

**NORTHERN RIVERS
SCREENWORKS INCORPORATED**

ABN 87 095 440 458

FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2014

NORTHERN RIVERS SCREENWORKS INCORPORATED

ABN 87 095 440 458

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NORTHERN RIVERS SCREENWORKS INCORPORATED

COMMITTEE REPORT

Your committee members submit the financial report of the Northern Rivers Screenworks Inc, for the financial year ended June 2014.

Committee Members

Lois Randall	Chair
Jaimee Skippon-Volke	Deputy Chair
Chris Benuad	Treasurer
Michael Balson	Secretary
Rosemary Whelan	Public Officer

Ordinary Members

Russell Burton
Deb Cox
Grayson Cooke

Principal Activities

The principal activities of the Association during the financial year was to foster and promote the development of screen and creative industries and a vibrant screen culture in the Northern Rivers Region of New South Wales.

Significant Changes

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

Operating result

The profit/(loss) after providing for income tax amounted to \$ 2,075

After Balance Date Events

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

Future Developments

The Association expects to maintain the present status for the next 12 months.

Environmental Regulation

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

Signed in accordance with a resolution of the Members Committee.



Dated this 30 day of SEP 2014

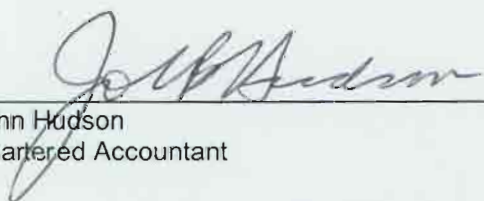
NORTHERN RIVERS SCREENWORKS INCORPORATED

AUDITORS INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF NORTHERN RIVERS SCREENWORKS INCORPORATED.

I declare that, to the best of my knowledge and beliefs, during the year ended 30 June 2014 there have been:

- (i) no contraventions of the auditor requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relating to the audit.

Hudson Accounting Services


John Hudson
Chartered Accountant

Dated at Bangalow this 30 Day of SEP 2014

NORTHERN RIVERS SCREENWORKS INCORPORATED

INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2014

	Note	2013	2014
		\$	\$
Revenue	2	182,202	181,422
Employee benefits expenses		(108,901)	(106,013)
Depreciation and amortisation expenses		(2,245)	(1,134)
Other expenses		(83,217)	(72,200)
		<hr/>	<hr/>
Profit/(loss) before income tax		(12,161)	2,075
Income tax expense		---	---
		<hr/>	<hr/>
Profit/(loss) from Operations		(12,161)	2,075
		<hr/> <hr/>	<hr/> <hr/>

The accompanying notes form part of these financial statements

NORTHERN RIVERS SCREENWORKS INCORPORATED

BALANCE SHEET AS AT 30 JUNE 2014

	Note	2013	2014
		\$	\$
ASSETS			
CURRENT ASSETS			
Cash and Cash Equivalents	6	121,429	125,978
Trade and Other Receivables	7	---	---
		-----	-----
TOTAL CURRENT ASSETS		121,429	125,978
		-----	-----
NON CURRENT ASSETS			
Property, Plant & Equipment	8	3,207	2,073
		-----	-----
TOTAL NON CURRENT ASSETS		3,207	2,073
		-----	-----
TOTAL ASSETS		124,636	128,051
		=====	=====
LIABILITIES			
CURRENT LIABILITIES			
Trade and Other Payables	9	---	---
Provisions	9	10,283	5,795
Current Tax Liabilities	10	5,606	11,481
		-----	-----
TOTAL CURRENT LIABILITIES		15,889	17,276
		-----	-----
TOTAL LIABILITIES		15,889	17,276
		-----	-----
NET ASSETS		108,747	110,775
		=====	=====
EQUITY			
Retained Earnings		108,747	110,775
		-----	-----
TOTAL EQUITY		108,747	110,775
		=====	=====

The accompanying notes form part of these financial statements

NORTHERN RIVERS SCREENWORKS INCORPORATED

STATEMENTS OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2014

	Retained Profits	Total
	\$	\$
Profit/Reserves attributed to members	9,322	9,322
Balance as 30 June 2012	120,422	120,422
Profit/Reserves attributed to members	(11,675)	(11,675)
Balance as 30 June 2013	108,747	108,747
Profit/Reserves attributed to members	2,028	2,028
Balance as 30 June 2014	110,775	110,775

The accompanying notes form part of these financial statements

NORTHERN RIVERS SCREENWORKS INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report that has been prepared in accordance with Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the requirements of the Associations Incorporation ACT NSW.

