

# **United Christian Broadcasters Australia Limited**

A Company Limited by Guarantee  
ABN 15 051 984 402

## **Financial Report**

**For the year ended 31 December 2019**

## United Christian Broadcasters Australia Limited Directors' Report

In respect of the financial year ended 31 December 2019, the directors submit the following report made out in accordance with a resolution of the directors.

### Directors

The names of the directors of the company in office at any time during the financial year and at the date of this report are:

Ian Worby  
Cameron Young  
Peter Irvine  
Graham McLennan  
Russell Huskisson  
Phillip Edwards  
Wendy Francis  
Neville Cox  
Jeannie Trudel

### Principal Activity

The Principal activity of the company is promoting the Christian faith through media operations.

The short term objectives of the company are the building of communities of mature Christians through engaging media and resources.

The long term objective of the company is that every Australian has the opportunity to access trusted Christian media and resources that connect faith to life.

### Results and Review of Operations

The net surplus/(deficit) for the year was \$1,095,154

The Company continued its normal activities during the period.

### Information regarding Directors

Ian Forrest Worby	Ship captain, former tertiary education broadcast trainer and station manager
Cameron Young	Chartered Accountant
Peter Irvine	Founder of Gloria Jean's coffee franchise, Entrepreneur and Advertising executive
Graham McLennan	Retired Dental Surgeon
Dr Jeannie Trudel	President of Christian Heritage College
Russell Huskisson	Production officer - Business Services
Phillip John Edwards	CEO, broadcaster, Programme Director
Wendy Francis	QLD director, Australian Christian Lobby
	Chair of Advertiles Corporation, WorkVentures Pty Ltd, Australian College of Ministries, Focus on the Family Australia, and the Sydney Prayer Breakfast. A trustee of Christian Super and a director of Excelsia College
Neville Cox	

### Company Structure

The entity is incorporated under the *Corporations Act 2001* and is an entity limited by guarantee. If the entity 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 entity. At 31 December 2019, the total amount that members of the company are liable to contribute if the company is wound up is \$90 (2018:\$90).

### Auditors

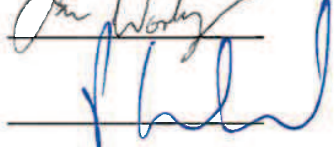
The company's auditors follow the independence requirements of the Australian ethical pronouncements. An extract of the Declaration provided to the Directors is attached.

Dated 26 June 2020  
in accordance with a resolution of the Directors.

Director



Director



**United Christian Broadcasters Australia Limited**  
ABN 15 051 984 402

**Directors' Declaration**

The directors of the entity declare that:

- 1 The financial statements and notes satisfy the requirements of the Australian Charities and Not for Profits Commission Act 2012 including:
  - a. complying with Australian Accounting Standards - Reduced Disclosure Requirements (including the Australian Accounting interpretations) and the requirements of Australian Charities and Not for Profits Commission Regulation 2013; and
  - b. giving a true and fair view of the financial position as at 31 December 2019 and of the performance and cashflows for the year ended on that date of the entity.
- 2 In the directors' opinion there are reasonable grounds to believe that the entity will be able to pay its debts as and when they become due and payable.

Signed in accordance with the requirements of subsection 60.15(2) of the Australian Charities and not for Profits Commission Regulation 2013.

Director

Director

Dated 26 June 2020

**Auditors Independence Declaration**

To the Directors

We declare that, to the best of our knowledge and belief, during the year ended 31 December 2019 there have been no contraventions of any applicable code of professional conduct in relation to the audit.

Tyndale KSG Pty Limited



Lawrence R Green FCA  
Director

Dated 26 June 2020  
Suite 28, 19-21 Central Road, Miranda NSW 2228

## **INDEPENDENT AUDIT REPORT**

To: The Members of United Christian Broadcasters Australia Limited

### **Report on the Audit of the Financial Report**

#### **Opinion**

We have audited the financial report of United Christian Broadcasters Australia Limited, which comprises the Balance Sheet as at 31 December 2019, and the Statement of Income and Comprehensive Income, Statement of Changes in Equity Accumulated Funds and Reserves and the Statement of CashFlows for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the Directors' Declaration of the entity.

