

Cape York Natural Resource Management Ltd

89 146 770 167

Financial Statements

For the Year Ended 30 June 2017

Cape York Natural Resource Management Ltd

89 146 770 167

Contents

For the Year Ended 30 June 2017

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Cape York Natural Resource Management Ltd

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Directors' Report

30 June 2017

The directors present their report on Cape York Natural Resource Management Ltd for the financial year ended 30 June 2017.

1. General information

Information on directors

The names of each person who has been a director during the year and to the date of this report are:

Dale Motlop

Role

Director Indigenous Sector Zone 1

Experience

Dale has demonstrated a long time commitment to the management of land and sea country and is a Senior Ranger with the Apudthama Rangers. Dale is from the Angamuthi Clan and a resident of Injinoo. Retired 10 October 2016

Joseph Elu

Role

Director Indigenous Sector Zone 1

Experience

In July 2016 Joseph Elu was re-elected for the sixth term to the TSRA Board for Seisia. His previous terms on the TSRA Board were 1994-1997, 1997-2000, 2000-2004, 2008-2012 and 2012-2016. At the inaugural meeting of the new TSRA Board in September 2016, Joseph was elected as the TSRA Portfolio Member for Economic Development. Joseph is the Divisional Councillor for Seisia on the Northern Peninsula Area Regional Council. He is the Chairperson of Seisia Enterprises Pty Ltd and Seisia Community Torres Strait Islander Corporation. In 2017 Joseph was appointed the Deputy Chairperson of the Indigenous Land Council (ILC). Joseph was the Chairperson for Indigenous Business Australia (IBA) (formerly known as the Aboriginal and Torres Strait Islander Commercial Development Corporation) for 12 years. In 2008 he was made an Officer of the Order of Australia and awarded the NAIDOC Lifetime Achievement Award. In 2001 and in 2012 he was awarded the Centenary Medal. During his career, Joseph has been an influential leader in Torres Strait Islander and Aboriginal affairs and Indigenous economic development. With 21 years experience as Council Chairman for Seisia, Joseph has been instrumental in assisting Indigenous people throughout Australia to develop sustainable economic enterprises. Commenced 21 December 2016

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Directors' Report

30 June 2017

1. General information

Information on directors

Sandra Woosup

Role

Director Indigenous Sector Zone 1

Experience

Sandra lives in Injinoo and is a director on Angkamuthi Tribal Aboriginal Corporation and the chair of Apudthama Land Trust. She is a coordinator of the Injinoo Indigenous Knowledge Centre. Sandra is a director in the Northern Peninsula Area Justice Group representing the NPA, and is also a shareholder representative for her clan, the Angkamuthi Clan group, on the Ely Bauxite Mine Beneficiaries Trust. Sandra is also a director on the Ely Trust Board of Directors.

Sandra is a mother of five and an active member of her Clan, who believes in working together in unity with all the clan groups of the NPA to build a strong Apudthama Land Trust to manage and protect cultural values and other heritage of the Aboriginal people of the four clan groups. The Angkamuthi, Atambya, Gudang and Yadhaykama are all separate clan groups in their own right, who don't speak for other clans.

Sandra has a passion to see language and culture of the NPA maintained and practiced, as people were deprived from using their language in the past.

Pauline Smith

Role

Director Indigenous Sector Zone 2

Experience

Pauline Smith is a local government Councillor at Mapoon Aboriginal Shire Council, where she has responsibility for various Portfolios, including: Land and Sea Program, DOGIT Trustee, Ely Coordinating Committee and Social Events. Pauline has been a Councillor since 2012. Prior to this, Pauline worked for Mapoon Aboriginal Shire Council as the Finance Officer between 2007 and 2011. She is a Director for Old Mapoon Aboriginal Corporation, and helped to establish the corporation. Pauline has managed OMAC Indigenous Carbon Farming Initiative and the Mapoon Land and Sea and is very involved with Mapoon Aboriginal Shire Council's Land and Sea portfolio. She represents Land and Sea at local, regional and state meetings, and advises on Land Sea matters, including Cultural Heritage.

