINAL CORPORATION

ABN: 49 403 979 579

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD FROM 8 MAY 2013 TO 30 JUNE 2014

| | Note | 8 May 13 to 30 Jun 14 \$ |
|--|------|-----------------------------------|
| Cash Flows from Operating Activities | | |
| Funding received | | 467,500 |
| Funding received from Wajarri Yamatji General Trust | | 218,004 |
| Payments to suppliers and employees | | (594,595) |
| Interest received | | 1,473 |
| Donations received | | 700 |
| Net cash generated from operating activities | 13 | <u>93,082</u> |
| Cash Flows from Investing Activities | | |
| Payments for property, plant and equipment | | (907) |
| Advances made to related parties | | (366,679) |
| Repayments made to related parties | | 385,253 |
| Net cash used in investing activities | | <u>17,667</u> |
| Net increase in cash and cash equivalents | | 110,749 |
| Cash and cash equivalents at the beginning of the financial period | | - |
| Cash and cash equivalents at the end of the financial period | 8 | <u>110,749</u> |

The accompanying notes form an integral part of the consolidated financial statements.

MEENANGU WAJARRI ABORIGINAL CORPORATION

ABN: 49 403 979 579

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD FROM 8 MAY 2013 TO 30 JUNE 2014**

1. Reporting Entity

Meenangu Wajarri Aboriginal Corporation ("MWAC" or "the Corporation") is an Aboriginal Corporation governed by the CATSI (Corporations (Aboriginal and Torres Strait Islander) Act 2006) Act.

In the opinion of the members of MWAC, the Corporation is a reporting entity. The financial report for the entity has prepared as a general purpose financial report for distribution to the members and for the purposes of fulfilling the requirements of the CATSI Act.

The financial statements comprise the consolidated financial statements of the group. For the purposes of preparing the consolidated financial statements, the Corporation is a not-for-profit entity. The financial statements were authorised for issue by the Directors on 5 September 2014.

2. Significant Accounting Policies

Basis of Preparation

The consolidated financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards and Australian Accounting Interpretations issued by the Australian Accounting Standards Board.

This financial report covers Meenangu Wajarri Aboriginal Corporation as an individual entity, and Winja Wajarri Barna Limited, a subsidiary of the Corporation.

The consolidated financial statements have been prepared on an accruals basis and are based on historical costs.

a. Basis of Consolidation

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of MWAC as at 30 June 2014 and the results of all subsidiaries for the year then ended. MWAC and its subsidiaries are referred to in this financial report as the Group or the consolidated entity.

The financial statements of the subsidiaries are prepared for the same reporting period as the parent entity, using consistent accounting policies.

In preparing the consolidated financial statements, all intercompany balances and transactions, income and expenses and profit and losses resulting from intra-group transactions have been eliminated in full.

Subsidiaries are fully consolidated from the date on which control is transferred to the Group and cease to be consolidated from the date on which control is transferred out of the Group. Control exists where the Corporation has the power to govern the financial and operating policies of an entity and are exposed to variable returns. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing when the Group controls another entity.

Trusts for which the Corporation or its subsidiaries act as trustees for have not been consolidated.

b. Plant and Equipment

Each class of plant and equipment is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and impairment losses.

Plant and Equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

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

MEENANGU WAJARRI ABORIGINAL CORPORATION
ABN: 49 403 979 579

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE
PERIOD FROM 8 MAY 2013 TO 30 JUNE 2014 (CONTINUED)

2. Significant Accounting Policies (Continued)

b. Plant and Equipment (Continued)

Depreciation

The depreciable amount of all fixed assets is depreciated on a straight line basis over the asset's useful life to the entity commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets during the period are as follows:

| | |
|------------------|--------|
| Office equipment | 33.33% |
|------------------|--------|

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

c. Financial Instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Corporation commits itself to either purchase or sell the asset.

Financial instruments are initially measured at fair value plus transactions costs except where the instrument is classified 'at fair value through profit or loss' in which case transaction costs are expensed to profit or loss immediately.

