
YOUNG AUSTRALIA LEAGUE LTD
ACN 627 347 022

FINANCIAL REPORT

FOR THE YEAR ENDED
30 June 2019

YOUNG AUSTRALIA LEAGUE LTD

FINANCIAL REPORT FOR THE YEAR ENDED 30 June 2019

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YOUNG AUSTRALIA LEAGUE LTD
ACN 627 347 022

DIRECTORS' REPORT

Your directors present their report on the company for the financial year ended 30 June 2019.

Directors

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

Frank J Schaper, Rod Ross, Neil Mundy, David Lim, Chantal Charbonneau, Pieter Mulder, Richard Offen, Margariet Gibson, Jan McCallum (resigned 25/9/18), Andre Burki (appointed 18/12/18), Mick Wainwright (appointed 18/12/18), Mary Walker (appointed 7/2/19)

RESULTS

The operating loss of the company for the year amounted to \$166,800.

SIGNIFICANT CHANGES IN STATE OF AFFAIRS

YAL is in breach of its agreement with the Commonwealth Government and may be liable to repay a \$1 million capital grant previously received and recorded. This situation indicates that a material uncertainty exists that may cause significant doubt on the entity's ability to continue as a going concern.

ACTIVITIES

The principal continuing activity of the company during the financial year is to relieve the poverty, suffering and misfortune of young people in need by, without limitation:

- (a) providing accommodation in Cairns, particularly for indigenous students from rural and regional locations, to enable them to attend school and other educational institutions;
- (b) providing programs and support services to students in the accommodation and other young people in need; and
- (c) acting as trustee of a trust which provides scholarships.

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

AFTER BALANCE DATE EVENTS

No matters or circumstances have arisen since the end of the 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.

ENVIRONMENTAL REGULATIONS

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

**YOUNG AUSTRALIA LEAGUE LTD
ACN 627 347 022**

DIRECTORS' REPORT – continued

INDEMNIFYING OFFICERS OR AUDITOR

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.

PROCEEDINGS ON BEHALF OF COMPANY

No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

The company was not a party to any such proceedings during the financial year.

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



DIRECTOR



DIRECTOR

DATED THIS 11TH DAY OF NOVEMBER 2019.

YOUNG AUSTRALIA LEAGUE LTD
ACN 627 347 022

DIRECTORS' DECLARATION

The Directors have determined that Young Australia League Ltd 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 report.

In the opinion of the Board, the financial report as set out on pages 8 to 21 is in accordance with the requirements of *Australian Charities and Not-for-profits Commission Act 2012* and :

- (i) comply with the Australian Accounting Standards applicable to Young Australia League Ltd ;
- (ii) gives a true and fair view of the financial position of Young Australia League Ltd as at 30 June 2019 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial report; and
- (iii) at the date of this statement, there are reasonable grounds to believe that the Young Australia League Ltd will be able to pay its debts as and when fall due.

For and on behalf of the Young Australia League Ltd -



DIRECTOR



DIRECTOR

DATED THIS 11TH DAY OF NOVEMBER 2019

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF YOUNG AUSTRALIA LEAGUE LIMITED ACN 627 347 7022**

In accordance with the requirements of section 307C of the *Corporations Act 2001*, I am pleased to provide the following declaration of independence to the directors of Young Australia League Limited. As the lead partner for the audit of the financial report of Young Australia League Limited for the year ended 30 June 2019, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit;
and

- (ii) any applicable code of professional conduct in relation to the audit.

Macri Partners

MACRI PARTNERS
CERTIFIED PRACTISING ACCOUNTANTS
SUITE 2, 137 BURSWOOD ROAD
BURSWOOD WA 6100

Anthony Macri

A MACRI
PARTNER

PERTH
DATED ¹⁶ 12 DAY OF NOVEMBER 2019

**INDEPENDENT AUDITOR'S REPORT
 TO THE MEMBERS OF YOUNG AUSTRALIA LEAGUE LIMITED ACN 627 347 7022**

Report on the Audit of the Financial Report

Qualified Opinion

We have audited the financial report of Young Australia League Limited (the Entity), which comprises the statement of financial position as at 30 June 2019, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes to the financial statements, including a summary of significant accounting policies, and the Directors' declaration.