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Directors' Report

30 June 2017

1. General information

Information on directors

Marilyn Kepple

Role

Director Indigenous Sector Zone 3

Experience

Marilyn resides within Zone 3 and is currently employed with the Royal Flying Doctor Service in Coen as the Narrative Counsellor/Community Development Consultant, where she develops cultural programs for clients and also interactive reading with children at the Coen kindergarten and school. Her background includes developing cultural training, facilitation, counselling and meditation. Marilyn has completed a Diploma in Narrative Approaches for Aboriginal People and has received appreciation for valued contribution for cultural knowledge from the Cape York Aboriginal Academy. Marilyn is looking forward to the challenge of being on the NRM Board, and hopes to be a voice for the families who live in Zone 3. Marilyn hopes to help wherever she can, looking at holistic approaches to achieve better outcomes for family and community members.

Retired 4 November 2016

Mikayla Down

Role

Director Indigenous Sector Zone 3

Experience

Mikayla Down lives in Coen within the Zone 3 Indigenous Sector, and is a Traditional Owner of Lama Lama Country. At the time of her appointment to the Board of Directors of Cape York NRM, Mikayla was also a member of Yintjingga Aboriginal Corporation, Lama Lama Land Trust and Rinyirru (Lakefield National Park) Land Trust. In 2016 Mikayla was appointed as the Engagement, Communications and Planning Officer for Yintjingga Aboriginal Corporation and holds a Certificate III in Conservation and Land Management. Since 2012 Mikayla held the position of Casual Ranger and then Engagement and Education Officer for Yintjingga Aboriginal Corporation prior to her appointment as Engagement, Communications and Planning Officer for Yintjingga Aboriginal Corporation. After high school in 2010, Mikayla studied dancing and completed two years at NAISDA Dance College, and holds a Certificate III in Careers in Dance.

Commenced 21 December 2016

Shane Gibson

Role

Director Indigenous Sector Zone 4

Experience

Shane Gibson resides within Zone 4 at Hopevale. Shane has extensive experience working across a range of roles in his community including policing, community development and youth work. He has a strong volunteering ethic, including as a member of the State Emergency Services and Rural Fire Brigade as Fire Warden for Hopevale. Shane has completed extensive training including Governance, Certificate IV in Community Development, Certificate III in Mental Health First Aid and Public Safety (Police Liaison Officer).

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Directors' Report

30 June 2017

1. General information

Information on directors

Desmond Tayley

Role

Director of Local Government

Experience

Desmond has been reappointed as Mayor of Wujal Wujal, and was a Director of Cape York's inaugural Board (Indigenous Sector Zone 4). During his term he made significant contribution to its establishment and Board and Operational linkages to the Region's Traditional Owners.

Barry Lyon

Role

Director of Conservation Sector

Experience

Barry is the Ranger in Charge of the Steve Irwin Wildlife Reserve in northern Cape York. Formerly a district ranger for southern Cape York with the Queensland Department of Environment, he has worked as Ranger-in-Charge on numerous Cape York National Parks dating back to 1979. Five years were spent operating Lyon's Bush Guides Service, an eco-tourism business showcasing Cape York's Wildlife and Landscapes to tourists via bush safaris, and guiding film and documentary crews. Barry has written numerous articles for various publications on natural history and outdoor recreational subjects and is a regular contributor to the Western Cape Bulletin. Barry has been pivotal in the establishment of the Wenlock Catchment Management Group and in Conservation meetings across Cape York.

Retired 4 May 2017

Emma Jackson

Role

Director of Primary Industries

Experience

Emma arrived to Cape York over ten years ago and has since married a Cape York cattleman and brought four children into the world. Originally a psychologist, Emma has since become a teacher and does regular work in Weipa or around Cape York just to stay informed with the educational world, as she teaches her children at home, as well completing business responsibilities. The Jacksons have been at Wolverton Station for over forty-six years with Emma's father-in-law sitting on council before retiring. Emma enjoys participating in committees for the long term benefit of the Cape and has been involved in Cape York Sustainable Futures, Coen Chamber of Commerce and is currently secretary for Cape York Live Export Group. Emma contributed to the establishment of the Cape York NRM organisation through participating in the steering committee with other current board members.

Emma is a qualified personal trainer and health and fitness instructor and has recently completed her first marathon to raise awareness of, and support for Cystic Fibrosis. Currently, Emma is pursuing further studies through the University of Queensland in Agricultural Science, through a scholarship. Emma sees herself committed to the Cape for the next thirty years and intends on working hard to ensure she sees a sustainable future for her children. It is her home, her world, her life and she loves it.