Classification and subsequent measurement

Financial instruments are subsequently measured at either fair value, amortised cost using the effective interest rate method or cost. Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as: (i) the amount at which the financial asset or financial liability is measured at initial recognition, (ii) less principal repayments, (iii) plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the *effective interest method*; and (iv) less any reduction for impairment.

The *effective interest method* is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss.

The Corporation does not designate any interests in subsidiaries, associates or joint venture entities as being subject to the requirements of Accounting Standards specifically applicable to financial instruments.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE
PERIOD FROM 8 MAY 2013 TO 30 JUNE 2014 (CONTINUED)

2. Significant Accounting Policies (Continued)

c. Financial Instruments (Continued)

Classification and subsequent measurement (continued)

(i) *Financial assets at fair value through profit or loss*

Financial assets are classified at 'fair value through profit or loss' when they are either held for trading for the purpose of short-term profit taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying value being included in profit or loss.

(ii) *Loans and receivables*

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost.

Loans and receivables are included in current assets, except for those which are not expected to mature within 12 months after the end of the reporting period, which will be classified as non-current assets.

(iii) *Held-to-maturity investments*

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the Corporation's intention to hold these investments to maturity. They are subsequently measured at amortised cost.

Held-to-maturity investments are included in non-current assets, except for those which are expected to mature within 12 months after the end of the reporting period, which will be classified as current assets.

If during the period, the Corporation sold or reclassified more than an insignificant amount of the held-to-maturity investments before maturity, the entire category of held-to-maturity investments would be tainted and would be reclassified as available-for-sale.

(iv) *Available-for-sale financial assets*

Available-for-sale financial assets are non-derivative financial assets that are either not capable of being classified into other categories of financial assets due to their nature, or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

Available-for-sale financial assets are included in non-current assets, except for those which are expected to mature within 12 months after the end of the reporting period, which will be classified as current assets.

(v) *Financial liabilities*

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost.

Impairment

At each reporting date, the Corporation assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available for sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether an impairment has arisen. Impairment losses are recognised in the statement of comprehensive income.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE
PERIOD FROM 8 MAY 2013 TO 30 JUNE 2014 (CONTINUED)

2. Significant Accounting Policies (Continued)

c. Financial Instruments (Continued)

Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expires or the asset is transferred to another party whereby the entity is no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expire. The difference between the carrying value of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

d. Investments

Investments in subsidiaries are shown at cost, less impairment losses.

e. Employee Benefits

Provision is made for the Corporation's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employees may not satisfy vesting requirements. Those cash flows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

f. Provisions

Provisions are recognised when the Corporation 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.

g. Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand and cash at bank.

h. Revenue and Other Income

Land use agreement income are recognised when received.

Funding income represents funding received from the Wajarri Yamatji General Trust for the running costs of the Corporation.

All other revenue is recognised when receivable under agreements or when received by the Corporation, whichever is relevant.

All revenue is stated net of the amount of goods and services tax (GST).

i. Trade and Other Payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the Corporation during the reporting period, which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE
PERIOD FROM 8 MAY 2013 TO 30 JUNE 2014 (CONTINUED)

2. Significant Accounting Policies (Continued)

j. Leases

The determination of whether an arrangement is or contains a lease is based on the substance of the arrangement and requires an assessment of whether the fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset.

A distinction is made between finance leases, which effectively transfer from the lessor to the lessee substantially all the risks and benefits incidental to ownership of leased assets, and operating leases, under which the lessor effectively retains substantially all such risks and benefits.

Finance leases are capitalised. A lease asset and liability are established at the fair value of the leased assets, or if lower, the present value of minimum lease payments.

Operating lease payments, net of any incentives received from the lessor, are charged to the profit or loss on a straight line basis over the term of the lease.

k. 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 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 statement of financial position are shown inclusive of GST.

