

**INSTITUTE FOR ABORIGINAL DEVELOPMENT
(ABORIGINAL CORPORATION)
ABN: 89 453 866 817**

**FINANCIAL REPORT
FOR THE YEAR ENDED
30 JUNE 2018**

**INSTITUTE FOR ABORIGINAL DEVELOPMENT
(ABORIGINAL CORPORATION)
ABN: 89 453 866 817**

DIRECTORS' REPORT

Your directors present their report on the company for the financial year ended 30 June 2018.

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

Ms Beverley Angeles
Mrs Pat Ansell-Dodds
Mr Braydon Kanjira
Mr Steven Satour
Mrs Brenda Shields
Ms Amelia Turner
Ms Eileen Vanlersal

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

The loss of the company for the financial year tax amounted to \$124,743.

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

The principal activities of the company during the financial year were provision of training and education services designed for the needs of Aboriginal people in Central Australia to equip participants with the skills and abilities to enter and remain in the workforce; the preservation and promotion of Central Australian Aboriginal languages and culture, and the production of high quality books and other publications under IAD Press..

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

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

Likely developments in the operations of the company and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the company.

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

No dividends were paid during the year as the company is incorporated as a not-for-profit entity.

The directors do not recommend the payment of a dividend.

No options over issued shares or interests in the company were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

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

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DIRECTORS' REPORT

The Directors have reviewed the company's financial position and based on the release of capital by the sale of part of the company's property, and an expectation of continuing funding and income from activities, have determined that the company is a going concern and in a position to meet its debts as and when payable.

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

Director: P. Ansell Doelals

Director: B. Ansell

Dated this 15th day of November 2018

**INSTITUTE FOR ABORIGINAL DEVELOPMENT
(ABORIGINAL CORPORATION)
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**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2018**

	Note	2018 \$	2017 \$
Income			
Revenue	2	1,145,765.12	1,064,775.00
Changes in inventories of finished goods and work in progress		56,828.43	23,727.16
Raw materials and consumables used		(171,575.55)	(85,142.82)
Expenditure			
Accountancy expenses		(10,551.13)	(7,633.33)
Advertising expenses		(4,097.73)	(660.00)
Auditors' remuneration	3	(9,329.00)	(10,000.00)
Bad and doubtful debt expenses		(13,374.53)	-
Depreciation and amortisation expenses		(69,727.00)	(71,944.00)
Employee benefits expenses		(689,562.14)	(661,435.05)
Freight and cartage		(8,254.09)	(10,480.94)
Other expenses		(350,865.45)	(363,639.37)
		(124,743.07)	(122,433.35)
Loss for the year	4	(124,743.07)	(122,433.35)
Total comprehensive income for the year		(124,743.07)	(122,433.35)

The accompanying notes form part of these financial statements.

**INSTITUTE FOR ABORIGINAL DEVELOPMENT
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**STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2018**

	Note	2018 \$	2017 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	139,346.64	212,175.48
Trade and other receivables	6	241,967.85	193,545.30
Inventories	7	548,336.02	491,507.59
Other current assets	8	1,903.00	-
TOTAL CURRENT ASSETS		<u>931,553.51</u>	<u>897,228.37</u>
NON-CURRENT ASSETS			
Property, plant and equipment	9	8,928,700.54	8,998,427.54
TOTAL NON-CURRENT ASSETS		<u>8,928,700.54</u>	<u>8,998,427.54</u>
TOTAL ASSETS		<u>9,860,254.05</u>	<u>9,895,655.91</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	10	610,137.33	479,865.80
Other current liabilities	11	124,126.32	165,273.86
TOTAL CURRENT LIABILITIES		<u>734,263.65</u>	<u>645,139.66</u>
NON-CURRENT LIABILITIES			
Provisions	12	17,735.83	17,518.61
TOTAL NON-CURRENT LIABILITIES		<u>17,735.83</u>	<u>17,518.61</u>
TOTAL LIABILITIES		<u>751,999.48</u>	<u>662,658.27</u>
NET ASSETS		<u>9,108,254.57</u>	<u>9,232,997.64</u>
EQUITY			
Reserves	13	7,356,523.08	7,356,523.08
Retained earnings	14	1,751,731.49	1,876,474.56
TOTAL EQUITY		<u>9,108,254.57</u>	<u>9,232,997.64</u>

The accompanying notes form part of these financial statements.