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Directors' Report

30 June 2017

1. General information

Information on directors

John Charlton

Role

Director of Tourism, Small Business, Mining and Other Industries Sector

Experience

John Charlton has been living on Cape York and operating Cape York Adventures at Seisia since 1996, operating vessels catering for self-drive tourist, fly in tourist, fishing, trips, sightseeing, Thursday and Horn Island day trips and general boat charters. Born and bred in Sydney, he studied Applied Science, Ecology through Canberra College of Advanced Education in the late 1970s. During the 80s, John travelled widely throughout Northern Australia, working in mining, building and commercial fishing industries. John studied wildlife, fire and park management and ecology and is a licenced tradesperson (Carpentary), holds his Coxswain certificate and is a QLD transport Accredited Operator.

John has a passion for Cape York and a desire to contribute to the future of the Cape. Living and working in Far North Queensland, Josh is aware of the challenges for businesses in the region and is keen to share and offer advice. He has been fortunate to witness the changes of Cape York since 1980, including the improvements of roads, infrastructure, National Parks and the popularity of 4WDs and growth of outdoor activities and the demographic of Cape visitors. John is aware of the relevance of the traditional owners and the need for development that won't compromise the Cape. John sees the need to work with all walks of life and be prepared to comprise. He is familiar with workings of committees and general governance and working towards achievable goals.

Jodi Hamilton

Role

Director of Community Sector

Experience

Jodi was raised and lives on Lachinvar Station via Coen, and her strong commitment to community is demonstrated via her involvement in organisations such as her local Rural Fire Brigade, Coen Advisory Committee, Coen Kindergarten Association, AGFORCE, Cape York Sustainable Futures and Cape York Alliance. Jodi completed formal qualification in Law and Commerce at JCU and has practised as an Accountant. She has also completed a Graduate Diploma in Teaching and Learning with the University of Southern Queensland.

Retired 10 October 2016

Trevor Meldrum

Role

Director of Community Sector

Experience

Trevor Meldrum is a long term Cooktown resident with an active interest in his community. Trevor has worked in a variety of environmental and natural resource management roles during his working life, with a strong focus on pest and weed management. Trevor holds an International Agricultural Diploma from International Agricultural Exchange Association in Glasgow, and a Certificate in Animal Husbandry from Queensland Agricultural College. He has also undertaken numerous courses such as Conservation and Land Management Training, Environmental Project Management, Aerial and On-ground Environmental Scientific Surveys to name a few.

Commenced 11 October 2016

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Directors' Report

30 June 2017

1. General information

Information on directors

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

Principal activities

The principal activities of Cape York Natural Resource Management Ltd during the financial year was the implementation of the Draft Regional NRM plan and the Regional Investment Strategy.

No significant changes in the nature of the Company's activity occurred during the financial year.

Review of Operations

The profit for the company for the financial year amounted to \$1,088,783 (2016: \$350,558)

The results for the financial year reflect operations of the company with the continuance of the major programs. Costs are seen as reasonable and essential to the effective operation of the organisation to deliver the NRM programs expected from the grants provided.

Members' guarantee

Cape York Natural Resource Management Ltd is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each member and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$ 10.

2. Other items

Meetings of directors

During the financial year, 4 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
Dale Motlop	1	1
Joseph Elu	2	1
Sandra Woosup	4	1
Pauline Smith	4	4
Marilyn Kepple	2	2
Mikayla Down	2	2
Shane Gibson	4	3
Desmond Tayley	4	3
Barry Lyon	4	4
Emma Jackson	4	4
John Charlton	4	3
Jodi Hamilton	1	1

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Directors' Report
30 June 2017

Meetings of directors

Directors' Meetings	
Number eligible to attend	Number attended
Trevor Meldrum	3
	3

Auditor's independence declaration

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 30 June 2017 has been received and can be found on page 8 of the financial report.

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

Director: 
Emma Jackson

Director: 
Pauline Smith

Dated this 4th day of October 2017

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Auditor's Independence Declaration under Section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012 to the Directors of Cape York Natural Resource Management Ltd

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2017, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.



Crowe Horwath Audit Queensland



Donna Sinanian

Partner

Townsville

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The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is the Crowe Horwath external audit division. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

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Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2017

		2017	2016
	Note	\$	\$
Revenue	4	4,193,723	3,894,204
Employee benefits expense		(1,331,541)	(1,250,217)
Depreciation and amortisation expense	10(a)	(42,923)	(27,628)
Other Expenses		(1,730,476)	(2,265,800)
Profit before income tax		1,088,783	350,559
Income tax expense		-	-
Profit for the year		1,088,783	350,559

The accompanying notes form part of these financial statements.