The financial report covers Northern Rivers Screenworks Inc. as an individual entity. Northern Rivers Screenworks Inc. is incorporated in New South Wales under the Associations Act 1981.

The financial report of Northern Rivers Screenworks Inc. as an individual entity complies with all Australian equivalents to International Financial Reporting Standards (AIFRS) in their entirety.

The following is a summary of the material accounting policies adopted by the Association in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non current assets, and financial assets and financial liabilities for which the fair value basis of accounting has been applied.

Accounting Policies

a Income Tax

In the committee's opinion the Association is exempt from income tax under Section 50-40 of the Income Tax Assessment Act 1997 as it is a non profit organisation.

b Property, Plant & Equipment

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

Plant & Equipment

Plant & Equipment are measured on the cost basis less depreciation and impairment losses.

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

The cost of fixed assets constructed within the Association includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Association and the cost of the item can be measured reliably. All other repair & maintenance are charged to the income statement during the financial period in which they occurred.

Depreciation

The depreciable amount of all fixed assets including building and capitalised lease assets, is depreciated on a straight line basis over their useful lives to the commencing from the time the assets is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rate
Office Equipment	20%

NORTHERN RIVERS SCREENWORKS INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The assets residual value and useful lives are reviewed and adjusted, if appropriate, at each balance date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains & Losses on disposals are determined by comparing proceeds with the carrying amount

These gains and losses are included in the income statement. When re-valued assets are sold, amounts included in the revaluation relating to that asset are transferred to retained earnings.

c **Financial Instruments**

Recognition

Financial instruments are initially measured at cost on trade date, which includes transaction costs, when related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

Financial Assets at fair value through profit and loss

A financial asset is classified in this category if acquired principally for the purpose of selling in the short-term or if so designated by management. Derivatives are also categorised as held for trading unless they are designated as hedges. Realised and unrealised gains and losses arising from changes in the fair value of these assets are included in the income statement in the period in which they arise.

Available for-sale financial assets

Available for-sale financial assets include any financial assets not included in the above categories. Available for-sale financial assets are reflected at fair value. Unrealised gains and losses arising from changes in fair value are taken directly to equity.

Financial Liabilities

Non-derivative financial liabilities are recognised at amortised cost, comprising original debt less principal payments and amortisation

Impairment

At each reporting date, the Association assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether impairment has arisen. Impairment losses are recognised in the income statement.

d. **Impairment of Assets**

At each reporting date, the Association reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

Where it is not possible to estimate the recoverable amount of the cash-generating unit to which the asset belongs.

e. **Employee Benefits**

Provision is made for the Association's liability for employment benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year have been measured at the present value of the estimated cash outflows to be made for those benefits.

NORTHERN RIVERS SCREENWORKS INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

f. Cash and cash equivalents

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

g Revenue

Revenue from the sale of goods is recognised upon the delivery of goods to customers.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Dividend revenue is recognised when the right to receive a dividend has been established.

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

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 Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

i Comparative Figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

Critical Accounting Estimates and Judgement

The committee members evaluate estimates and judgements incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Association

Key Estimates - Impairment

The Association assesses impairment at each reporting date by evaluating conditions specific to the Association that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined.

Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

The financial report was authorised for issue on 26 September 2014

NORTHERN RIVERS SCREENWORKS INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

NOTE 2: REVENUE

	2013	2014
	\$	\$
Sales revenue		
- Grant Funding	169,833	145,020
- Fee Income	3,666	5,927
- Interest Received	3,081	2,422
Other Income	5,622	28,053
	<hr/>	<hr/>
	182,202	181,422
	<hr/> <hr/>	<hr/> <hr/>