In our opinion the financial report of United Christian Broadcasters Australia Limited has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-Profits Commission Act 2012*, including:

- (a) giving a true and fair view of the registered entity's financial position as at 31 December 2019 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards – Reduced Disclosure Requirements, and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

#### **Basis for opinion**

We conducted the audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the registered entity in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

#### **Responsibility of Those Charged with Governance for the Financial Report**

The responsible entities of the registered entity are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation of the financial report is appropriate to meet the requirements of the ACNC Act and the needs of the members. The responsible entities' responsibility also includes such internal control as the responsible entities determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error. In preparing the financial report, the responsible entities are responsible for assessing the registered entity's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the responsible entities either intend to liquidate the registered entity or to cease operations, or have no realistic alternative but to do so.

## Auditor's Responsibilities for the Audit of the Financial Report

The audit objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report. As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 registered entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by responsible entities.
- Conclude on the appropriateness of responsible entities' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the registered entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in the auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify the audit opinion. Our conclusions are based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause the registered entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during the audit.

**Tyndale KSG Pty Limited**  
Authorised Audit Company

Dated: 26 June 2020  
Sydney



**Lawrence R Green FCA, Director**

**United Christian Broadcasters Australia Limited**  
**Balance Sheet**  
As at 31 December 2019

	Note	2019 \$	2018 \$
<b>Current Assets</b>			
Cash and cash equivalents	2	1,723,739	1,742,751
Inventories		219,375	209,555
Accounts Receivable	3	<u>292,011</u>	<u>269,044</u>
<b>Total Current Assets</b>		<u>2,235,126</u>	<u>2,221,350</u>
<b>Non-Current Assets</b>			
Property Plant and Equipment	4	7,312,096	1,602,443
Other	5	<u>68,885</u>	<u>181,534</u>
<b>Total Non-Current Assets</b>		<u>7,380,981</u>	<u>1,783,977</u>
<b>Total Assets</b>		<u>9,616,107</u>	<u>4,005,326</u>
<b>Current Liabilities</b>			
Payables	6	422,729	229,237
Interest Bearing Liabilities	7	- 0	17,298
Provisions	8	<u>400,344</u>	<u>553,817</u>
<b>Total Current Liabilities</b>		<u>823,073</u>	<u>800,353</u>
<b>Non- Current Liabilities</b>			
Interest Bearing Liabilities	7	4,500,000	-
Provisions	8	<u>152,423</u>	<u>159,517</u>
<b>Total Non-Current Liabilities</b>		<u>4,652,423</u>	<u>159,517</u>
<b>Total Liabilities</b>		<u>5,475,496</u>	<u>959,870</u>
<b>Net Assets</b>		<u>4,140,610</u>	<u>3,045,456</u>
<b>Accumulated Funds and Reserves</b>			
Accumulated Funds		3,655,779	2,560,624
Reserves		484,832	484,832
<b>Total Funds and Reserves</b>		<u>4,140,611</u>	<u>3,045,456</u>

The above Statement should be read with the accompanying Notes

**United Christian Broadcasters Australia Limited**  
**Statement of Income and Comprehensive Income**  
**For the year ended 31 December 2019**

	Note	2019 \$	2018 \$
<b>Revenues from Ordinary Activities</b>			
Vision Radio Network, Tour & Publications income		681,821	739,908
Donations and Development Income		7,881,818	6,465,576
Bequests		23,126	181,949
Interest Received - Other		4,966	11,976
Product Sales		828,761	878,400
Other Income		147,835	85,432
Surplus/(Deficit) on sale of non-current assets		351	8,499
<b>Total Income</b>	<b>11</b>	<b>9,568,678</b>	<b>8,371,739</b>
<b>Expenses from Ordinary Activities</b>			
Cost of Sales		422,665	460,548
Operational Costs		1,388,537	1,078,964
Finance		182,736	79,665
Marketing and Development		479,983	378,416
Content, Communication and Publications		1,824,067	1,712,393
Staffing		3,774,114	4,114,673
Auditors Remuneration		9,250	9,000
Other Costs		91,811	180,103
Depreciation and amortisation		300,363	295,705
<b>Total Expenses</b>	<b>11</b>	<b>8,473,524</b>	<b>8,309,466</b>
<b>Operating Surplus/(Deficit) for the Year</b>		<b>1,095,154</b>	<b>62,274</b>