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Statement of Financial Position

30 June 2017

	Note	2017 \$	2016 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	7	2,809,138	1,762,347
Trade and other receivables	8	18,996	140,857
Financial assets	9	10,000	10,000
TOTAL CURRENT ASSETS		<u>2,838,134</u>	<u>1,913,204</u>
NON-CURRENT ASSETS			
Property, plant and equipment	10	152,486	152,354
TOTAL NON-CURRENT ASSETS		<u>152,486</u>	<u>152,354</u>
TOTAL ASSETS		<u>2,990,620</u>	<u>2,065,558</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	11	131,444	318,509
Borrowings	12	12,978	12,977
Provisions	13	127,841	91,519
TOTAL CURRENT LIABILITIES		<u>272,263</u>	<u>423,005</u>
NON-CURRENT LIABILITIES			
Borrowings	12	22,843	35,821
TOTAL NON-CURRENT LIABILITIES		<u>22,843</u>	<u>35,821</u>
TOTAL LIABILITIES		<u>295,106</u>	<u>458,826</u>
NET ASSETS		<u>2,695,514</u>	<u>1,606,732</u>
EQUITY			
Retained earnings		2,695,514	1,606,731
TOTAL EQUITY		<u>2,695,514</u>	<u>1,606,731</u>

The accompanying notes form part of these financial statements.

Statement of Changes in Equity

For the Year Ended 30 June 2017

2017

	Retained Earnings	Total
	\$	\$
Balance at 1 July 2016	1,606,731	1,606,731
Surplus for the year	1,088,783	1,088,783
Balance at 30 June 2017	2,695,514	2,695,514

2016

	Retained Earnings	Total
	\$	\$
Balance at 1 July 2015	1,256,174	1,256,174
Surplus for the year	350,557	350,557
Transactions with owners in their capacity as owners		
Balance at 30 June 2016	1,606,731	1,606,731

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Statement of Cash Flows For the Year Ended 30 June 2017

	2017	2016
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	4,269,505	3,791,624
Payments to suppliers and employees	(3,184,873)	(3,587,628)
Interest received	28,903	22,469
Net cash provided by/(used in) operating activities	19 <u>1,113,535</u>	<u>226,465</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of property, plant & equipment	20,454	-
Purchase of property, plant & equipment	(74,221)	(53,613)
Net cash used by investing activities	<u>(53,767)</u>	<u>(53,613)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from borrowings	-	55,287
Repayment of borrowings	(12,978)	(6,489)
Net cash used by financing activities	<u>(12,978)</u>	<u>48,798</u>
Net increase/(decrease) in cash and cash equivalents held	1,046,790	221,650
Cash and cash equivalents at beginning of year	<u>1,762,347</u>	-
Cash and cash equivalents at end of financial year	7 <u><u>2,809,137</u></u>	<u><u>221,650</u></u>

The accompanying notes form part of these financial statements.

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Notes to the Financial Statements For the Year Ended 30 June 2017

The financial report covers Cape York Natural Resource Management Ltd as an individual entity. Cape York Natural Resource Management Ltd is a not-for-profit Company limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of Cape York Natural Resource Management Ltd is Australian dollars.

The financial report was authorised for issue by the Directors on the date of signing the directors report.

Comparatives are consistent with prior years, unless otherwise stated.

Amounts in the financial statements have been rounded off to the nearest dollar.

1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Reduced Disclosure Requirements and the Australia Charities and Not-for-profit Commission Act 2012. The company is a not-for-profit entity for financial purpose under Australia Accounting Standards.

The financial statements, except for cash flow information, have been prepared on an accruals basis and are based on historical costs, modified where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

2 Summary of Significant Accounting Policies

(a) Income Tax

No provision for income tax has been raised as the company operates solely as a not-for-profit company and accordingly is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(b) Revenue and other income

Non-reciprocal grant revenue is recognised in the statement of comprehensive income when the entity obtains controls of the grant and it is probable that economic benefits gained from the grant will flow to the Company and the amount of the grant can be measured reliably.

Interest revenue is recognised using the effective interest rate method.

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

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

(c) 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 payable 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.