In our opinion, except for the effect on the financial report and the entity of the matters described in the Basis for Qualified Opinion paragraph, the financial report has been properly drawn up so as to present a true and fair view of the financial position of Young Australia League Limited as at 30 June 2019 and its financial performance for the year then ended in accordance with the accounting policies described in note 1 to the financial report and the requirements of *Corporations Act 2001* of WA and the *Australian Charities and Not-for-profits Commission Act 2012*.

Basis for Qualified Opinion

Where entities receive cash income, it is not practicable to establish control over cash income prior to its initial entry in the accounting records. Our examination of cash income was therefore limited to the amounts recorded in the accounting records.

As discussed in Note 11, the entity is in breach of its agreement with the Commonwealth Government and may be liable to repay a \$1 million capital grant previously received and recorded. This situation indicates that a material uncertainty exists that may cast significant doubt on the entity's ability to continue as a going concern.

We conducted our 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 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 qualified opinion.

Emphasis of Matter – Basis of Accounting

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 registered entity's financial reporting responsibilities under the *Corporations Act 2001* and *Australian Charities and Not-for-profits Commission Act 2012*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.



INDEPENDENT AUDITOR'S REPORT (Continued)

Responsibilities of the Directors for the Financial Report

The Directors of the 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 described in Note 1 to the financial report is appropriate to meet the requirements of the *Corporations Act 2001* and *Australian Charities and Not-for-profits Commission Act 2012* and is appropriate to meet the needs of the members. The Director's responsibility also includes such internal control as the Directors determine are 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 Director's 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 Directors 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

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 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 this financial report.

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 registered entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board.



INDEPENDENT AUDITOR'S REPORT (Continued)

- 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 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 our auditor's 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 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 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.



**MACRI PARTNERS
CERTIFIED PRACTISING ACCOUNTANTS
SUITE 2, 137 BURSWOOD ROAD
BURSWOOD WA 6100**



**A MACRI
PARTNER**

**PERTH
DATED THIS 12th DAY OF NOVEMBER 2019 .**

YOUNG AUSTRALIA LEAGUE LTD
ACN 627 347 022

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
INCOME		
Accommodation and meals	451,512	245,066
Distribution received	12,818	11,255
Dividend received	38,838	12,889
Interest received	530	4,012
Rent received	-	16,159
Profit on sale of assets	-	282,365
Increase in market value- shares and managed funds	17,978	14,253
Other income	12,893	42,938
	534,568	628,937
EXPENDITURE		
Depreciation	106,440	92,072
Employee benefits expense	258,722	494,385
Loss on sale of shares	30,691	-
Other expenses	305,515	379,750
	701,368	966,207
Surplus/(deficit) for the year	(166,800)	(337,270)
Other comprehensive income	-	-
Total comprehensive income/(loss) for the year	(166,800)	(337,270)

The accompanying notes form part of these financial statements.

YOUNG AUSTRALIA LEAGUE LTD
ACN 627 347 022

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2019

	Note	2019 \$	2018 \$
<u>CURRENT ASSETS</u>			
Cash and cash equivalents	2	97,293	368,608
Trade and other receivables	3	6,011	3,183
Prepayment		19,159	18,847
Investment in listed shares		174,950	180,875
Investment in managed funds		287,831	187,505
TOTAL CURRENT ASSETS		585,244	759,018
<u>NON-CURRENT ASSETS</u>			
Property, plant & equipment	4	1,841,896	1,940,840
TOTAL NON-CURRENT ASSETS		1,841,896	1,940,840
TOTAL ASSETS		2,427,140	2,699,858
<u>CURRENT LIABILITIES</u>			
Trade and other payables	5	88,936	128,322
Provisions	6	15,750	9,620
Loans	7	19,183	99,020
TOTAL CURRENT LIABILITIES		123,869	236,962
<u>NON-CURRENT LIABILITIES</u>			
Provisions	6	7,175	-
TOTAL NON-CURRENT LIABILITIES		7,175	-
TOTAL LIABILITIES		131,044	236,962
NET ASSETS		2,296,096	2,462,896
<u>MEMBERS' FUND</u>			
Retained surplus	8	1,701,096	1,867,896
Asset Revaluation Reserve		595,000	595,000
TOTAL MEMBERS' FUNDS		2,296,096	2,462,896

The accompanying notes form part of these financial statements.