The above Statement should be read with the accompanying Notes

United Christian Broadcasters Australia Limited  
**Statement of Changes Equity, Accumulated Funds and Reserves**  
For the year ended 31 December 2019

	Note	2019 \$	2018 \$
<b><u>Accumulated Funds</u></b>			
Operating Surplus/(Deficit) for the Year		<b>1,095,154</b>	62,274
Balance at the Beginning of the Year		<b>2,560,624</b>	2,498,351
Other Comprehensive Income			
Transfer from/(to) Asset Revaluation Reserve		-	-
Balance at the End of the Year		<b>3,655,779</b>	2,560,624
<b><u>Reserves</u></b>			
<b>Asset Revaluation Reserve</b>			
Balance at the Beginning of the Year		<b>484,832</b>	484,832
Transfer from/(to) Accumulated Funds		-	-
Balance at the End of the Year		<b>484,832</b>	484,832
<b>Total Funds and Reserves</b>		<b>4,140,611</b>	3,045,456

The above Statement should be read with the accompanying Notes



**United Christian Broadcasters Australia Limited**  
**Statement of Cashflows**  
For the year ended 31 December 2019

	2019 \$	2018 \$
<b>Funds from Operations</b>		
Vision Radio Network, Tour & Publications income	790,318	725,548
Donations and Development Income	7,881,818	6,465,576
Bequests	23,126	181,949
Interest Received - Other	4,966	11,976
Product Sales	811,137	847,342
Other Income	147,835	85,432
Other Payments to Staff and Suppliers	<u>(8,244,566)</u>	<u>(8,004,345)</u>
Funds from/(used in) Operations (Note 13)	<u>1,414,633</u>	<u>313,478</u>
<b>Funds from/(applied to) Investing Activities</b>		
Payments for Property Plant and Equipment	(5,873,381)	(174,230)
Payments for Other Non-current assets	(23,986)	(82,258)
(Increase)/Decrease in other receivable	0	3,417
Net proceeds from disposal of plant & equipment	351	8,500
Net proceeds from sale of licences	-	7,500
Increase in borrowings	4,500,000	-
Decrease/(Increase) in GST payable/recoverable	(21,870)	1,481
Repayment of Other Payables	<u>2,539</u>	<u>(839)</u>
Funds from/(used in) financing activities	<u>(1,416,346)</u>	<u>(236,429)</u>
<b>Funds from/(applied to) Financing Activities</b>		
Increase/(Decrease) in Deposits held	0	(1,020)
Net Proceeds/(repayments) from/(to) borrowings	<u>(17,299)</u>	<u>(41,517)</u>
Funds from/(used in) financing activities	<u>(17,299)</u>	<u>(42,537)</u>
<b>(Decrease)/Increase in cash</b>	<b>(19,011)</b>	<b>34,512</b>
<b>Cash at the beginning of the year</b> (Note 2)	<u>1,742,751</u>	<u>1,708,239</u>
<b>Cash at the end of the year</b> (Note 2)	<u>1,723,739</u>	<u>1,742,751</u>

The above Statement should be read with the accompanying Notes

**United Christian Broadcasters Australia Limited**  
**Notes to and Forming part of the Accounts**  
**For the year ended 31 December 2019**

**Note 1 Summary of Significant Accounting Policies**

UCB applies Australian Accounting Standards - Reduced Disclosure Requirements 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 Accounting Standards Board (AASB) and the Corporations Act 2001. The company is a not for profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the Australian Charities and Not for Profits Commission Act 2012 and the significant accounting policies disclosed below, which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The significant accounting policies that have been adopted in the preparation of the statements are as follows:

**a) Revenues**

UCB recognises donations and bequests when received. Donated goods in kind are recognised when legal title transfers to it at fair value or where the item is proposed to be resold then it is recognised at estimated sale value after sale costs. Revenue recognition with respect to the provision of services is determined with reference to the stage of completion of the transaction at reporting date and where the outcome of the contract can be estimated reliably. Stage of completion is determined with reference to the services performed to date as a percentage of total services to be performed. Where the outcome cannot be estimated reliably then revenue is recognised only to the extent that related expenditure is recoverable.