NOTE 3: PROFIT

	2013	2014
	\$	\$
a Expenses		
Salary and Wages	108,901	106,013
Rent	8,280	8,280
Audit Fees	2,945	3,285
Other Expenses	74,237	61,769
	<hr/>	<hr/>
	194,363	179,347
	<hr/> <hr/>	<hr/> <hr/>
b Significant Revenue and Expenses		
The following significant revenue and expense items are relevant in explaining the financial performance.		
Cost of events to promote activities of the Association	4,379	3,894
	<hr/>	<hr/>

NORTHERN RIVERS SCREENWORKS INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

NOTE 4: KEY MANAGEMENT PERSONNEL COMPENSATION

	Short-term Benefit	Post Employment Benefit	Total
2014			
Total Compensation	106,013	---	106,013
2013			
Total Compensation	108,901	---	108,937

	2013 \$	2014 \$
NOTE 5: AUDITORS' REMUNERATION		
Remuneration of the auditor of the Association for - Auditing or reviewing the financial report	2,945	3,285
	2013 \$	2014 \$
NOTE 6: CASH AND CASH EQUIVALENTS		
Cash on hand	---	163
Cash at bank	121,429	125,815
	121,429	125,978
	2013 \$	2014 \$
NOTE 7: TRADE AND OTHER RECEIVABLES		
CURRENT		
Trade Debtors	---	---
	2013 \$	2014 \$
NOTE 8: PROPERTY PLANT AND EQUIPMENT		
Office Equipment:		
At cost	15,896	15,896
Accumulated Depreciation	(13,618)	(14,429)
	2,278	1,467
Website:		
At Cost	13,501	13,501
Accumulated Depreciation	(13,501)	(13,501)
	---	---
Audio Equipment:		
At Cost	1,613	1,613
Accumulated Depreciation	(684)	(1,007)
	929	606

NORTHERN RIVERS SCREENWORKS INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

	3,207	2,073
Total Property, Plant and Equipment	3,207	2,073
 Movements in carrying amounts		
	Property, Plant and Equipment	Total
Balance at beginning of year	5,452	3,207
Additions	---	---
Disposals	---	---
Depreciation Expense	2,245	1,134
	3,207	2,073
Carrying amount at end of year	3,207	2,073

	2013	2014
NOTE 9: TRADE AND OTHER PAYABLES		
CURRENT		
Trade Payables	---	---
Short-term employee benefits	13,609	5,795
	13,609	5,795
	13,609	5,795

NOTE 10: TAX

CURRENT LIABILITIES

	2,294	11,481
ATO Payable	2,294	11,481

NOTE 11: CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There are no contingent liabilities or assets requiring disclosure in the Financial Statements

NOTE 12: EVENTS AFTER THE BALANCE SHEET DATE

There are no events which have occurred past the balance date which require disclosure in the Financial Statements.

NOTE 13: RELATED PARTY TRANSACTIONS

All transactions between related parties are on a normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

NOTE 14: FINANCIAL INSTRUMENTS

a Financial Risk Management

The Association's financial instruments consist solely of deposits with banks and accounts receivable and payable.

The Association does not have any derivative instruments at 30 June 2014.

i. Treasury Risk Management

The committee members meet on a regular basis to analyse interest rate exposure and to evaluate treasury strategies in the context of the most recent economic conditions and forecasts.

ii. Financial Risk

The main risks the Association is exposed to through its financial instruments are interest rate risk, liquidity risk and credit risk.

Interest rate risk

The Association does not currently have any debt and is therefore not exposed to interest rate risk on borrowings.

Foreign currency risk

The Association is not exposed to fluctuations in foreign currencies.

Liquidity risk

The Association manages liquidity risk by monitoring forecast cash flows and ensuring that adequate cash facilities are maintained.