YOUNG AUSTRALIA LEAGUE LTD
ACN 627 347 022

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2019

	Retained Surplus	Asset Revaluation Reserve	Total
	\$	\$	\$
Opening balance as at 1 July 2017	2,205,166	-	2,205,166
Surplus/(Deficit) for the year attributable to members of the entity	(337,270)	595,000	257,730
Closing balance as at 30 June 2018	<u>1,867,896</u>	<u>595,000</u>	<u>2,462,896</u>
Opening balance as at 1 July 2018	1,867,896	595,000	2,462,896
Surplus/(Deficit) for the year attributable to members of the entity	(166,800)	-	(166,800)
Closing balance as at 30 June 2019	<u>1,701,096</u>	<u>595,000</u>	<u>2,296,096</u>

The accompanying notes form part of these financial statements.

YOUNG AUSTRALIA LEAGUE LTD
ACN 627 347 022

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019 \$	2018 \$
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
Receipts from operations		506,148	308,892
Distributions received		12,818	11,255
Dividends received		38,838	12,889
Interest received		530	4,012
Grant received		-	-
Other receipts		43,585	74,066
Interest payments		-	(2,153)
Payments to suppliers and employees		(676,420)	(989,729)
GST paid		(2,365)	59,029
Net cash provided by/(used in) operating activities	9(b)	<u>(76,867)</u>	<u>(521,739)</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Purchase of property, plant and equipment		(7,495)	(817,944)
Purchase of shares (listed)		(33,952)	(30,000)
Sale of shares (listed)		27,836	32,274
Payment for other investing activities		(101,000)	(34,915)
Proceeds from other investing activities		-	93,613
Proceeds from sale of property, plant and equipment		-	381,818
Net cash provided by/(used in) investing activities		<u>(114,611)</u>	<u>(375,154)</u>
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Proceeds from borrowings		19,183	149,837
Repayment of borrowings		(99,020)	(50,817)
Net cash provided by/(used in) financing activities		<u>(79,837)</u>	<u>99,020</u>
Net increase/(decrease) in cash held		(271,315)	(797,873)
Cash and cash equivalents at beginning of financial year		368,608	1,166,481
Cash and cash equivalents at end of financial year	9(a)	<u>97,293</u>	<u>368,608</u>

The accompanying notes form part of these financial statements.

YOUNG AUSTRALIA LEAGUE LTD
ACN 627 347 022

NOTES TO THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2019

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The Board of Management has prepared the financial report on the basis that the association is a non-reporting entity. This financial report is therefore special purpose financial report that has been prepared in order to meet the requirements of the *Associations Incorporation Act 2015* of WA and the *Australian Charities and Not-for-profits Commission Act 2012*.

The financial report has been prepared in accordance with the requirements of the following mandatory Australian Accounting Standards and the significant accounting policies disclosed below, which the Board of Management has determine are appropriate to meet the needs of the members.

AASB 101 - Presentation of Financial Statements

AASB 107 - Statement of Cash Flows

AASB 108 - Accounting Policies, changes in Accounting Estimates and Errors

AASB 1048 - Interpretation of Standards

AASB 1054 - Australian Additional Disclosures

The financial report, except for the cash flow information, has been prepared on an accruals basis and are based on historic costs and do not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The League is a registered Charitable organisation and the Board believes that in accordance with Section 123 of the Income Tax Assessment Act any income or gain derived by the League from its activities is exempt from income tax.

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of this financial report:

(a) Income Tax

The association is exempt from income tax.

(b) Property, Plant & Equipment

The leasehold improvements and other assets are carried at cost less, where applicable, any accumulated depreciation.

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

YOUNG AUSTRALIA LEAGUE LTD
ACN 627 347 022

NOTES TO THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2019

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(b) Property, Plant & Equipment (continued)

The plant and equipment is depreciated over the useful lives of the assets to the association commencing from the time the asset is held for use.

(c) Impairment of Assets

At the end of each reporting period, the Board reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, an impairment test is carried out on the asset comparing the recoverable amount of the asset, being the higher of the asset's fair value less cost of disposal and value in use, to the assets carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in the statement of comprehensive income.

(d) Employee Provisions

Annual Leave

Annual leave provision is made for the association's liability for employee benefits arising for the services rendered by employees to the end of the reporting period. Employee provisions have been measured at the amounts expected to be paid when the liability is settled.