Notes to the Financial Statements For the Year Ended 30 June 2017

2 Summary of Significant Accounting Policies

(c) Goods and services tax (GST)

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

(d) Property, plant and equipment

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

Plant and equipment

Plant and equipment are measured using the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to its estimated recoverable amount and impairment losses recognised either in profit or loss. A formal assessment of recoverable amounts are made when impairment indicators are present.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when its a probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are recognised as expenses in the statement of profit or loss in the financial period in which they are incurred.

Depreciation

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

The depreciation rates used for each class of depreciable asset are shown below:

Fixed asset class	Depreciation rate
Buildings	2%
Motor Vehicles	20 - 50%
Office Furniture & Equipment	10%

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

(e) 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 property, plant and equipment and investments. Where an indicator exists, the recoverable amount of any affected asset or group of assets, is estimated and compared with its carrying amount. The recoverable amount is higher of the asset's fair value less costs to sell and the present value of the asset's future cash flows discounted at the expected rate of return. Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Where the future economic benefits of the asset are not primarily dependent upon the asset's ability to generate net cash flows and when the entity would, if deprived of the asset, replace its remaining future economic benefit, value in use is determined as the depreciated replacement cost of the asset. Where an impairment loss on a revalued asset is identified, this is recognised against the revaluation surplus in respect of

Notes to the Financial Statements

For the Year Ended 30 June 2017

2 Summary of Significant Accounting Policies

(e) **Impairment of non-financial assets**

the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that class or asset.

(f) **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.

(g) **Employee benefits**

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Cashflows are discounted using market yields on high quality corporate bond rates incorporating bonds rated AAA or AA by credit agencies, with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

(h) **Trade and Other Payables**

Trade and other payables represent the liabilities for goods and services received by the company that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

3 Critical Accounting Estimates and Judgments

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances. These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

Key estimates

Depreciation on property, plant and equipment - Note 2(d) and Note 10

Impairment of property, plant and equipment - Note 2(d) and Note 10

Provision for long service leave - Note 2(g) and Note 13

4 Revenue and Other Income

2017	2016
\$	\$

Notes to the Financial Statements
For the Year Ended 30 June 2017

4 Revenue and Other Income

	2017	2016
	\$	\$
- Donations	5,779	5,036
- Consultancy Income	-	10,700
- Interest Received	28,903	22,469
- Rental Income	12,293	11,832
- Recoveries	-	604
- Fund Income	4,024,797	3,722,183
- Gain on Sale of asset	17,176	-
- Other revenue	104,774	121,381
	<u>4,193,722</u>	<u>3,894,205</u>

5 Key Management Personnel Remuneration

The totals of remuneration paid to the key management personnel of Cape York Natural Resource Management Ltd during the year are as follows:

	2017	2016
	\$	\$
Short-term employee benefits	239,814	236,080
Post-employment benefits	103,976	77,526
	<u>343,790</u>	<u>313,606</u>

6 Auditors' Remuneration

	2017	2016
	\$	\$
- Auditors Remuneration	16,567	19,750

7 Cash and Cash Equivalents

	2017	2016
	\$	\$
Cash on hand	1,000	-
Bank balances	2,808,138	1,762,347
Total Cash and Cash Equivalents	<u>2,809,138</u>	<u>1,762,347</u>

8 Trade and Other Receivables

	2017	2016
	\$	\$
CURRENT		
Trade receivables	18,996	140,857
Total current trade and other receivables	<u>18,996</u>	<u>140,857</u>

Notes to the Financial Statements
For the Year Ended 30 June 2017

9 Other Financial Assets

(a) Available-for-sale financial assets

CURRENT

Shares in unlisted companies	10,000	10,000
Current Available-for-sale financial assets	10,000	10,000

10 Property, plant and equipment

Buildings

At cost	-	30,800
Accumulated depreciation	-	(2,297)
Total buildings	-	28,503

PLANT AND EQUIPMENT

Furniture, fixtures and fittings

At cost	12,144	12,144
Accumulated depreciation	(5,764)	(4,550)
Total furniture, fixtures and fittings	6,380	7,594

Motor vehicles

At cost	253,272	182,330
Accumulated depreciation	(107,166)	(66,073)
Total motor vehicles	146,106	116,257