**INSTITUTE FOR ABORIGINAL DEVELOPMENT
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**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2018**

	Note	Retained earnings \$	Asset Revaluation Reserve \$	Total \$
Balance at 1 July 2016		1,998,908		1,998,908
Opening balance for the year			2,397,088	2,397,088
Revaluation	13		4,959,435	4,959,435
Profit attributable to the company		(122,433)		(122,433)
Balance at 30 June 2017		<u>1,876,475</u>	<u>7,356,523</u>	<u>9,232,998</u>
Profit attributable to the company		(124,743)		(124,743)
Balance at 30 June 2018		<u>1,751,731</u>	<u>7,356,523</u>	<u>9,108,255</u>

The accompanying notes form part of these financial statements.

**INSTITUTE FOR ABORIGINAL DEVELOPMENT
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**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2018**

		2018 \$	2017 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Sales of publications		132,930.74	107,146.54
Employment expenses		(691,533.86)	(716,584.66)
Income from other sources and activities		362,574.99	282,093.41
Interest received		171.58	144.92
Receipts from government and other grants		556,375.00	584,889.00
General administration expenses and direct expenses		(433,347.29)	(256,406.74)
Net cash provided by (used in) operating activities	15	<u>(72,828.84)</u>	<u>1,282.47</u>
Net increase (decrease) in cash held		(72,828.84)	1,282.47
Cash at beginning of financial year		212,175.48	210,893.01
Cash at end of financial year	5	<u>139,346.64</u>	<u>212,175.48</u>

The accompanying notes form part of these financial statements.

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**INSTITUTE FOR ABORIGINAL DEVELOPMENT
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

1 Statement of Significant Accounting Policies

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Urgent Issues Group Consensus Views and other authoritative pronouncements of the Corporations (Aboriginal & Torres Strait Islander) Act 2006.

This financial report covers Institute for Aboriginal Development as an individual entity. Institute for Aboriginal Development is incorporated under the provisions of the Corporations (Aboriginal & Torres Strait Islander) Act 2006.

Basis of Preparation

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations (Aboriginal & Torres Strait Islander) Act 2006.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions to which they apply. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of this financial report are presented below. They have been consistently applied unless otherwise stated.

The financial report has been prepared on an accruals basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Accounting Policies

Inventories

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the first-in-first-out basis and is net of any rebates and discounts received.

Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost less where applicable, any accumulated depreciation and impairment.

Land and buildings

Land and buildings are measured using the cost model.

Plant and equipment

Plant and equipment are measured using the cost model.

Depreciation

Property, plant and equipment, is depreciated on a straight line basis over the assets useful life to the Company, commencing when the asset is ready for use.

Leased assets and leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful life.

Impairment of Non-Financial Assets

At the end of each reporting period the company determines whether there is an evidence of an impairment indicator for non-financial assets.

Where this indicator exists the recoverable amount of the asset is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss.

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**NOTES TO THE FINANCIAL STATEMENTS
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Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance date. 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. Those cash-flows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash-flows.

Provisions

Provisions are recognised when the company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured at the present value of management's best estimate of the outflow required to settle the obligation at the end of the reporting year. The discount rate used is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the unwinding of the discount is taken to finance costs in the statement of other comprehensive income.

Cash and Cash Equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

Revenue and Other Income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the company and specific criteria relating to the type of revenue as noted below, has been satisfied.

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

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

Sale of goods

Revenue is recognised on transfer of goods to the customer as this is deemed to be the point in time when risks and rewards are transferred and there is no longer any ownership or effective control over the goods.

Interest revenue

Interest revenue is recognised when received.

Rendering of services

Revenue in relation to rendering of services is recognised depends on whether the outcome of the services can be measured reliably. If this is the case then the stage of completion of the services is used to determine the appropriate level of revenue to be recognised in the period. If the outcome cannot be reliably measured then revenue is recognised to the extent of expenses recognised that are recoverable.

Other income

Other income is recognised on an accruals basis when the company is entitled to it.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

Goods and Services Tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the balance sheet.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing or financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

Comparative Amounts

Comparatives are consistent with prior years, unless otherwise stated.

