

**THE ROCKS MINISTRY INC.
ABN 34 460 390 758**

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

THE ROCKS MINISTRY INC.
ABN 34 460 390 758

CONTENTS

Committee's Report	1
Income Statement	2
Balance Sheet	4
Statement of Changes in Equity	5
Cash Flow Statement	6
Notes to the Financial Statements	7
Statement by Members of the Committee	12
Audit Review Report	13

**THE ROCKS MINISTRY INC.
ABN 34 460 390 758**

COMMITTEE'S REPORT

Your committee members submit the financial report of The Rocks Ministry Inc. for the financial year ended 31 December 2014.

Committee Members

The names of committee members throughout the year and at the date of this report are:

Raymond Widjaja
Daniel Indradjaja
Hartanto Santosa
Ivan Dossugi
Xenia Wijayanto

Principal Activities

The principal activities of the association during the financial year were:
The conduct of a religious institution in Australia.

Significant Changes

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

Operating Result

The operating surplus for the year ended 31 December 2015 amounted to \$327,117.20.

Signed in accordance with a resolution of the Members of the Committee.

Dated this _____ day of March 2015

THE ROCKS MINISTRY INC.
ABN 34 460 390 758

INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2014

	Note	2014 \$	2013 \$
INCOME			
Donations & Bequests		671,397.01	309,644.61
All other revenue		<u>28,557.71</u>	<u>6,926.44</u>
Total Revenue		<u>699,954.72</u>	<u>316,571.05</u>

The accompanying notes form part of these financial statements.

THE ROCKS MINISTRY INC.
ABN 34 460 390 758

INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2014

	Note	2014 \$	2013 \$
EXPENDITURE			
Employee expenses		175,213.45	171,563.86
Interest		14,977.09	13,592.23
All other expenses		182,646.98	96,239.79
Total expenses		<u>372,837.52</u>	<u>281,395.88</u>
Surplus for the year		327,117.20	35,175.17
Retained surplus at the beginning of the financial year		<u>3,930,289.32</u>	<u>3,895,114.15</u>
Retained surplus at the end of the financial year		<u>4,257,406.52</u>	<u>3,930,289.32</u>

The accompanying notes form part of these financial statements.

THE ROCKS MINISTRY INC.
ABN 34 460 390 758

BALANCE SHEET
AS AT 31 DECEMBER 2014

	Note	2014 \$	2013 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	2	54,852.48	43,868.15
Accounts receivable and other debtors	3	10,459.07	7,865.18
Bond – 31A Manning Road		5,000.00	-
TOTAL CURRENT ASSETS		<u>70,311.55</u>	<u>51,733.33</u>
NON-CURRENT ASSETS			
Accounts receivable and other debtors	3	3,898.04	-
Property, plant and equipment	4	4,482,623.18	4,365,058.82
Intangible assets	5	6,144.21	7,688.21
TOTAL NON-CURRENT ASSETS		<u>4,492,665.43</u>	<u>4,372,747.03</u>
TOTAL ASSETS		<u>4,562,976.98</u>	<u>4,424,480.36</u>
LIABILITIES			
CURRENT LIABILITIES			
Super Payable		3,942.29	5,144.50
PAYGW Payable		3,763.39	3,661.39
ANZ Visa		3,037.67	2,014.12
Accrued Expenses		3,333.04	4,797.66
TOTAL CURRENT LIABILITIES		<u>14,076.39</u>	<u>15,617.67</u>
NON-CURRENT LIABILITIES			
Westpac Loan Account		233,896.07	420,975.37
TOTAL NON-CURRENT LIABILITIES		<u>233,896.07</u>	<u>420,975.37</u>
TOTAL LIABILITIES		<u>247,972.46</u>	<u>436,593.04</u>
NET ASSETS		<u>4,315,004.52</u>	<u>3,987,887.32</u>
MEMBERS' FUNDS			
Opening Congregational Fund July 2002		57,598.00	57,598.00
Retained surplus	6	4,257,406.52	3,930,289.32
TOTAL MEMBERS' FUNDS		<u>4,315,004.52</u>	<u>3,987,887.32</u>

The accompanying notes form part of these financial statements.

