

**INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
ABORIGINAL AND TORRES STRAIT ISLANDER CORPORATION
ABN: 73 413 550 324**

**FINANCIAL REPORT
FOR THE YEAR ENDED
30 JUNE 2016**

Directors' Report	1
Statement of Profit or Loss And Other Comprehensive Income	3
Statement of Financial Position	4
Statement of Changes in Equity	5
Statement of Cash Flows	6
Notes to the Financial Statements	7
Directors' Declaration	19
Auditor's Report	20
Detailed Profit and Loss Statement	21

**INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
ABORIGINAL AND TORRES STRAIT ISLANDER CORPORATION
ABN: 73 413 550 324**

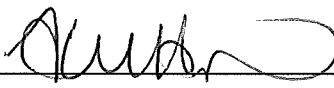
DIRECTORS' DECLARATION

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 1 to 18, 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 2016 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: _____
John Lockyer 

Director: _____
Karl Hampton 

Dated this 27th day of September 2016

**INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
ABORIGINAL AND TORRES STRAIT ISLANDER CORPORATION
ABN: 73 413 550 324**

DIRECTORS' REPORT

Your directors present their report on the company for the financial year ended 30 June 2016.

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

John Lockyer
Karl Hampton
Simon Fisher
Gilmore Johnstone
Bernard Namok (resigned 15/5/2016)
Daisy O'Byrne
Sylvia Tabua

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

The profit of the company for the financial year after providing for income tax amounted to \$28,537.

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 representing remote Indigenous broadcasting and media.

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 and no recommendation is made as to the dividends.

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.

**INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
ABORIGINAL AND TORRES STRAIT ISLANDER CORPORATION
ABN: 73 413 550 324**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2016**

	Note	2016 \$	2015 \$
Income			
Revenue	2	1,706,381.36	916,191.88
Other income	2	(371.67)	21,183.01
		1,706,009.69	937,374.89
Expenditure			
Accountancy expenses		(19,426.48)	(11,108.82)
Auditor's remuneration	3	(7,618.00)	(5,995.00)
Bad and doubtful debt expenses		-	(6,359.00)
Depreciation and amortisation expenses		(14,083.61)	(14,757.18)
Employee benefits expenses		(403,588.19)	(325,369.00)
Finance costs	4	-	(336.49)
Other expenses		(1,232,756.22)	(578,421.96)
		28,537.19	(4,972.56)
Profit (Loss) for the year	4	28,537.19	(4,972.56)
Total comprehensive income for the year		28,537.19	(4,972.56)

The accompanying notes form part of these financial statements.

**INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
 ABORIGINAL AND TORRES STRAIT ISLANDER CORPORATION
 ABN: 73 413 550 324**

**STATEMENT OF FINANCIAL POSITION
 AS AT 30 JUNE 2016**

	Note	2016 \$	2015 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	1,177,507.71	383,991.07
Trade and other receivables	6	624,919.90	104,095.27
TOTAL CURRENT ASSETS		<u>1,802,427.61</u>	<u>488,086.34</u>
NON-CURRENT ASSETS			
Property, plant and equipment	7	47,587.48	52,903.62
TOTAL NON-CURRENT ASSETS		<u>47,587.48</u>	<u>52,903.62</u>
TOTAL ASSETS		<u>1,850,015.09</u>	<u>540,989.96</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and Other Payables	8	301,188.53	138,919.76
Borrowings	9	15,848.29	13,933.27
Other current liabilities	10	1,459,398.41	327,245.97
TOTAL CURRENT LIABILITIES		<u>1,776,435.23</u>	<u>480,099.00</u>
NON-CURRENT LIABILITIES			
Borrowings	9	-	15,848.29
TOTAL NON-CURRENT LIABILITIES		<u>-</u>	<u>15,848.29</u>
TOTAL LIABILITIES		<u>1,776,435.23</u>	<u>495,947.29</u>
NET ASSETS		<u>73,579.86</u>	<u>45,042.67</u>
EQUITY			
Retained earnings	11	73,579.86	45,042.67
TOTAL EQUITY		<u>73,579.86</u>	<u>45,042.67</u>

The accompanying notes form part of these financial statements.

**INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
ABORIGINAL AND TORRES STRAIT ISLANDER CORPORATION
ABN: 73 413 550 324**

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2016**

	Note	Retained earnings \$	Total \$
Balance at 1 July 2014		50,015	50,015
Profit attributable to the company		<u>(4,973)</u>	<u>(4,973)</u>
Balance at 30 June 2015		45,043	45,043
Profit attributable to the company		<u>28,537</u>	<u>28,537</u>
Balance at 30 June 2016		<u>73,580</u>	<u>73,580</u>

The accompanying notes form part of these financial statements.

**INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
ABORIGINAL AND TORRES STRAIT ISLANDER CORPORATION
ABN: 73 413 550 324**

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2016**

	2016	2015
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from activities	128,186.26	222,610.51
Employment costs	(372,662.43)	(333,510.87)
Receipts from government and other grants	2,211,469.81	832,677.00
Interest received	9.09	0.27
Receipts from asset sales	-	22,381.19
General administration expenses and direct expenses	(1,164,346.95)	(515,215.58)
Net cash provided by operating activities	12 <u>802,655.78</u>	<u>228,942.52</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for plant and equipment	(9,139.14)	(60,539.26)
Net cash used in investing activities	<u>(9,139.14)</u>	<u>(60,539.26)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from borrowings	-	42,031.21
Repayment of borrowings	-	(12,249.65)
Net cash provided by financing activities	<u>-</u>	<u>29,781.56</u>
Net increase in cash held	793,516.64	198,184.82
Cash at beginning of financial year	383,991.07	185,806.25
Cash at end of financial year	5 <u>1,177,507.71</u>	<u>383,991.07</u>

The accompanying notes form part of these financial statements.

**INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
ABORIGINAL AND TORRES STRAIT ISLANDER CORPORATION
ABN: 73 413 550 324**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

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 Indigenous Remote Communications Association as an individual entity. Indigenous Remote Communications Association 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.

Income Tax

The Corporation is endorsed as a Public Benevolent Institution and is Income Tax Exempt under the provisions of Division 50 of the Income Tax Assessment Act 1997.

Property, Plant and Equipment

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

Plant and equipment

Plant and equipment are measured using the cost model.

**INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
ABORIGINAL AND TORRES STRAIT ISLANDER CORPORATION
ABN: 73 413 550 324**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

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.

Leases

Lease payments for operating leases, where substantially all of the risks and benefits remain with the lessor, are charged as expenses on a straight line basis over the life of the lease term.

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, except for goodwill.

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.

**INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
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ABN: 73 413 550 324**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

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.

Interest revenue

Interest revenue is recognised using the effective interest rate method.

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.

Borrowing Costs

All borrowing costs are recognised as an expense in the period in which they are incurred.

Goods and Services Tax (GST)

Revenues, 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 statement of financial position.

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

**INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
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ABN: 73 413 550 324**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

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.

**INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
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ABN: 73 413 550 324**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

	2016	2015
	\$	\$
<hr/>		
2 Revenue and Other Income		
Revenue		
Sales revenue:		
Rendering of services	162,462.27	134,069.75
Other revenue:		
Interest received	9.09	0.27
Other revenue	1,543,910.00	782,121.86
	<u>1,543,919.09</u>	<u>782,122.13</u>
Total revenue	<u>1,706,381.36</u>	<u>916,191.88</u>
Other income		
Profit on Sale of Non-current Assets	-	22,381.19
Loss on Sale of Non-current Assets	(371.67)	(1,198.18)
Total other income	<u>(371.67)</u>	<u>21,183.01</u>
Interest revenue from:		
Interest Received	<u>9.09</u>	<u>0.27</u>
Total interest revenue on financial assets not at fair value through profit or loss	<u>9.09</u>	<u>0.27</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