Total property, plant and equipment

152,486 152,354

(a) Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Buildings	Furniture, Fixtures and Fittings	Motor Vehicles	Total
	\$	\$	\$	\$
Year ended 30 June 2017				
Balance at 1 July 2016	28,503	7,593	116,257	152,353
Additions	-	-	74,221	74,221
Disposals	(27,887)	-	(3,279)	(31,166)
Depreciation Expense	(616)	(41,093)	(1,214)	(42,923)
Balance at the end of the year	-	(33,500)	185,985	152,485

Cape York Natural Resource Management Ltd

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Notes to the Financial Statements For the Year Ended 30 June 2017

11 Trade and Other Payables

	2017	2016
Note	\$	\$
Current		
Trade payables	50,436	136,322
Payroll Liabilities	-	4,124
GST payable	17,879	81,295
Accrued expenses	35,189	39,898
Other payables UD1	-	7,440
Withholding taxes payable	22,962	18,750
Other payables	4,978	30,680
	<u>131,444</u>	<u>318,509</u>

12 Borrowings

	2017	2016
	\$	\$
CURRENT		
Hilux 903WDE Loan	12,978	12,977
Total current borrowings	<u>12,978</u>	<u>12,977</u>

	2017	2016
	\$	\$
NON-CURRENT		
Hilux 903WDE Loan	22,843	35,821
	<u>22,843</u>	<u>35,821</u>
Total non-current borrowings	<u>22,843</u>	<u>35,821</u>

13 Provisions

	2017	2016
	\$	\$
CURRENT		
Provision for long service leave	52,720	33,801
Provision for annual leave	75,121	57,718
	<u>127,841</u>	<u>91,519</u>

14 Contingencies

In the opinion of the Directors, the Company did not have any contingencies at 30 June 2017 (30 June 2016:None).

Cape York Natural Resource Management Ltd

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Notes to the Financial Statements For the Year Ended 30 June 2017

15 Related Parties

(a) The Company's main related parties are as follows:

Key management personnel - refer to Note 5.

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

16 Events after the end of the Reporting Period

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.

17 Statutory Information

The registered office of and principal place of business of the company is:

Cape York Natural Resource Management Ltd
47-67 Maunds Road
Atherton QLD 4883

18 Members' Guarantee

The Company is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$ 10 each towards meeting any outstandings and obligations of the Company.

19 Cash Flow Information

(a) Reconciliation of cash

	2017	2016
	\$	\$
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:		
Cash and cash equivalents	2,809,138	1,762,347

Notes to the Financial Statements
For the Year Ended 30 June 2017

19 Cash Flow Information

(b) Reconciliation of result for the year to cashflows from operating activities

Reconciliation of net income to net cash provided by operating activities:

	2017	2016
	\$	\$
Profit for the year	1,088,782	350,557
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit:		
- depreciation	42,923	27,628
- net loss on disposal of property, plant and equipment	27,887	-
Changes in assets and liabilities:		
- decrease/(increase) in trade and other receivables	121,861	(80,111)
- Decrease in trade and other payables	(187,065)	(98,299)
- increase in employee benefits	36,322	26,690
Cashflows from operations	<u>1,130,710</u>	<u>226,465</u>

Cape York Natural Resource Management Ltd

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Directors' Declaration

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 9 to 20, are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and:
 - a. comply with Australian Accounting Standards - Reduced Disclosure Requirements; and
 - b. give a true and fair view of the financial position as at 30 June 2017 and of the performance for the year ended on that date of the Company.
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 
Emma Jackson

Director 
Pauline Smith

Dated this 4th day of October 2017

Cape York Natural Resource Management Limited

Independent Auditor's Report to the Directors of Cape York Natural Resource Management Limited

Opinion

We have audited the financial report of Cape York Natural Resource Management Limited (the Company), which comprises the statement of financial position as at 30 June 2017, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows 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 has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (a) giving a true and fair view of the Company's financial position as at 30 June 2017 and of its financial performance and cash flows for the year then ended; and
- (b) complying with Australian Accounting Standards – Reduced Disclosure Requirements and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Basis for Opinion

We conducted 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 Company in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Responsibilities of the 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 – Reduced Disclosure Requirements and the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) 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 ability of the Company 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.


Cape York Natural Resource Management Limited
Independent Auditor's Report to the Directors of Cape York Natural Resource Management Limited (Cont.)

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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: http://www.auasb.gov.au/auditors_files/ar3.pdf. This description forms part of our auditor's report.

CROWE HORWATH AUDIT QUEENSLAND



Donna Sinanian

Partner

Townsville, 05 / 10 / 2017.