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

l. Critical Accounting Estimates and Judgments

The directors evaluate estimates and judgments incorporated into the consolidated financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Corporation.

m. New Accounting Standards for Application in Future Periods

The AASB has issued new and amended Accounting Standards that have mandatory application dates for future reporting periods and which the Corporation has decided not to early adopt. The impact of these new accounting standards issued are not expected to materially affect the consolidated financial statements of the group.

n. Tax Concession Status

The Corporation is a Charitable Institution and as such has been granted an Income Tax Exemption as of 8 May 2013.

MEENANGU WAJARRI ABORIGINAL CORPORATION
ABN: 49 403 979 579

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE
PERIOD FROM 8 MAY 2013 TO 30 JUNE 2014 (CONTINUED)**

| | 8 May 13 to 30 Jun 14 \$ |
|---|---|
| 3. Revenue and Other Income | |
| <i>Revenue</i> | |
| Administration charges | 400,000 |
| Cultural awareness income | 20,000 |
| Sandalwood feasibility income | 5,000 |
| Total Revenue | <u><u>425,000</u></u> |
| <i>Funding Income</i> | |
| Funding from the Wajarri Yamatji General Trust | 218,004 |
| Total Funding Income | <u><u>218,004</u></u> |
| <i>Distribution Income</i> | |
| Distribution from Wajarri Yamatji General Trust | 86,603 |
| Total Distribution Income | <u><u>86,603</u></u> |
| <i>Other Income</i> | |
| Interest income | 1,473 |
| Donations | 700 |
| Total Other Income | <u><u>2,173</u></u> |
| Total Revenue and Other Income | <u><u>731,780</u></u> |

4. Key Management Personnel Compensation

The following persons were identified as being key management personnel during the year:

| | |
|----------------|-----------------|
| Bernie Hamlet | Narelle Simpson |
| Colin Hamlett | Russell Simpson |
| Desmond Mongoo | Shirley Poland |
| Juliet Jones | David Nunn |

The totals of remuneration paid to key management personnel ("KMP") of the Corporation during the period are as follows:

| | |
|------------------------------|-----------------------|
| Short-term employee benefits | 201,782 |
| Post-employment benefits | 14,926 |
| | <u><u>216,708</u></u> |

The totals of loans advanced to KMP of the Corporation at period end are as follows:

| | |
|--|------------|
| Receivable from Director (see Note 10) | <u>564</u> |
|--|------------|

Other KMP transactions

There were no other transactions with KMP during the period.

5. Auditor's Remuneration

| | |
|--|----------|
| Auditing or reviewing the financial report | <u>-</u> |
|--|----------|

The auditor of Meenangu Wajarri Aboriginal Corporation is Deloitte Touche Tohmatsu.

MEENANGU WAJARRI ABORIGINAL CORPORATION
ABN: 49 403 979 579

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE
PERIOD FROM 8 MAY 2013 TO 30 JUNE 2014 (CONTINUED)

6. Subsidiaries

MWAC is the only member of Winja Wajarri Barna Limited, a company limited by guarantee, which is trustee for the Wajarri Yamatji General Trust and the Wajarri Yamatji Charitable Fund.

Liabilities of the Wajarri Yamatji General Trust not recorded in the consolidated financial statements of the Corporation were:

| | 30 Jun 14 |
|----------------------------|----------------|
| | \$ |
| Current Liabilities | |
| Trade and other payables | 68,324 |
| Interentity payables | 145,115 |
| Total Liabilities | <u>213,439</u> |

Liabilities of the Wajarri Yamatji Charitable Fund not recorded in the consolidated financial statements of the Corporation were:

| | 30 Jun 14 |
|----------------------------|---------------|
| | \$ |
| Current Liabilities | |
| Interentity payable | 5,821 |
| Other payables | 5,625 |
| Total Liabilities | <u>11,446</u> |

7. Related Party Transactions

Transactions between related parties are more favourable than those available to other parties due to there being no set repayment terms or interest rates.

Other than transactions with the Wajarri Yamatji Trusts, the receivable from Director (see Note 10), and payments to key management personnel (see Note 4), there were no related party transactions during the financial period.