	2016 \$	2015 \$
Other revenue from:		
Recoveries & Reimbursements	7,727.94	41,479.91
Other Revenue	3,156.00	5,281.98
Grants Expended		
DPM&C, National Jobs Package	56,634.00	55,563.00
DPM&C, IRCA Operational Support	350,000.00	406,114.00
MFTA, Indigitube Creative Industries Portal	50,000.00	50,000.00
DPM&C, Remote Media Festival	-	100,000.00
DPM&C, RIMF Travel	15,000.00	-
DPM&C, Remote Schools Attendance Project	228,909.00	16,091.00
DPM&C, RIBS Audit	-	28,623.72
Community Broadcasting Foundation, Community TV Awards	5,000.00	5,000.00
Community Broadcasting Foundation, Remote Media Festival	50,000.00	40,000.00
Community Broadcasting Foundation, Remote Media Audience Sur	5,273.25	-
Community Broadcasting Foundation, CODEC Upgrades	50,000.00	-
Arts NT, Workshop Program	20,000.00	-
NT Dept. of Business, Business Review	4,545.45	-
NT Dept. of Business, RIMF Skills Workshops	30,000.00	-
WA Dept. of Regional Development, Ng Media Operations	96,000.00	-
WA Dept. of Regional Development, Ng Regional Training	386,537.54	-
Screen Territory, Remote Media Festival	10,000.00	-
Screen Queensland, Touring Film Festival	-	6,000.00
Dept. of Foreign Affairs & Trade, UNESCO Archive Workshops	2,031.75	17,968.25
Screen Australia, Travel Grants - Remote Media Festival	10,000.00	10,000.00
Telstra, IndigiMOB	163,095.07	-
	<u>1,533,026.06</u>	<u>735,359.97</u>
Total other revenue	<u>1,543,910.00</u>	<u>782,121.86</u>

**INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
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ABN: 73 413 550 324**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

	2016	2015
	\$	\$
3 Auditor's Remuneration		
Auditor's Remuneration		
Accounting Standards	<u>7,618.00</u>	<u>5,995.00</u>
4 Profit for the year		
Profit before income tax from continuing operations includes the following specific expenses:		
Expenses		
Borrowing Costs	-	<u>336.49</u>
Total finance costs	<u>-</u>	<u>336.49</u>
Depreciation of property, plant and equipment	14,083.61	14,757.18
Bad Debts Written Off	-	<u>6,359.00</u>
Total bad and doubtful debts	<u>-</u>	<u>6,359.00</u>
Revenue and Other Income		
Profit on Sale of Non-current Assets	-	22,381.19
Loss on Sale of Non-current Assets	<u>(371.67)</u>	<u>(1,198.18)</u>
	<u>(371.67)</u>	<u>21,183.01</u>
5 Cash and Cash Equivalents		
B4B Alliance Funds	1,802.10	120.00
Petty Cash Float	125.70	(24.30)
Cash at Bank	1,160,316.67	378,969.29
Debit Card	3,954.15	4,926.08
Cash at Bank, Trust Account	11,309.09	-
	<u>1,177,507.71</u>	<u>383,991.07</u>
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	<u>1,177,507.71</u>	<u>383,991.07</u>
	<u>1,177,507.71</u>	<u>383,991.07</u>

**INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
 ABORIGINAL AND TORRES STRAIT ISLANDER CORPORATION
 ABN: 73 413 550 324**

**NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2016**

	2016	2015
	\$	\$
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6 Trade and Other Receivables		
Current		
Trade Debtors	586,148.44	87,279.80
Input Tax Credits	35,537.60	14,380.62
Other Debtors	3,233.86	2,434.85
	624,919.90	104,095.27

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short term nature of the balances.

7 Property, Plant and Equipment

PLANT AND EQUIPMENT

Plant and Equipment:

At cost	97,473.00	93,392.73
Accumulated depreciation	(49,885.52)	(40,489.11)
Total Plant and Equipment	47,587.48	52,903.62

**INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
ABORIGINAL AND TORRES STRAIT ISLANDER CORPORATION
ABN: 73 413 550 324**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