Long Service Leave

Employees are eligible for long service leave after 10 years of service. A pro rata payout for accrued leave is available if leaving the association after 7 years of service.

(e) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, and other short-term highly liquid investments.

(f) Accounts Receivable and Other Debtors

Accounts receivables and other debtors include amounts due from members as well as amount receivable from donors. 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.

YOUNG AUSTRALIA LEAGUE LTD
ACN 627 347 022

NOTES TO THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2019

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(g) Revenue

Non-reciprocal grant revenue is recognised in profit or loss when the entity obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

If conditions are attached to the grant which must be satisfied before the entity is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor; otherwise the grant is recognised as income on receipt.

Donations and bequests are recognised as revenue when received.

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

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

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

(h) 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 Taxation Office. Receivables and payables in the statement of financial position are shown inclusive of GST. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

(I) Investment in Shares and Managed Funds

Investment in shares and managed funds are measured at fair value, which is equivalent to their market price at the end of reporting period. Movements in fair value are recognised in the statement of profit or loss and other comprehensive income.

YOUNG AUSTRALIA LEAGUE LTD
ACN 627 347 022

NOTES TO THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2019

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(j) Accounts Payable and Other Payables

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the association during the reporting period that remain unpaid.

(k) Trust Liability and Right of Indemnity

Young Australia League Ltd (YAL) also acts as trustee for the J.J “Boss” Simons Charitable Endowment Trust.

Liabilities incurred on behalf of trust are not recognised in the financial report if it is not probable that YAL will have to meet any of the trust liabilities from its own resources. If YAL becomes obligated to meet trust liabilities, the trustee has the right to be indemnified from trust assets. If it is probable that there will be a deficiency in trust assets, a liability is recognised by YAL to the extent of that deficiency. Details of the trust liabilities, the offsetting right of indemnity and any deficiency in the right of indemnity are disclosed by way of notes to the financial report.

(l) Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale are added to the cost of those assets, until such time as the assets are substantially ready for the intended use or sale.

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

(m) Comparative Figures

Where necessary, comparative figures have been adjusted to conform to changes in the presentation for the current financial year.

YOUNG AUSTRALIA LEAGUE LTD
ACN 627 347 022

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
2. <u>CASH AND CASH EQUIVALENTS</u>		
Cash on Hand	250	400
Cash at Bank	97,043	368,208
	97,293	368,608
3. <u>TRADE AND OTHER RECEIVABLES</u>		
Trade Debtors	5,806	3,183
Other Debtors	205	-
	6,011	3,183
4. <u>PROPERTY, PLANT & EQUIPMENT</u>		
<u>PERTH</u>		
Property at Independent Valuation 2018	694,500	750,000
Perth Building at Independent Valuation 2018	55,500	-
Less: Accumulated Depreciation	(1,384)	-
	54,116	-
Plant & Equipment at Cost	64,982	64,812
Less: Accumulated Depreciation	(61,620)	(60,211)
	3,362	4,601
<u>CAIRNS (QUEENSLAND)</u>		
Buildings & Leasehold Improvements	2,059,791	2,059,791
Less: Accumulated Depreciation	(1,160,383)	(1,121,432)
	899,408	938,359
Plant & Equipment at Cost	390,427	388,161
Less: Accumulated Depreciation	(262,541)	(220,037)
	127,886	168,124
Bed Linens at Cost	49,683	44,914
Less: Accumulated Depreciation	(36,991)	(31,985)
	12,692	12,929
Office Equipment at Cost	78,781	78,491
Less: Accumulated Depreciation	(57,509)	(51,759)
	21,272	26,732
Kitchen Equipment at Cost	101,609	101,609
Less: Accumulated Depreciation	(72,949)	(61,514)
	28,660	40,095