8. Cash and Cash Equivalents

| | 30 Jun 14 |
|---------------------------------------|----------------|
| | \$ |
| Cash at Bank and in Hand | |
| Cash and bank balances | 110,749 |
| Total Cash at Bank and in Hand | <u>110,749</u> |

Reconciliation of Cash

Cash at the end of the financial period as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:

| | |
|---------------------------|----------------|
| Cash and cash equivalents | 110,749 |
| | <u>110,749</u> |

MEENANGU WAJARRI ABORIGINAL CORPORATION
ABN: 49 403 979 579

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE
PERIOD FROM 8 MAY 2013 TO 30 JUNE 2014 (CONTINUED)**

| | | |
|-----------|--|------------------|
| 9. | Interentity Receivables | 30 Jun 14 |
| | | \$ |
| | <i>Current (Unsecured Receivables)</i> | |
| | Amounts due from related party (Wajarri Yamatji General Trust)* | 62,208 |
| | Amounts due from related party (Wajarri Yamatji Charitable Fund)** | 5,821 |
| | | 68,029 |

* The amounts due from Wajarri Yamatji General Trust ("WYGT") is unsecured, payable on demand and has no fixed terms of repayment. Interest is payable at 0% and monthly principal and interest repayments are not made.

** The amounts due from Wajarri Yamatji Charitable Fund ("WYCF") is unsecured, payable on demand and has no fixed terms of repayment. Interest is payable at 0% and monthly principal and interest repayments are not made.

Movements in Amounts Due from WYGT

| | |
|--|-----------|
| Beginning of the period | - |
| Amounts advanced to WYGT | 357,162 |
| Repayments by WYGT | (281,557) |
| Working capital advance provided by WYGT | (100,000) |
| Distribution declared by WYGT | 86,603 |
| End of period | 62,208 |

Movements in Amounts Due from WYCF

| | |
|--------------------------|---------|
| Beginning of the period | - |
| Amounts advanced to WYCF | 9,517 |
| Repayments by WYCF | (3,696) |
| End of period | 5,821 |

| | | |
|------------|---|------------------|
| 10. | Other Receivables | 30 Jun 14 |
| | | \$ |
| | <i>Current (Unsecured Receivables)</i> | |
| | Prepayments | 7,347 |
| | GST refundable | 17,319 |
| | Receivable from Director* | 564 |
| | | 25,230 |

* The receivable from Director is unsecured and is payable on demand. Repayment terms are also not set for this receivable. The interest on this receivable is payable at 0% and monthly principal and interest repayments are not made.

Financial Assets Classified as Receivables

| | |
|-------------------|--------|
| Receivables: | |
| Total current | 25,230 |
| Total non-current | - |
| | 25,230 |

Collateral Held as Security

No collateral is held over receivables.

MEENANGU WAJARRI ABORIGINAL CORPORATION
ABN: 49 403 979 579

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE
PERIOD FROM 8 MAY 2013 TO 30 JUNE 2014 (CONTINUED)**

| | |
|----------------------------------|-------------------------------|
| 11. Plant and Equipment | 30 Jun 14 \$ |
| <i>Office Equipment</i> | |
| At cost | 907 |
| Less: Accumulated depreciation | (122) |
| Total Office Equipment | 785 |
| Total Plant and Equipment | 785 |

Movements in Carrying Amounts

The movement in the carrying amounts for each class of plant and equipment between the beginning and the end of the current financial period are as follows:

| | Office Equipment | Total |
|---------------------------------|-----------------------------|--------------|
| | \$ | \$ |
| Balance at 8 May 2013 | - | - |
| Additions | 907 | 907 |
| Depreciation | (122) | (122) |
| Carrying amount at 30 June 2014 | 785 | 785 |

| | |
|---|-------------------------------|
| 12. Trade and Other Payables | 30 Jun 14 \$ |
| <i>Current (Unsecured Liabilities)</i> | |
| Trade payables | 54,785 |
| PAYG withholding payable | 5,184 |
| Superannuation payable | 2,944 |
| Accrued expenses | 9,927 |
| | 72,840 |
| <i>Financial Liabilities at Amortised Cost Classified as Trade and Other Payables</i> | |
| Trade and other payables: | |
| Total current | 72,840 |
| Total non-current | - |
| | 72,840 |