	2016 \$	2015 \$			
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	Motor Vehicles	Office Furniture & Equipment	Communication s & Production Equipment	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2014	-	-	6,301.96	2,017.76	8,319.72
Additions	-	60,539.26	-	-	60,539.26
Disposals	-	-	(658.18)	-	(658.18)
Depreciation expense	-	(12,108.00)	(1,579.18)	(1,610.00)	(15,297.18)
Balance at 30 June 2015	-	48,431.26	4,064.60	407.76	52,903.62
Additions	-	-	9,139.14	-	9,139.14
Disposals	-	-	(371.67)	-	(371.67)
Depreciation expense	-	(12,108.00)	(1,567.85)	(407.76)	(14,083.61)
Carrying amount at 30 June 2016	-	36,323.26	11,264.22	-	47,587.48

8 Trade and Other Payables

Current

Trade Creditors	21,925.90	16,265.93
Other Creditors and Payables	5,000.00	5,000.00
Funds Held, B4B Alliance	72,649.17	35,432.20
Accrued Superannuation	4,712.71	936.10
GST Payable	134,204.18	45,738.11
Amounts Withheld	7,244.11	1,816.12
Provision for Holiday Pay	55,452.46	33,731.30
	301,188.53	138,919.76

All amounts are short term and the carrying values are considered to be a reasonable approximation of fair value

**INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
ABORIGINAL AND TORRES STRAIT ISLANDER CORPORATION
ABN: 73 413 550 324**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

	2016 \$	2015 \$
9 Borrowings		
Current		
Toyota Finance	<u>15,848.29</u>	<u>13,933.27</u>
Non-Current		
Toyota Finance	<u>-</u>	<u>15,848.29</u>
 Total borrowings	6 <u>15,848.29</u> 6	<u>29,781.56</u>
 10 Other Liabilities		
Current		
Income in Advance	16,145.27	61,305.22
Unexpended Grants		
DPM&C, IRCA Operational Support	164,159.00	-
DPM&C, Attendance in Remote Schools Project	-	228,909.00
Community Broadcasting Foundation, Remote Audience Survey	19,726.75	25,000.00
Community Broadcasting Foundation, Training	10,000.00	-
Community Broadcasting Foundation, Transmission Special Project	19,000.00	-
Community Broadcasting Foundation, Remote Festival Travel	50,000.00	-
WA Dept. of Regional Development, Ng Regional Training	83,462.46	-
Screen Territory, Remote Media Festival	-	10,000.00
Dept. of Foreign Affairs & Trade, UNESCO Archive Workshops	-	2,031.75
Telstra, IndigiMOB	<u>1,096,904.93</u>	<u>-</u>
	<u>1,443,253.14</u>	<u>265,940.75</u>
	<u>1,459,398.41</u>	<u>327,245.97</u>

**INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
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ABN: 73 413 550 324**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

	2016	2015
	\$	\$
11 Retained Earnings		
Retained earnings at the beginning of the financial year	45,042.67	50,015.23
Net profit (Net loss) attributable to members of the company	<u>28,537.19</u>	<u>(4,972.56)</u>
Retained earnings at the end of the financial year	<u>73,579.86</u>	<u>45,042.67</u>
12 Cash Flow Information		
Reconciliation of Cash Flow from Operations with Profit after Income Tax		
Profit (Loss) after income tax	28,537.19	(4,972.56)
Non-cash flows in profit		
Loss on sale of non-current assets	371.67	1,198.18
Depreciation	14,083.61	14,757.18
Changes in assets and liabilities, net of the effects of purchase and disposals of subsidiaries		
(Increase) Decrease in current receivables	(520,824.63)	(16,727.54)
(Increase) Decrease in prepayments	-	22,020.51
Increase (Decrease) in trade creditors	5,659.97	13,388.27
Increase (Decrease) in other creditors	120,954.37	34,846.47
Increase (Decrease) in current provisions	21,721.16	5,809.76
Increase (Decrease) in income in advance	(45,159.95)	61,305.22
Increase (Decrease) in unexpended grants	<u>1,177,312.39</u>	<u>97,317.03</u>
	<u>802,655.78</u>	<u>228,942.52</u>

13 Risk Management

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

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 speculate in financial assets.

The company does not have any derivative instruments at 30 June 2016.

**INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
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ABN: 73 413 550 324**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

	2016	2015
	\$	\$

Objectives, Policies and Processes

Risk management is carried out by the company's management under the delegated power from the Board of Directors. The Manager has primary responsibility for the development of relevant policies and procedures to mitigate the risk exposure of the company, these policies and procedures are then approved by the Directors and tabled at the board meeting following their approval.

Reports are presented at Board meetings regarding the implementation of these policies and any risk exposure which management believes the Board should be aware of.

Specific information regarding the mitigation of each financial risk to which company is exposed is provided below.

The company does not hold any financial assets with terms that have been renegotiated, but which would otherwise be past due or impaired.

The other classes of receivables do not contain impaired assets.

14 Company Details

The registered office of the company is:

Indigenous Remote Communications Association
Aboriginal and Torres Strait Islander Corporation

2/70 Elder Street, Alice Springs, NT

The principal place of business is:

2/70 Elder Street, Alice Springs, NT

**INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
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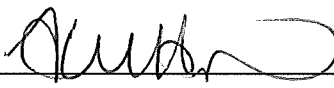
DIRECTORS' DECLARATION

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 1 to 18, 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 2016 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: _____
John Lockyer 

Director: _____
Karl Hampton 

Dated this 27th day of September 2016

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
ABORIGINAL AND TORRES STRAIT ISLANDER CORPORATION
ABN: 73 413 550 324**

Scope

I have audited the financial report as set out on pages 1 to 19 of Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation for the financial year ended 30 June 2016. The company's directors are responsible for the financial report. I have conducted an independent audit of the financial report in order to express an opinion on it to the members of the company.

My audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance whether the financial report is free of material misstatement. My procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of accounting policies and significant accounting estimates.

These procedures have been undertaken to form an opinion whether, in all material respects, the financial report is presented fairly in accordance with Australian Accounting Standards and other mandatory professional reporting requirements in Australia and statutory requirements so as to present a view which is consistent with my understanding of the company's financial position, and performance as represented by the results of its operations and its cash flows.

The audit opinion expressed in this report has been formed on the above basis.

Independence


In conducting my audit, I followed applicable independence requirements of Australian professional ethical pronouncements and the Corporations (Aboriginal & Torres Strait Islander) Act 2006.

Audit Opinion

In my opinion, the financial statements of Indigenous Remote Communications Association Aboriginal and Torres Strait Islander Corporation is in accordance with:

- (a) the Corporations (Aboriginal & Torres Strait Islander) Act 2006, including:
 - (i) giving a true and fair view of the company's financial position as at the year ended 30 June 2016 and of their performance for the year ended on that date; and
 - (ii) complying with Australian Accounting Standards in Australia; and
- (b) other mandatory professional reporting requirements

Name of Firm: Brian Tucker Accounting

Name of Principal: 

Brian Tucker CPA

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

Dated this 7th day of September 2016

**INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
ABORIGINAL AND TORRES STRAIT ISLANDER CORPORATION
ABN: 73 413 550 324**

**PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2016**

	2016	2015
	\$	\$
INCOME		
Auspice, Administration & Management Fees	-	34,186.78
Sponsorship	73,400.18	21,825.45
Festival Registrations, Accommodation & Catering	59,639.09	72,288.25
Training Income	6,859.00	5,769.27
Professional Fees	22,564.00	-
	<u>162,462.27</u>	<u>134,069.75</u>

The accompanying notes form part of these financial statements.

**INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
ABORIGINAL AND TORRES STRAIT ISLANDER CORPORATION
ABN: 73 413 550 324**

**PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2016**

	2016 \$	2015 \$
OTHER INCOME		
Interest Received	9.09	0.27
Recoveries & Reimbursements	7,727.94	41,479.91
Other Revenue	3,156.00	5,281.98
Grants Expended		
DPM&C, National Jobs Package	56,634.00	55,563.00
DPM&C, IRCA Operational Support	350,000.00	406,114.00
MFTA, Indigitube Creative Industries Portal	50,000.00	50,000.00
DPM&C, Remote Media Festival	-	100,000.00
DPM&C, RIMF Travel	15,000.00	-
DPM&C, Remote Schools Attendance Project	228,909.00	16,091.00
DPM&C, RIBS Audit	-	28,623.72
Community Broadcasting Foundation, Community TV Awards	5,000.00	5,000.00
Community Broadcasting Foundation, Remote Media Festival	50,000.00	40,000.00
Community Broadcasting Foundation, Remote Media Audience Sur	5,273.25	-
Community Broadcasting Foundation, CODEC Upgrades	50,000.00	-
Arts NT, Workshop Program	20,000.00	-
NT Dept. of Business, Business Review	4,545.45	-
NT Dept. of Business, RIMF Skills Workshops	30,000.00	-
WA Dept. of Regional Development, Ng Media Operations	96,000.00	-
WA Dept. of Regional Development, Ng Regional Training	386,537.54	-
Screen Territory, Remote Media Festival	10,000.00	-
Screen Queensland, Touring Film Festival	-	6,000.00
Dept. of Foreign Affairs & Trade, UNESCO Archive Workshops	2,031.75	17,968.25
Screen Australia, Travel Grants - Remote Media Festival	10,000.00	10,000.00
Telstra, IndigiMOB	163,095.07	-
	1,533,026.06	735,359.97
Profit on Sale of Non-current Assets	-	22,381.19
Loss on Sale of Non-current Assets	(371.67)	(1,198.18)
	1,543,547.42	803,305.14
	1,706,009.69	937,374.89

The accompanying notes form part of these financial statements.

**INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
ABORIGINAL AND TORRES STRAIT ISLANDER CORPORATION
ABN: 73 413 550 324**

**PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2016**

	2016	2015
	\$	\$
EXPENSES		
Accounting & Bookkeeping Services	19,426.48	11,108.82
Administration Costs	-	8,011.36
Awards & Prizes	5,936.36	5,000.00
Auditor's Remuneration	7,618.00	5,995.00
Bad Debts Written Off	-	6,359.00
Bank Charges	159.20	316.80
Borrowing Costs	-	336.49
Cleaning	3,640.82	8,155.41
Computer & Production Consumables, Software & Supplies	28,077.16	5,987.02
Consultants, Contractors & Other Outsourced Services	312,442.09	100,468.96
Depreciation	14,083.61	14,757.18
Electricity	7,464.14	9,739.08
Email, Internet & Website	25,148.80	11,127.52
Equipment & Installation Outlays	50,000.10	17,973.00
Festival Expenses	94,586.30	68,493.32
General Supplies & Expenses	6,204.84	6,083.80
Hire & Rental of Equipment & Facilities	6,614.18	18,008.44
Holiday Pay, Movement in Provision	21,721.16	5,809.76
Insurance	9,283.60	3,101.33
Interest Paid	2,867.09	4,550.71
Meetings & Seminars	17,096.38	38,951.93
Marketing & Promotions	24,830.09	16,922.02
Motor Vehicle Expenses	14,590.25	2,382.80
Operation Support & Outlays, Ng Media	187,873.42	-
Postage & Freight	3,978.19	2,102.76
Printing, Stationery & Office Supplies	8,004.38	5,274.77
Production Costs	16,018.00	18,821.52
Prior Period Transactions	751.83	-
Radio Campaign	200,665.00	-
Rent	29,026.76	37,166.78
Repairs & Maintenance	15,951.67	3,612.63
Staff Recruitment & Relocation	1,346.47	1,755.62
Subscriptions	5,225.86	6,239.73
Sundry Expenses	45.45	-
Superannuation Contributions	39,011.23	27,741.89
Telephone	14,596.56	8,694.67
Travelling Expenses	132,743.05	161,370.98

The accompanying notes form part of these financial statements.

**INDIGENOUS REMOTE COMMUNICATIONS ASSOCIATION
ABORIGINAL AND TORRES STRAIT ISLANDER CORPORATION
ABN: 73 413 550 324**

**PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2016**

	2016	2015
	\$	\$
Wages	342,855.80	291,817.35
Workshops, Training and Professional Development	<u>7,588.18</u>	<u>8,109.00</u>
	1,677,472.50	942,347.45
Profit (Loss) before income tax	<u>28,537.19</u>	<u>(4,972.56)</u>

The accompanying notes form part of these financial statements.