Where a change in comparatives has also affected the opening retained earnings previously presented in a comparative period, an opening statement of financial position at the earliest date of the comparative period has been presented.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

	2018 \$	2017 \$
2 Revenue and Other Income		
Revenue		
Sales revenue:		
Sale of goods	132,930.74	129,618.23
Rendering of services	401,709.17	288,915.67
	<u>534,639.91</u>	<u>418,533.90</u>
Other revenue:		
Interest received	171.58	144.92
Other revenue	610,953.63	646,096.18
	<u>611,125.21</u>	<u>646,241.10</u>
Total revenue	<u>1,145,765.12</u>	<u>1,064,775.00</u>
Interest revenue from:		
Interest Received	171.58	144.92
Total interest revenue on financial assets not at fair value through profit or loss	<u>171.58</u>	<u>144.92</u>
Other revenue from:		
Donations	579.25	5,284.70
Recoveries	11,135.30	16,147.63
Other Revenue	1,716.54	29,648.55
Grants Expended		
DPM&C, Elders Program	152,005.00	146,355.00
DPM&C, Culture & Capability Program	100,000.00	100,000.00
DPM&C, ABA Language & Culture Publication Reprint	109,358.84	37,100.39
DPM&C, Children & Schooling Program	145,000.00	145,000.00
Dept. of Communications & the Arts, Yuendumu Yuwalyu	6,788.70	-
Australia Council, Partnership Program	84,370.00	83,534.00
Australia Council, Cultural Knowledge Transfer Program	-	83,025.91
	<u>597,522.54</u>	<u>595,015.30</u>
Total other revenue	<u>610,953.63</u>	<u>646,096.18</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

	2018 \$	2017 \$
3 Auditors' Remuneration		
Auditor's Remuneration		
Accounting Standards	9,329.00	10,000.00
4 Loss for the year		
The result for the year was derived after charging / (crediting) the following items:		
Profit from continuing operations includes the following specific expenses:		
Expenses		
Cost of sales	114,747.12	61,415.66
Depreciation of property, plant and equipment	69,727.00	71,944.00
Bad Debts Written Off	13,374.53	-
Total bad and doubtful debts	13,374.53	-
5 Cash and Cash Equivalents		
Cash at Bank, Operation Account	65,878.60	130,284.94
Cash at Bank, Press Account	69,054.63	31,539.91
Cash at Bank, IAD Student Trust Account	0.34	0.34
Cash at Bank, Combined Organisations Account	4,413.07	50,350.29
	139,346.64	212,175.48
Reconciliation of cash		
Cash and Cash equivalents reported in the statement of cash flows are reconciled to the equivalent items in the statement of financial position as follows:		
Cash and cash equivalents	139,346.64	212,175.48
	139,346.64	212,175.48

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

	2018 \$	2017 \$
6 Trade and Other Receivables		
Current		
Sundry Debtors	104,972.03	103,677.31
Trade Debtors	154,964.60	102,399.33
Less: Provision for Doubtful Debts	<u>(18,293.80)</u>	<u>(18,293.80)</u>
	136,670.80	84,105.53
Input Tax Credits	<u>325.02</u>	<u>5,762.46</u>
	241,967.85	193,545.30
	<u>241,967.85</u>	<u>193,545.30</u>
The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short term nature of the balances.		
7 Inventories		
Current		
At cost:		
Publications	<u>548,336.02</u>	<u>491,507.59</u>
8 Other Assets		
Current		
Prepayments	<u>1,903.00</u>	<u>-</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

	2018 \$	2017 \$
9 Property, Plant and Equipment		
LAND AND BUILDINGS		
Freehold land at:		
Independent valuation	947,000.00	947,000.00
Directors' valuation	503,000.00	503,000.00
Lot 917	368,000.00	368,000.00
Lot 918	368,000.00	368,000.00
Lot 919	411,000.00	411,000.00
Lot 920	373,000.00	373,000.00
	<u>2,970,000.00</u>	<u>2,970,000.00</u>
Buildings at:		
Cost less accumulated depreciation	<u>997,299.69</u>	<u>1,065,089.69</u>
	997,299.69	1,065,089.69
Total Land and Buildings	<u>3,967,299.69</u>	<u>4,035,089.69</u>
PLANT AND EQUIPMENT		
Buildings at valuation, Plant and Equipment:		
At cost or valuation	5,580,783.95	5,580,783.95
Accumulated depreciation	<u>(619,383.10)</u>	<u>(617,446.10)</u>
Total Plant and Equipment	<u>4,961,400.85</u>	<u>4,963,337.85</u>
Total Property, Plant and Equipment	<u>8,928,700.54</u>	<u>8,998,427.54</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