| | |
|---|---|
| 13. Cash Flow Information | 8 May 13 to 30 Jun 14 \$ |
| a. Reconciliation of cash flow from operations with surplus after income tax | |
| Surplus after income tax | 131,953 |
| Non-cash flows in surplus: | |
| Depreciation | 122 |
| Cash flows classified under investing activities: | |
| Distribution income | (86,603) |
| Changes in assets and liabilities: | |
| (Increase) in other receivables | (25,230) |
| Increase in trade and other payables | 72,840 |
| | 93,082 |

MEENANGU WAJARRI ABORIGINAL CORPORATION
ABN: 49 403 979 579

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE
PERIOD FROM 8 MAY 2013 TO 30 JUNE 2014 (CONTINUED)**

14. Financial Risk Management

The Corporation's financial instruments consist mainly of cash and bank balances, sundry receivables and trade and other payables. These instruments expose the Corporation to a variety of financial risks: market risk (including interest rate risk and price risk), credit risk and liquidity risk.

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

| | Note | 30 Jun 14 |
|------------------------------------|-------------|------------------|
| Financial Assets | | \$ |
| Cash and cash equivalents | 8 | 110,749 |
| Amounts due from related parties | 9 | 68,029 |
| Other receivables | 10 | 25,230 |
| Total Financial Assets | | <u>204,008</u> |
| Financial Liabilities | | |
| Trade and other payables | 12 | 72,840 |
| Total Financial Liabilities | | <u>72,840</u> |

Risk Exposures and Responses

Price Risk

The Corporation's exposure to commodity and equity securities price risk is \$Nil.

Liquidity Risk

The Corporation manages liquidity risk by monitoring cash flow and maturity profiles of financial assets and liabilities.

Interest Rate Risk

The Corporation's exposure to interest rate risk relates to cash and cash equivalents held by the Corporation. Currently the Corporation's current exposure to this risk has been assessed as minimal as interest income is only incidental to the Corporation's operations.

Sensitivity Analysis

The effect of volatility of interest rates within expected reasonable possible movements is not expected to be material.

Maturities of Financial Liabilities and Financial Assets

The tables below analyse the Corporation's financial liabilities and financial assets, net and gross settled, into relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows.

| At 30 June 2014 | < 6 Months | 6 - 12 Months | 1 - 5 Years | > 5 Years | Total |
|----------------------------------|--------------------------|--------------------------|------------------------|-------------------------|----------------|
| | \$ | \$ | \$ | \$ | \$ |
| Financial Assets | | | | | |
| Cash and cash equivalents | 110,749 | - | - | - | 110,749 |
| Amounts due from related parties | - | 68,029 | - | - | 68,029 |
| Other receivables | 25,230 | - | - | - | 25,230 |
| | <u>135,979</u> | <u>68,029</u> | <u>-</u> | <u>-</u> | <u>204,008</u> |
| Financial Liabilities | | | | | |
| Trade and other payables | 72,840 | - | - | - | 72,840 |
| | <u>72,840</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>72,840</u> |
| Net Maturity | <u>63,139</u> | <u>68,029</u> | <u>-</u> | <u>-</u> | <u>131,168</u> |

MEENANGU WAJARRI ABORIGINAL CORPORATION

ABN: 49 403 979 579

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE
PERIOD FROM 8 MAY 2013 TO 30 JUNE 2014 (CONTINUED)

15. Events After the Reporting Period

There has not been any matter or circumstance that has arisen since the end of the financial period that has significantly affected, or may significantly affect, the operations of the Corporation, the results of those operations, or the state of affairs of the Corporation in future financial periods.

16. Operating Lease Commitments

The Corporation entered into an operating lease for the rental of the Corporation's office in Geraldton. The lease commenced on 17 March 2014 for a term of 36 months, with an option to extend for another 24 months.