YOUNG AUSTRALIA LEAGUE LTD
ACN 627 347 022

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
4. <u>PROPERTY, PLANT & EQUIPMENT (cont'd)</u>		
<u>TOTAL</u>		
Property, Plant & Equipment	3,495,273	3,487,778
Less: Accumulated Depreciation	(1,653,377)	(1,546,938)
	<u>1,841,896</u>	<u>1,940,840</u>
5. <u>TRADE AND OTHER PAYABLES</u>		
Trade Creditors	10,937	71,174
Accrued Creditors	24,827	17,285
GST Liability	22,643	582
PAYG Withholding Payable	2,725	12,451
Superannuation Payable	5,083	9,979
Income Received in Advance	-	14,969
Corporate Charge Card	3,199	1,882
Deposits	19,522	-
	<u>88,936</u>	<u>128,322</u>
6. <u>PROVISIONS</u>		
CURRENT		
Provision for Annual Leave	15,750	6,772
NON-CURRENT		
Provision for Long Service Leave	7,175	2,848
	<u>22,925</u>	<u>9,620</u>
7. <u>LOANS</u>		
Loan from YAL JJ "Boss" Simons Charitable Endowment Trust	-	80,000
Insurance Premium Funding	19,183	19,020
	<u>19,183</u>	<u>99,020</u>

YOUNG AUSTRALIA LEAGUE LTD
ACN 627 347 022

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
8. <u>RETAINED SURPLUS</u>		
Operating		
Opening Balance	867,896	1,205,166
Surplus/ (Deficit) for the Year	(166,800)	(337,270)
Transfer to Capital (Capital Grant)	-	-
	701,096	867,896
Capital		
Opening Balance	1,000,000	1,000,000
Transfer from Operating (Capital Grant)	-	-
	1,000,000	1,000,000
Total Retained Surplus	1,701,096	1,867,896

YOUNG AUSTRALIA LEAGUE LTD
ACN 627 347 022

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
9. <u>CASH FLOWS INFORMATION</u>		
(a) Reconciliation of Cash		
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the related item in the statement of financial position as follows:		
Cash and cash equivalents	<u>97,293</u>	<u>368,608</u>
(b) Reconciliation of cash flows from operations with surplus/(deficit) from ordinary activities		
Surplus /(deficit) from ordinary activities	(166,800)	(337,270)
Non-cash flows from ordinary activities:		
Depreciation	106,440	92,072
Decrease/(increase) in market value - shares and managed funds	(17,978)	(14,253)
Assets write-off	-	7,620
Loss on sale of shares	30,692	(282,365)
Changes in assets and liabilities :		
(Increase)/decrease in trade and other receivables	(3,140)	20,981
Increase/(decrease) in provisions	13,305	(11,276)
Increase/(decrease) in trade and other payables	(39,386)	2,752
Cash flows provided by/(used in) operations	<u>(76,867)</u>	<u>(521,739)</u>
10. <u>UNDRAWN BORROWING FACILITY</u>		
Business Line of Credit (Commonwealth Bank, Australia)	<u>-</u>	<u>-</u>

YOUNG AUSTRALIA LEAGUE LTD
ACN 627 347 022

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2019

2019	2018
\$	\$

11. CONTINGENT LIABILITIES

Young Australia League (YAL) entered into an agreement with the Commonwealth Government in 2017 for a \$1 million grant to upgrade its Cairns facility to accommodate rural and remote Indigenous girls for 10 years. This was part of the *Kaziew Rangath* (a child's journey) Academy program. The Academy was unviable and the difficult decision was made to wind up the operation on or about May 2018. Arrangements were made such that all children enrolled in the Academy were adequately provided for. YAL's Cairns facility is in recovery phase and planning is underway to determine its future use. YAL is in breach of its agreement with the Commonwealth Government and has been served with a notice to remedy breach. Under the terms of the agreement, YAL is liable to repay the Commonwealth Government the \$1 million. YAL is in negotitaiton with the Commonwealth Government about the designated use of the facility.

12. EVENTS AFTER THE REPORTING DATE

There was no event between the reporting date and the date of signing this report, which would otherwise have materially affected the reporting figures.

YOUNG AUSTRALIA LEAGUE LTD
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NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2019

2019 2018
\$ \$

13. TRUST LIABILITIES AND RIGHT OF INDEMNITY

Liabilities of J.J “Boss” Simons Charitable Endowment Trust not recognised in the financial report of Young Australia League Ltd was:

Current Liabilities

Trade and Other Payable	8,591	3,227
Total current liabilities	8,591	3,227
Total liabilities	8,591	3,227

Rights of indemnity for liabilities incurred by Young Australia League Ltd (YAL) on behalf of J.J “Boss” Simons Charitable Endowment Trust not recognised in the financial report of YAL	8,591	3,227
	8,591	3,227

The assets of the trust, which lie behind the right of indemnity, are not directly available to meet any liabilities of YAL acting in its own right. The assets of the trust were sufficient to discharge all liabilities of the trust at 30 June 2019.