**b) Income Tax**

No income tax is payable as UCB is a not for profit entity and recognised by the Australian Taxation Office as an Income Tax Exempt entity. UCB is registered with the ACNC as a Charity. A Deductible Gift Fund is operated - refer Note 16.

**c) Property Plant and Equipment**

Each class of property, plant and equipment is carried at cost or fair values are indicated, less, where applicable, accumulated depreciation and impairment losses. Property is carried at deemed cost.

Plant and equipment are measured on the cost basis less depreciation over the expected useful life of the item using the straight line method, and impairment losses. Rates applied are:

Office refurbishments 20% 33.33%

Vehicles 15%

Technical equipment and relays 15%

Studio etc 20%

Furniture and fittings 20%

Computers and equipment 20% 25% 33.33%

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Plant and equipment that has been contributed at no cost, or for nominal cost, is valued and recognised at the fair value of the asset at the date it is acquired.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

**United Christian Broadcasters Australia Limited**  
**Notes to and Forming part of the Accounts**  
**For the Year ended 31 December 2019**

**Note 1 Summary of Significant Accounting Policies**

**d) AASB 9 Financial Instruments**

AASB 9 Financial Instruments replaces AASB 139 Financial Instruments: Recognition and Measurement. AASB9 brings together all three aspects of the accounting for financial instruments project: classification and measurement, impairment and hedge accounting. The new standard makes potentially major changes to the previous guidance on the classification and measurement of financial assets and introduces an 'expected credit loss' model for impairment of financial assets.

When adopting AASB 9, the entity has applied transitional relief and opted not to restate prior years.

The Group has assessed there to be no significant impact on its balance sheet or equity on applying the classification, measurement and impairment requirements of AASB 9.

**(i) Recognition and Initial Measurement**

Financial instruments, incorporating financial assets and financial liabilities, are recognised when the entity becomes a party to contractual provisions of the instruments. Trade date accounting is adopted for financial assets that are delivered within timeframes established by marketplace convention.

Financial instruments are initially measured at fair value plus transaction costs on trade date.

**(ii) Classification and subsequent measurement of financial assets**

The purpose of subsequent measurement, financial assets other than those designated and effective as hedging instruments are classified into the following categories upon initial recognition:

- financial assets at fair value (FVTPL)
- loans and receivables
- held-to-maturity investments (HTM)
- available-for-sale financial assets (AFS)

The category determines subsequent measurement and whether any resulting income and expense is recognised in the profit or loss or in other comprehensive income.

All financial assets except for those at FVTPL are subject to review for impairment at least at each reporting date to identify whether there is any objective evidence that a financial asset or a group of financial assets is impaired. Different criteria to determine impairment are applied for each category of financial asset, which are described below.

All income and expenses relating to financial assets that are recognised in profit or loss are presented within finance costs or finance income, except for impairment of trade receivables which is presented within other expenses.

**(iii) Financial assets held at fair value**

A financial asset is classified in this category if acquired principally for selling in the short term or that meet certain conditions and are designated at FVTPL upon initial recognition. Realised and unrealised gains and losses arising from changes in the fair value of these assets are recognised in profit or loss. The fair values of financial assets in this category are determined by reference to active market transactions or using a valuation technique where no active market exists.

**United Christian Broadcasters Australia Limited**  
**Notes to and Forming part of the Accounts**  
**For the Year ended 31 December 2019**

We may use derivative financial instruments such as forward exchange contracts and cross currency swaps to hedge risks associated with foreign currency fluctuations.