	2018	2017
	\$	\$

Movements in Carrying Amounts of Property, Plant and Equipment					
Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.					
	Freehold Land	Buildings	Office & Other Furniture and Equipment	Motor Vehicles	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2016	2,970,000.00	1,132,879.69	5,407.26	2,649.50	4,110,936.45
Revaluation increments/(decrements)	-	4,959,435.09	-	-	4,959,435.09
Depreciation expense	-	(67,790.00)	(3,518.00)	(636.00)	(71,944.00)
Balance at 30 June 2017	2,970,000.00	6,024,524.78	1,889.26	2,013.50	8,998,427.54
Depreciation expense	-	(67,790.00)	(1,301.00)	(636.00)	(69,727.00)
Carrying amount at 30 June 2018	2,970,000.00	5,956,734.78	588.26	1,377.50	8,928,700.54

10 Trade and Other Payables

Current

Trade Creditors	53,811.80	38,379.66
Other Payables	8,000.00	11,300.00
Superannuation Contributions Payable	27,431.88	18,565.49
GST Payable	0.69	27,153.66
Amounts Withheld	-	8,070.00
ATO Integrated Client Account	494,431.31	347,830.33
Provision for Holiday Pay	26,461.65	28,566.66
	<u>610,137.33</u>	<u>479,865.80</u>

The carrying amounts are considered to be a reasonable approximation of fair value.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

	2018 \$	2017 \$
11 Other Liabilities		
Current		
Unexpended Grants		
DPM&C ABA, Language & Culture Publication Reprint	55,915.02	165,273.86
Dept. of Communications & the Arts, Yuendumu		
Yuwalyu	68,211.30	-
	<u>124,126.32</u>	<u>165,273.86</u>
12 Provisions		
Provision for Long Service Leave	17,735.83	17,518.61
Total provisions	<u>17,735.83</u>	<u>17,518.61</u>
Analysis of Total Provisions		
Non-current	17,735.83	17,518.61
	<u>17,735.83</u>	<u>17,518.61</u>
13 Reserves		
Asset Revaluation Reserve		
Asset Revaluation Reserve	7,356,523.08	7,356,523.08
14 Retained Earnings		
Retained earnings at the beginning of the financial year	1,876,474.56	1,998,907.91
Net loss attributable to members of the company	(124,743.07)	(122,433.35)
Retained earnings at the end of the financial year	<u>1,751,731.49</u>	<u>1,876,474.56</u>

**INSTITUTE FOR ABORIGINAL DEVELOPMENT
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

	2018 \$	2017 \$
15 Cash Flow Information		
Reconciliation of result for the year to cash-flows from operating activities.		
Reconciliation of net income to net cash provided by operating activities:		
Loss for the year	(124,743.07)	(122,433.35)
Cash flows excluded from loss attributable to operating activities		
Non-cash flows in profit		
Depreciation	69,727.00	71,944.00
Changes in assets and liabilities		
(Increase) Decrease in current inventories	(56,828.43)	(23,727.16)
(Increase) Decrease in current receivables	(48,422.55)	(68,395.96)
(Increase) Decrease in prepayments	(1,903.00)	-
Increase (Decrease) in trade creditors	15,432.14	16,535.75
Increase (Decrease) in other creditors	116,944.40	139,507.97
Increase (Decrease) in current provisions	(2,105.01)	2,596.45
Increase (Decrease) in non-current provisions	217.22	(4,618.93)
Increase(Decrease) in unexpended grants	(41,147.54)	(10,126.30)
	<u>(72,828.84)</u>	<u>1,282.47</u>

16 Financial Risk Management

The company is exposed to a variety of financial risks associated with its activities.

The company's overall risk management plan seeks to minimise potential adverse effects due to the unpredictability of income and expenses.