THE ROCKS MINISTRY INC.
ABN 34 460 390 758

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2014

Note	Congregational Fund \$	Retained earnings \$	Total \$
Balance at 1 July 2013	57,598	3,895,114	3,952,712
Surplus attributable to members	-	35,175	35,175
Balance at 31 December 2013	57,598	3,930,289	3,987,887
Surplus attributable to members	-	327,117	327,117
Balance at 31 December 2014	57,598	4,257,406	4,315,004

The accompanying notes form part of these financial statements.

THE ROCKS MINISTRY INC.
ABN 34 460 390 758

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014
	\$
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	699,928.77
Payments to suppliers and employees	(365,451.60)
Interest received	25.95
Interest paid	(14,977.09)
Net cash provided by operating activities	<u>319,526.03</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Payments for property, plant and equipment	(117,564.36)
Loans advanced	(3,898.04)
Net cash provided by (used in) investing activities	<u>(121,462.40)</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from borrowings	(187,079.30)
Net cash provided by (used in) financing activities	<u>(187,079.30)</u>
Net increase in cash held	10,984.33
Cash at beginning of financial year	43,868.15
Cash at end of financial year	<u>54,852.48</u>

2

The accompanying notes form part of these financial statements.

THE ROCKS MINISTRY INC.
ABN 34 460 390 758

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

1 Statement of Significant Accounting Policies

This financial report is a special purpose financial report prepared for distribution to the members of The Rocks Ministry Inc. to fulfil the Committee of Management's financial reporting requirements under the requirements of the Australian Charities and Not-for-profits Commission (ACNC), the Associations Incorporation Act (WA) 1987 and the association's constitution. The Committee has determined that the association is not a reporting entity. The accounting policies used in the preparation of this report, as described below, are consistent with the financial reporting requirements of The Rocks Ministry Inc. constitution and with previous years and are, in the opinion of the Committee of Management, appropriate to meet the needs of its members.

The financial report has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The requirements of accounting standards and other professional reporting requirements in Australia do not have mandatory applicability to The Rocks Ministry Inc. because it is not a reporting entity.

Income Tax

The Rocks Ministry Inc. is endorsed as a Registered Charity with ACNC and has Income Tax exemption, including GST and FBT concessions with ATO.

Property, Plant and Equipment

All property, plant and equipment excluding freehold land and buildings, are initially measured at cost and are depreciated over their useful lives to the association.

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

Property

Freehold land and buildings are shown at their fair value (being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction), based on periodic, but at least triennial, valuations by external independent valuers, less subsequent depreciation.

THE ROCKS MINISTRY INC.
ABN 34 460 390 758

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

Investment Property

Investment property includes land and/or buildings that earns rental income or appreciates in value. All tenant leases are on an arm's length basis. Investment property is initially measured at cost and subsequently measured at fair value, determined annually by independent valuers. Changes to fair value are recorded in the income statement as other income.

Impairment of Assets

At the end of each reporting period, property, plant and equipment, intangible assets and investments are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. The recoverable amount is the higher of the asset's fair value less costs to sell and the present value of the asset's future cash flows discounted at the expected rate of return. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount and an impairment loss is recognised immediately in profit or loss.

Trade and Other Receivables

Trade receivables are recognised initially at the transaction price (i.e. cost) and are subsequently measured at cost less provision for impairment. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

At the end of each reporting period, the carrying amount of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised immediately in income statement.

Cash and Cash Equivalents

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

**THE ROCKS MINISTRY INC.
ABN 34 460 390 758**

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

Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument.

Revenue recognition relating to the provision of services is determined with reference to the stage of completion of the transaction at the end of the reporting period and where 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 anticipated services to be performed. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent that related expenditure is recoverable.

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

Trade and Other Payables

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

Trade payables are recognised at their transaction price. Trade payables are obligations on the basis of normal credit terms.

Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the balance sheet.