The Corporation also entered into an operating lease for the use of a photocopier. The lease commenced on 12 June 2014 for a term of 60 months.

| | 30 Jun 14 |
|---|------------------|
| <i>Payables committed at the reporting date but not recognised as liabilities:</i> | \$ |
| Within one year | 41,279 |
| One to five years | 76,734 |
| More than 5 years | - |
| | <u>118,013</u> |

17. Corporation Details

The registered office and the principal place of business of the Corporation is at the following address:

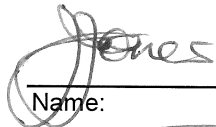
Meenangu Wajarri Aboriginal Corporation
C/- Jackson McDonald
Level 25, 140 St Georges Terrace
Perth WA 6000

MEENANGU WAJARRI ABORIGINAL CORPORATION
ABN: 49 403 979 579
DIRECTORS' DECLARATION

In the opinion of the Directors of Meenangu Wajarri Aboriginal Corporation :

1. There are reasonable grounds to believe that the Corporation will be able to pay its debts as and when they become due and payable;
2. The Corporation figures presented in the financial statements and notes are in accordance with the *Corporations (Aboriginal and Torres Strait Islander) Regulations 2007* (CATSI Regulations),
 - (a) compliance with the Accounting Standards; and
 - (b) providing a true and fair view of the financial position as at 30 June 2014 and of the performance for the period ended on that date of the Corporation.

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


Name: _____
Director *Juliet Jones.*

Dated at Perth this 22nd day of September 2014

The Board of Directors
Meenangu Wajarri Aboriginal Corporation
C/- Jackson McDonald
Level 25, 140 St Georges Terrace
PERTH WA 6000

22 September 2014

Dear Board Members

MEENANGU WAJARRI ABORIGINAL CORPORATION

In accordance with section 339-50 of the Corporations (Aboriginal and Torres Strait Islander) Act 2006, I am pleased to provide the following declaration of independence to the Board of Directors of Meenangu Wajarri Aboriginal Corporation.

As lead audit partner for the audit of the financial statements of Meenangu Wajarri Aboriginal Corporation for the financial period ended 30 June 2014, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the Corporations (Aboriginal and Torres Strait Islander) Act 2006 in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

Yours sincerely



DELOITTE TOUCHE TOHMATSU



Neil Smith
Partner
Chartered Accountants

Deloitte refers to one or more of Deloitte Touche Tohmatsu Limited, a UK private company limited by guarantee, and its network of member firms, each of which is a legally separate and independent entity. Please see www.deloitte.com/au/about for a detailed description of the legal structure of Deloitte Touche Tohmatsu Limited and its member firms.

Liability limited by a scheme approved under Professional Standards Legislation.

Member of Deloitte Touche Tohmatsu Limited

Independent Auditor's Report to the Board of Directors of Meenangu Wajarri Aboriginal Corporation

We have audited the accompanying financial report of Meenangu Wajarri Aboriginal Corporation (“the Corporation”), which comprises the consolidated statement of financial position as at 30 June 2014, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of cash flows and the consolidated statement of changes in equity for the period then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the Board of Directors (the “Board”) declaration of the consolidated entity comprising the Corporation and the entities it controlled at the period’s end or from time to time during the financial period as set out on pages 5 to 20.

The Board's Responsibility for the Financial Report

The Board of the Corporation is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and *Corporations (Aboriginal and Torres Strait Islander) Act 2006* (“CATSI Act”) and for such internal control as is determined 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 judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity’s preparation and fair presentation of the financial report 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 Board, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Deloitte.

Opinion

In our opinion, in all material respects:

- a) the financial report of Meenangu Wajarri Aboriginal Corporation presents fairly, the Corporation's financial position as at 30 June 2014 and its financial performance for the period then ended in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations); and
- b) the accounting and financial reporting matters contained within the CATSI Act have been complied with during the period covered by the financial report.



DELOITTE TOUCHE TOHMATSU



Neil Smith
Partner
Chartered Accountants
Perth, 22 September 2014