Credit risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets, is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the balance sheet and notes to the financial statements

b Interest Rate Risk

The Association's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average rates on those financial assets and financial liabilities, is as follows:

	Weighted Average Effective Interest		Floating Interest rate		Non Interest Bearing		Total	
	2013 %	2014 %	2013 \$	2014 \$	2013 \$	2014 \$	2013 \$	2014 \$
Financial Assets								
Cash at Bank	----	----	121,429	125,978			121,429	125,978
Trade and other Receivables	----	----	----	----	----	----	----	----
Total Financial Assets			121,429	125,978			121,429	125,978
Financial Liabilities								
Trade and other Payables								

NORTHERN RIVERS SCREENWORKS INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

NOTE 15: ACCOUNTING POLICY AMENDMENTS

The following Australian Accounting Standards issued or amended and are applicable to the Association but not yet effective and have not been adopted in preparation of the financial statements at reporting date

Certain new accounting standards and interpretations have been published that are not mandatory for 30 June 2014 reporting periods. These are listed below:

Reference Title	Application date of Standard*	Application date for Group*
AASB 2009-5 Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project – The subject of amendments to the standards are set out below:		
• AASB 5 – Disclosures in relation to non-current assets (or disposal groups) classified as held for sale or discontinued operations		
• AASB 8 – Disclosure of information about segment assets		
• AASB 101 – Current/non-current classification of convertible instruments		
• AASB 107 – Classification of expenditures that does not give rise to an asset		
• AASB 117 – Classification of leases of land		
• AASB 118 – Determining whether an entity is acting as a principle or an agent		
• AASB 136 – Clarifying the unit of account for goodwill impairment test is not larger than an operating segment before aggregation		
• AASB 139 – Treating loan prepayment penalties as closely related embedded derivatives, and revising the scope exemption for forward contracts to enter into a business combination contract	1 January 2011	1 July 2011
AASB 2009-8 Amendments to Australian Accounting Standards – Group Cash-settled Share-based Payment Transactions [AASB 2]	1 January 2010	1 July 2010
AASB 2009-10 Amendments to Australian Accounting Standards – Classification of Rights Issues [AASB 132]	1 February 2010	1 July 2010
AASB 2010-3 Amendments to Australian Accounting Standards arising from the Annual Improvements Project [AASB 3, AASB 7, AASB 121, AASB 128, AASB 131, AASB 132 & AASB 139] Limits the scope of the measurement choices of non-controlling interest to instruments that are present ownership interests and entitle their holders to a proportionate share of the entity's net assets in the event of liquidation. Other components of NCI are measure at fair value. Requires an entity (in a business combination) to account for the replacement of the acquirer's share based payment transactions (whether obliged or voluntarily), in a consistent manner i.e., allocate between consideration and post combination expenses. Clarifies that contingent consideration from a business combination that occurred before the effective date of AASB 3 Revised is not restated. Clarifies that the revised accounting for loss of significant influence or joint control (from the issue of IFRS 3 Revised) is only applicable prospectively.	1 July 2010	1 July 2010

Interpretation 19 Interpretation 19 Extinguishing Financial Liabilities with Equity Instruments This interpretation clarifies that equity instruments issued to a creditor to extinguish a financial liability are “consideration paid” in accordance with paragraph 41 of IAS 39.

As a result, the financial liability is derecognised and the equity instruments issued are treated as consideration paid to extinguish that financial liability. The interpretation states that equity instruments issued as payment of a debt should be measured at the fair value of the equity instruments issued, if this can be determined reliably. If the fair value of the equity instruments issued is not reliably determinable, the equity instruments should be measured by reference to the fair value of the financial liability extinguished as of the date of extinguishment.

1 July 2010

1 July 2010

NOTE 16: ASSOCIATION DETAILS

The registered office of the company is:
Northern Rivers Screenworks Inc
Deacon St, Bangalow 2479.

The Principal place of business is:
Northern Rivers Screenworks Inc
Deacon St, Bangalow 2479

NOTE 17: SEGMENT REPORTING

The Association operates predominantly in one business and geographical segment, being the promotion of film in Northern NSW

NORTHERN RIVERS SCREENWORKS INCORPORATED

STATEMENT BY MEMBERS OF THE COMMITTEE

In the opinion of the committee the financial report as set out on pages 1 to 14:

- 1 Presents a true and fair view of the financial position of Northern Rivers Screenworks Inc. as at 30 June 2014 and its performance for the year ended on that date in accordance with Australian Accounting Standards, mandatory professional reporting requirements and other authoritative pronouncements of the Australian Accounting Standards Board.
- 2 At the date of this statement, there are reasonable grounds to believe the Northern Rivers Screenworks Inc. will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the committee and is signed for and on behalf of the committee by:


President -----


Treasurer -----

Dated this 30 Day of SEP 2014