YOUNG AUSTRALIA LEAGUE LTD
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DETAILED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
<u>INCOME</u>		
Accommodation Income	421,499	224,434
Bus Hire	-	1,023
Food and Beverage	30,013	20,632
Miscellaneous	780	601
Room Hire - Conference	4,577	-
Tours	4,204	-
Total Income	461,073	246,690
<u>COST OF SALES</u>		
Camp Costs	45,429	41,719
Cleaning Products and Materials	523	119
Consumables and Room Supplies	10,958	6,252
Contract Labour	-	6,798
Kitchen Equipment & Cleaning	74	900
Online Booking Fees	23,337	-
Salary & Wages	238,115	356,521
Staff Training	-	3,029
Superannuation	19,848	29,401
Swimming Pool Supplies & Repairs	3,186	2,570
Total Cost of Sales	341,470	447,309
Gross Profit from Trading	119,603	(200,619)

YOUNG AUSTRALIA LEAGUE LTD
ACN 627 347 022

DETAILED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
<u>EXPENSES</u>		
Accountancy & Audit Fees	23,300	29,790
Accounts & Admin	19,350	6,473
Advertising	910	747
Awards/Service Recognition	-	1,240
Bank Charges	503	1,998
Borrowing Expense	-	60
Computer Consumables & Supplies	3,359	4,663
Consulting	15,302	14,033
Depreciation	106,440	92,072
Donations	-	250
Electricity	40,944	38,593
Equipment Hire - Photocopier	112	3,974
Equipment Replacement	3,575	4,699
Events	621	-
Garden	2,559	7,380
Honorarium	-	7,300
Insurance	23,167	30,913
Legal Fees	900	13,426
Management Fee – Investments	3,952	3,971
Marketing & Promotion	2,376	3,586
Merchant Fees	3,524	-
Miscellaneous Expenses	7,634	5,024
Motor Vehicle Expenses	724	4,786
Motor Vehicle Registration	-	3,678
Museum Facilities / Displays	-	1,028
Newspapers	-	175
Postage, Printing & Stationery	5,745	9,621
Rates & Taxes	14,347	17,465
Repairs & Maintenance	17,299	12,041
Security	453	566
Staff Amenities	760	6,588
Strata Levies – HQ	13,400	10,050
Subscriptions	909	1,527
Sundry Expense	237	13,454
Television Subscription	-	599

YOUNG AUSTRALIA LEAGUE LTD
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DETAILED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
Telephone, Internet and Fax	7,274	9,427
Training & Education	555	55
Travel & Entertainment	4,745	11,184
Uniforms	587	935
Water	268	253
Total Expenses	325,828	373,624

YOUNG AUSTRALIA LEAGUE LTD
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DETAILED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
<u>OTHER INCOME</u>		
Contribution from Council	-	39,015
Commission Received	-	48
Distribution Received	12,818	11,255
Dividend Received	38,838	12,889
Donations Received	-	25
Profit on Sale of Assets	-	282,365
Increase in Fair Value of Shares	17,978	14,253
Insurance Claim	-	2,226
Interest Received	530	4,012
Rent Received	-	16,159
Sundry Income	3,332	-
Total Other Income	73,495	382,247
 <u>OTHER EXPENSES</u>		
Assets Written Off	-	7,620
Interest Expense	1,259	2,153
Kaziew Rangath Marketing & Media Campaign	-	15,061
Kaziew Rangath Salary & Wages	-	81,771
Kaziew Rangath Superannuation	-	7,102
Kaziew Rangath Travel & Accommodation	-	15,123
Kaziew Rangath Staff Development	-	9,973
Kaziew Rangath Administration Costs	-	1,200
Kaziew Rangath Interest on Loan	2,121	4,667
Repairs & Maintenance Shop 4	-	505
School & Excursion Fees	-	99
Loss on Sale of Shares	30,692	-
Total Other Expenses	34,071	145,274
 SURPLUS/(DEFICIT)	(166,800)	(337,270)