Any gains or losses on remeasuring forward exchange contracts to fair value that are not in a designated hedging relationship are recognised directly in the income statement in the period in which they occur within other expenses or other income.

**(iv) 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 stated at amortised cost using the effective interest rate method, less provision for impairment. Discounting is omitted where the effect of discounting is immaterial. The entity's cash and cash equivalents, trade and most other receivables fall into this category of financial instruments.

Individually significant receivables are considered for impairment when they are past due or when other objective evidence is received that a specific counterparty will default. Receivables that are not considered to be individually impaired are reviewed in groups. The impairment loss estimate is then based on historical default rates for each identified group.

**(v) Held to maturity investments**

These investments are non-derivative financial assets, have fixed maturities, and it is the entity's intention to hold these investments to maturity. Any held to maturity investments held by the entity are stated at amortised cost using the effective interest rate method.

**(vi) Available for sale financial assets**

Available for sale financial assets include any non-derivative financial assets not included in the above categories.

Available for sale financial assets are reflected at fair value. Unrealised gains and losses arising from

**(vii) Financial liabilities**

Non-derivative financial liabilities are subsequently recognised at amortised cost, comprising original debt less principal payments and amortisation. The entity's financial liabilities include trade and other payables.

**e) AASB 15 Revenue from Contracts with Customers and AASB 1058 Income of Not-for-Profit Entities**

This new standard also first applies to the entity for the year ended 31 December 2019. AASB15 outlines a single comprehensive model for entities to use in accounting for revenue from contracts with customers and replaces AASB 111, AASB 118 and Interpretations 13,15,18 and 131. The core principle is that an entity recognises revenue so as to depict the transfer of promised goods or services to customers at an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

AASB 1058 Income of Not-for-Profit Entities also applies to the entity for the first time for the year ended 31 December 2019 clarifying the income recognition requirements applying to not-for-profit entities in conjunction with AASB 15 establishing principles applying to transactions where the consideration to acquire an asset is significantly less than fair value principally to enable a no-for-profit entity to further its objectives and the receipt of volunteer services. A deferral of adoption of this standard has been implemented by the entity for peppercorn arrangements as permitted under AASB

**f) Initial application of AASB 16: Leases**

It is noted that the new accounting standard on Leases AASB 16, which first applies to the entity for the year ended 31 December 2019, has not resulted in any significant additional income statement changes arising from any leases as the quantum of leases entered into is not significant.

**United Christian Broadcasters Australia Limited**  
**Notes to and Forming part of the Accounts**  
**For the year ended 31 December 2019**

**g) Critical Accounting Estimates and Judgments**

The directors evaluate estimates and judgments incorporated into the 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 company.

**h) Impairment of Assets**

Intangible Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment, or more frequently if events or changes in circumstances indicate that they might be impaired. Other assets are reviewed for impairment whenever events or circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.

**i) Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits at call with banks, other short term highly liquid investments with maturities of three months or less and bank overdrafts. Bank overdrafts are shown within Interest Bearing Liabilities in current liabilities on the balance sheet.

**j) Employee Benefits**

Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits have been measured at the amounts expected to be paid when the liability is settled. Current entitlements in excess of ten years service are reflected as current liabilities.

**k) Inventories**

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on weighted average basis and include direct materials, direct labour and an appropriate proportion of variable and fixed overheads.

**l) Broadcast Rights**

Broadcast rights are carried at the lower of cost less amortisation and net recoverable amount. Cost comprises acquisition of broadcast rights. UCB amortisation policy amortises the costs of broadcast rights over the rights period of the contract or licence. Where the licence period is extended UCB reassesses the expected useful life of the rights and adjusts amortisation accordingly.