The company does not have any derivative instruments at 30 June 2018.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

	2018 \$	2017 \$
<hr/>		
Objectives, Policies and Processes		
<p>The board of directors receives overall responsibility for the establishment of the company's financial risk management framework. This includes the development of policies covering specific areas such as reduced income and increased costs.</p> <p>Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the company's activities.</p> <p>The day-to-day risk management is carried out by the company's management under policies and objectives which have been approved by the board of directors. The manager has been delegated the authority for designing and implementing processes which follow the objectives and policies. This includes monitoring the levels of exposure to fluctuation market conditions.</p> <p>The board of directors receives periodic reports which provide details of the effectiveness of the processes and policies in place.</p> <p>Mitigation strategies for specific risks faced are described below.</p> <p>The company does not hold any financial assets with terms that have been renegotiated, but which would otherwise be past due or impaired.</p> <p>The other classes of receivables do not contain impaired assets.</p>		

17 Statutory Information

The registered office of the company is:

Institute for Aboriginal Development
(Aboriginal Corporation)

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**NOTES TO THE FINANCIAL STATEMENTS
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	2018	2017
	\$	\$
<hr/>		
3 South Terrace, Alice Springs, NT 0870		
The principal place of business is:		
3 South Terrace, Alice Springs, NT 0870		

**INSTITUTE FOR ABORIGINAL DEVELOPMENT
(ABORIGINAL CORPORATION)
ABN: 89 453 866 817**

DIRECTORS' DECLARATION

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 1 to 20, are in accordance with the Corporations (Aboriginal & Torres Strait Islander) Act 2006:
 - (a) comply with Australian Accounting Standards; and
 - (b) give a true and fair view of the financial position as at 30 June 2018 and of the performance for the year ended on that date of the company; and
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

Director: 

Director: P. Ansell iD o d c b

Dated this 15th day of November 2018

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF INSTITUTE FOR ABORIGINAL DEVELOPMENT
(ABORIGINAL CORPORATION)
ABN: 89 453 866 817**

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Institute for Aboriginal Development (Aboriginal Corporation), (the company) which comprises the statement of financial position as at 30 June 2018 and the statement of profit or loss and other comprehensive income and statement of cash flows and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and the directors' declaration.

In our opinion, the accompanying financial report of the company is in accordance with the Corporations (Aboriginal & Torres Strait Islander) Act 2006, including:

- (i) giving a true and fair view of the company's financial position as at 30 June 2018 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Report section of our report. We are independent of the company in accordance with the auditor independence requirements of the Corporations (Aboriginal & Torres Strait Islander) Act 2006 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 confirm that the independence declaration required by the Corporations (Aboriginal & Torres Strait Islander) Act 2006, which has been given to the directors of the company, would be in the same terms if given to the directors as at the time of this auditors' report.

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

Emphasis of Matter- Basis of Accounting

The company has incurred a loss of \$124,743 for the 2018 financial year, with a loss of \$122,433 in 2017. While the company has current assets sufficient to meet current and non-current liabilities a substantial component of current assets comprises stock of publications and there is a probability that asset may not be in a sufficiently realisable form to satisfy all liabilities. The Directors have considered this issue and the extent to which the company will be able to meet its debts as and when they fall due. Notwithstanding the potential for a shortfall in net current assets, the Directors have taken steps to sell part of the company's extensive property portfolio and to use all or part of those proceeds to reduce company debt. That, with an expectation of continued funding support, has enabled the Directors to form the opinion that the Company is a going concern and is in a position to meet its debts as and when they fall due.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF INSTITUTE FOR ABORIGINAL DEVELOPMENT
(ABORIGINAL CORPORATION)
ABN: 89 453 866 817**

Responsibilities of Directors' for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations (Aboriginal & Torres Strait Islander) Act 2006 and for such internal control as the directors determine 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.

In preparing the financial report, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditors' Responsibility for the Audit of the Financial Report

Our 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 auditors' 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 this financial report.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF INSTITUTE FOR ABORIGINAL DEVELOPMENT
(ABORIGINAL CORPORATION)
ABN: 89 453 866 817**

As part of an audit in accordance with the 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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' 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 company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the company 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 the directors 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 our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation preclude public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF INSTITUTE FOR ABORIGINAL DEVELOPMENT
(ABORIGINAL CORPORATION)
ABN: 89 453 866 817**

Name of Firm: Brian Tucker Accounting

Name of Partner:



Brian Tucker CPA

Address: 1/991 Stanley Street, East Brisbane, Qld 4169

Dated this 12th day of November 2018

**INSTITUTE FOR ABORIGINAL DEVELOPMENT
(ABORIGINAL CORPORATION)
ABN: 89 453 866 817**

**PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2018**

	2018 \$	2017 \$
INCOME		
Training & Education	361,166.78	247,897.10
Hire & Rental Income	40,542.39	41,018.57
	<u>401,709.17</u>	<u>288,915.67</u>
OTHER INCOME		
Interest Received	171.58	144.92
Donations	579.25	5,284.70
Recoveries	11,135.30	16,147.63
Other Revenue	1,716.54	29,648.55
Grants Expended		
DPM&C, Elders Program	152,005.00	146,355.00
DPM&C, Culture & Capability Program	100,000.00	100,000.00
DPM&C, ABA Language & Culture Publication Reprint	109,358.84	37,100.39
DPM&C, Children & Schooling Program	145,000.00	145,000.00
Dept. of Communications & the Arts, Yuendumu Yuwalyu	6,788.70	-
Australia Council, Partnership Program	84,370.00	83,534.00
Australia Council, Cultural Knowledge Transfer Program	-	83,025.91
	<u>597,522.54</u>	<u>595,015.30</u>
Gross profit from trading	<u>18,183.62</u>	<u>68,202.57</u>
	<u>629,308.83</u>	<u>714,443.67</u>
	<u>1,031,018.00</u>	<u>1,003,359.34</u>

The accompanying notes form part of these financial statements.

**INSTITUTE FOR ABORIGINAL DEVELOPMENT
(ABORIGINAL CORPORATION)
ABN: 89 453 866 817**

**PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2018**

	2018 \$	2017 \$
EXPENSES		
Accountancy Fees	10,551.13	7,633.33
Activity Expenses	1,769.64	5,155.55
Advertising, Marketing & Promotions	4,097.73	660.00
Auditor's Remuneration	9,329.00	10,000.00
Bad Debts Written Off	13,374.53	-
Bank Charges	1,666.63	200.02
Board & Governance	407.12	483.97
Cleaning & Pest Control	19,747.69	18,441.40
Computer & IT Expenses	7,156.15	5,340.37
Consultancy Fees	42,802.24	72,752.16
Credit Card Expenses	-	9,305.68
Depreciation	69,727.00	71,944.00
Electricity	34,624.36	38,832.79
Fees & Permits	72.85	-
Freight & Cartage	8,254.09	10,480.94
Health & Safety	6,056.29	4,933.87
Hire & Rent of Equipment & Facilities	5,294.36	9,843.00
Holiday Pay, Movement in Provision	(2,596.45)	2,596.45
Insurance	32,414.11	30,886.81
Interest Paid	35,237.98	8,295.16
Long Service Leave, Movement in Provision	-	(4,618.93)
Meeting Costs	750.00	-
Materials & Resources	2,030.75	2,565.45
Motor Vehicle Expenses	29,678.87	12,497.70
Postage & Freight	8,223.56	8,972.49
Printing & Stationery	6,909.61	8,044.71
Prior Period Adjustments	13,966.09	347.40
Purchase of Expensed Assets <\$500	1,293.64	34.38
Rates & Taxes	10,846.31	15,422.27
Rent	-	1,500.00
Repairs & Maintenance	8,012.95	16,558.77
Royalties	6,096.34	27,406.31
Security Costs	7,423.14	10,031.42
Staff Amenities	1,779.36	2,441.20

The accompanying notes form part of these financial statements.

**INSTITUTE FOR ABORIGINAL DEVELOPMENT
(ABORIGINAL CORPORATION)
ABN: 89 453 866 817**

**PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2018**

	2018 \$	2017 \$
Staff Recruitment & Relocation	1,351.57	1,343.90
Storage Fees & Archive Costs	4,150.63	-
Subscriptions	4,289.56	14,579.13
Sundry Expenses	1,530.13	8,652.94
Superannuation Contributions	67,725.26	54,859.46
Telephone	23,793.50	19,779.36
Training & Professional Development	1,895.86	785.27
Travelling Expenses	25,557.73	5,550.29
Wages	623,081.76	607,254.17
Workers' Compensation Insurance	5,388.00	3,999.50
	<u>1,155,761.07</u>	<u>1,125,792.69</u>
Loss before income tax	<u>(124,743.07)</u>	<u>(122,433.35)</u>

The accompanying notes form part of these financial statements.

Institute for Aboriginal Development (Aboriginal Corporation) would like to acknowledge the support provided by our funding providers during the 2017-18 period.



Australian Government

Department of the Prime Minister and Cabinet



Australian Government

Department of Communications and the Arts