THE ROCKS MINISTRY INC.
ABN 34 460 390 758

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

	2014	2013
	\$	\$
2 Cash and Cash Equivalents		
Cash in Hand	7.00	7.00
Westpac GA 32-6985	33,000.62	17,161.74
Westpac KB 32-6993	4,185.53	4,430.06
BankWest 2358750	-	4,761.05
Suncorp Account 203041212	9,366.35	12,345.43
Minister Account DI	76.12	412.01
Minister Account - Rumende	8,216.86	4,750.86
	<u>54,852.48</u>	<u>43,868.15</u>
3 Accounts Receivable and Other Debtors		
Current		
GST on Acquisitions	10,459.07	7,865.18
	<u>10,459.07</u>	<u>7,865.18</u>
Non-Current		
Loan - Raymond Anggriawan	3,898.04	-
	<u>3,898.04</u>	<u>-</u>
4 Property, Plant and Equipment		
Land and Buildings		
Land - 26 Cecil Avenue	4,175,281.54	4,063,178.32
Total Land and Buildings	<u>4,175,281.54</u>	<u>4,063,178.32</u>
Plant & Equipment - at Cost	244,693.46	240,030.50
Office Equipment - at Cost	15,715.18	14,917.00
Fixtures & Fittings - at Cost	46,933.00	46,933.00
Total Plant and Equipment	<u>307,341.64</u>	<u>301,880.50</u>
Total Property, Plant and Equipment	<u>4,482,623.18</u>	<u>4,365,058.82</u>
5 Intangible Assets		
Formation Expenses at Cost	1,140.00	1,140.00
Borrowing Costs Sinking Fund	7,720.00	7,720.00
Less Written Off	(2,715.79)	(1,171.79)
Total	<u>6,144.21</u>	<u>7,688.21</u>

THE ROCKS MINISTRY INC.
ABN 34 460 390 758

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

	2014	2013
	\$	\$
<hr/>		
6 Retained Surplus		
Retained surplus at the beginning of the financial year	3,930,289.32	3,895,114.15
Net surplus attributable to the association	327,117.20	35,175.17
Retained surplus at the end of the financial year	<u>4,257,406.52</u>	<u>3,930,289.32</u>
11 Cash Flow Information		
Reconciliation of Net Cash in Operating Activities to Operating Result		
Surplus from operations	327,117.20	
Non-cash flows in surplus		
Depreciation and amortisation	1,544.00	
Changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries		
(Increase)/decrease in other current assets	(7,593.89)	
Increase/(decrease) in other current payables	(1,541.28)	
	<u>319,526.03</u>	

**THE ROCKS MINISTRY INC.
ABN 34 460 390 758**

STATEMENT BY MEMBERS OF THE COMMITTEE

The Committee has determined that the association 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 Committee declares that in the Committee's opinion:

1. there are reasonable grounds to believe that The Rocks Ministry WA Inc is able to pay all of its debts, as and when they become due and payable;
2. the financial statements and notes satisfy the requirements of the Australian Charities and Not-for-profits Commission Act 2012.
3. the Committee has complied with the Governance Standards of the ACNC.

Signed in accordance with subsection 60.15(2) of the Australian Charities and Not-for-profits Commission Regulation 2013.

Chair:

Raymond Widjaja

Dated this _____ day of March 2015

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF THE ROCKS MINISTRY INC
ABN 34 460 390 758**

Report on the Financial Report

We have reviewed the accompanying financial report, being a special purpose financial report, of The Rocks Ministry Inc (the association), which comprises the balance sheet as at 31 December 2014, and the income and expenditure statement, statement of changes in equity and cash flow statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the statement by members of the committee.

Committee's Responsibility for the Financial Report

The committee of the association is responsible for the preparation of the financial report that gives a true and fair view and has determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) and the needs of the members. The committee's responsibility also includes such internal control as the committee determines is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express a conclusion on the financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2415 *Review of a Financial Report: Entity Reporting under the ACNC Act*, in order to state whether, on the basis of the procedures described, anything has come to our attention that causes us to believe that the financial report does not satisfy the requirements of Division 60 of the ACNC Act including: giving a true and fair view of the registered entity's financial position as at 31 December 2014 and its performance for the year ended on that date; and complying with the Australian Accounting Standards and the *Australian Charities and Not-for-profits Commission Regulation 2013* (ACNC Regulation). ASRE 2415 requires that we comply with the ethical requirements relevant to the review of the financial report.

A review of a financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the financial report of The Rocks Ministry Inc does not satisfy the requirements of Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* including:

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF THE ROCKS MINISTRY INC
ABN 34 460 390 758**

- (a) giving a true and fair view of the Association's financial position as at 31 December 2014 and of their performance and cash flows for the year ended on that date; and
- (b) complying with the Australian Accounting Standards to the extent described in Note 1, and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Basis of Accounting

Without modifying our conclusion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the responsible entities' financial reporting responsibilities under the ACNC Act. As a result, the financial report may not be suitable for another purpose.

Name of Firm: Harding & Thornbury Pty Ltd
Chartered Accountants

Signature: _____

Address: 7 King William St, Bayswater WA 6053

Dated this 31st day of August 2015