**United Christian Broadcasters Australia Limited**  
**Notes to and Forming part of the Accounts**  
For the year ended 31 December 2019

	2019 \$	2018 \$
<b>Note 2 Cash and cash equivalents - current</b>		
Cash on Hand	486	565
Debit Card Accounts	6,068	5,493
Commercial Account	87,938	24,902
DGR Development Account	749,130	56,454
NZ Currency account	-	-
Station Trust account	260,828	203,367
Other Station interest bearing accounts	-	9,358
Station Maintenance account	48,983	47,935
Operating Accounts	153,341	70,750
Term Deposits	25,000	53,625
Other accounts and holding accounts	391,965	1,270,302
	<u>1,723,739</u>	<u>1,742,751</u>
<b>Note 3 Receivables - Current</b>		
Deposits held	82,170	82,170
Prepayments	51,366	46,022
Trade accounts inc Bartercard etc	85,961	79,780
Other Receivables	-	-
Trade Debtors	72,513	61,071
	<u>292,011</u>	<u>269,044</u>
<b>Note 4 Land and Buildings - cost</b>	6,953,263	1,121,575
Leasehold Improvements - cost	6,745	6,745
	<u>6,960,008</u>	<u>1,128,320</u>
Office Refurbishment - cost	454,427	454,427
Less Accumulated Depreciation	<u>(452,837)</u>	<u>(449,727)</u>
	1,590	4,700
<b>Plant Equipment and Vehicles</b>		
Computers and Electronic Equipment - cost	644,903	625,215
Less Accumulated Depreciation	<u>(522,991)</u>	<u>(453,954)</u>
	121,913	171,262
Motor Vehicles - cost	125,132	125,132
Less Accumulated Depreciation	<u>(93,224)</u>	<u>(69,503)</u>
	31,908	55,629
Fixtures and Fittings - cost	73,057	73,057
Less Accumulated Depreciation	<u>(57,614)</u>	<u>(52,486)</u>
	15,444	20,572
Satellite and Relay Station Equipment - cost	1,204,392	1,182,387
Less Accumulated Depreciation	<u>(1,023,158)</u>	<u>(960,427)</u>
	181,234	221,960
Total Property Plant and Equipment	<u>7,312,096</u>	<u>1,602,443</u>
<b>Note 5 Other non-current assets</b>		
Cost		
Radio Frequency	1,363,195	1,339,209
Intellectual Property	12,631	12,631
Website Development	90,511	90,511
Software	38,507	38,507
Less Accumulated Amortisation	<u>(1,435,959)</u>	<u>(1,299,323)</u>
	68,885	181,534

**United Christian Broadcasters Australia Limited**  
**Notes to and Forming part of the Accounts**  
For the year ended 31 December 2019

	2019 \$	2018 \$
<b>Note 6 Payables</b>		
<b>Current</b>		
Trade Creditors	200,310	121,769
PAYG Withholdings	62,994	61,236
GST Payable/(Recoverable)	(15,943)	5,926
Superannuation	62,498	38,471
Income in Advance	109,497	1,000
Other Payables	3,374	835
	<u>422,729</u>	<u>229,237</u>
<b>Note 7 Interest Bearing Liabilities</b>		
<b>Current</b>		
<u>Hire Purchase</u>		
Loans - Vehicle IT & Phone system	- 0	17,298
	<u>(0)</u>	<u>17,298</u>
<b>Non-Current</b>		
Loan - Other - unsecured	-	-
Loan - Other	4,500,000	-
<u>Hire Purchase</u>		
Loans - Vehicle IT & Phone system	-	-
	<u>4,500,000</u>	<u>-</u>
<b>Note 8 Provisions</b>		
<b>Current</b>		
Long Service Leave	169,086	255,653
Annual Leave Provision	231,258	298,165
<b>Non-Current</b>		
Long Service Leave	152,423	159,517
<b>Note 9 Segment of Operations</b>		
<p>The Company is a not for profit company limited by guarantee primarily operating in Australia. UCB is passionately committed to building communities of mature Christians through engaging media and resources.</p> <p>That every Australian has the opportunity to access trusted Christian media and resources that connect faith to life.</p>		
<b>Note 10 Financial Instruments and Risk</b>		
<p>The Company has no exposures to currency risk other than small bank accounts detailed in Note 2 which vary from time to time but are generally not significant.</p> <p>The Company has no exposure to market risks and has no investments in structured financial products. The Company's funds are held as follows:</p>		
Australian Banks	1,799,357	1,818,863
Foreign financial institutions	0	0
<p>The Company maintains a bank overdraft facility of \$0.1m which is drawn upon at times during the year when short term funding needs so require. At balance date the amount of the overdraft was Nil.</p> <p>Sensitivity:</p> <p>If interest rates changed the following would be the resultant effect on income and accumulated funds:</p>		
Increase of 1% in interest rates	17,994	18,189
Decrease by 1% in interest rates	(17,994)	(18,189)

**United Christian Broadcasters Australia Limited**  
**Notes to and Forming part of the Accounts**  
**For the year ended 31 December 2019**

	<b>2019</b>	<b>2018</b>
	<b>\$</b>	<b>\$</b>
<b>Note 11 Operating Surplus/(Deficit) for the Year</b>		
<b>Income</b>		
Deductible Gift Receipts	<b>7,881,818</b>	6,465,576
Bequests	<b>23,126</b>	181,949
Interest Received - Other	<b>4,966</b>	11,976
<b>Expenses</b>		
Depreciation and amortisation	<b>300,363</b>	295,705
Employee entitlement provisions	<b>(74,000)</b>	69,811
Remuneration of the Auditors		
Audit services	<b>9,000</b>	9,000

**Note 12 Entity Details**

The Registered Office and Principal Place of Business of the company is:  
3398 Pacific Highway, Springwood, Queensland

**Note 13 Operating Surplus/(Deficit) for the period is reconciled to Funds from Operations as follows:**

Operating Surplus/(Deficit)	<b>1,095,154</b>	62,274
Gain on disposal of Fixed Assets	<b>(351)</b>	(8,499)
Depreciation and amortisation	<b>300,363</b>	295,705
Decrease/(Increase) in Receivables	<b>(17,624)</b>	(31,058)
Decrease/(Increase) in Inventories	<b>(9,820)</b>	(75,461)
Decrease/(Increase) in Prepayments	<b>(5,343)</b>	(16,249)
Increase/(Decrease) in Trade Creditors	<b>78,541</b>	(40,105)
Increase/(Decrease) in Income in Advance	<b>108,497</b>	(14,359)
Increase/(Decrease) in Staff Entitlement Provisions	<b>(160,567)</b>	111,456
Increase/(Decrease) in PAYG and Superannuation	<b>25,785</b>	29,775
	<b><u>1,414,633</u></b>	<u>313,478</u>
Funds from/(used in) Operations		

**Note 14 Related Parties**

The names of persons who were Directors at any time during the financial year were:

Ian Worby	Russell Huskisson
Neville Cox	Phillip Edwards
Cameron Young	Wendy Francis
Peter Irvine	Jeannie Trudel
Graham McLennan	Paul Campey

Paul Campey was a director of UCB. During the year Resolve Consulting, in which Mr Campey holds a financial interest, provided consulting services to UCB at an arms length fee of \$12,750 plus disbursements. With the above exception no Director received remuneration during the year.

**Note 15 Key Management Personnel Compensation**

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity is considered to be key management personnel.

The totals of remuneration paid to key management personnel (KMP) of the company during the year are as follows:

	<b>2019</b>	<b>2018</b>
	<b>\$</b>	<b>\$</b>
Key management personnel compensation	<b>433,996</b>	622,047



**United Christian Broadcasters Australia Limited**  
**Notes to and Forming part of the Accounts**  
**For the year ended 31 December 2019**

**2019**  
**\$**

**2018**  
**\$**

**Note 16 Deductible Gift Fund**

The company operates a deductible gift fund known as the "UCB Australia Development Fund" donations to which are tax deductible to the donor. The movement in the deductible gift account during the year was as follows:

Balance at beginning of the year	<b>56,454</b>	604,383
Donations received	<b>7,881,818</b>	6,465,576
Less expenditure from the fund	<b>(7,189,142)</b>	(7,013,504)
Balance at the end of the year	<b><u>749,130</u></b>	<b><u>56,454</u></b>