
Annual Report

Highland FM 107.1 Co-operative Limited
30 June 2019

Contents

Compilation Report	3
Directors Declaration	4
Profit & Loss	5
Balance Sheet	7
Depreciation Schedule	8
Notes to the Financial Statements	9



Compilation Report

Highland FM 107.1 Co-operative Limited For the year ended 30 June 2019

We have compiled the accompanying special purpose financial statements of Highland FM 107.1 Co-operative Limited, which comprise the balance sheet as at 30 June 2019, the profit and loss for the year then ended, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is set out in Note 1.

1. Director's Responsibility

The directors of Highland FM 107.1 Co-operative Limited are solely responsible for the information contained in the special purpose financial statements and have determined that the significant accounting policies adopted as set out in Note 1 to the financial statements are appropriate to meet their needs and for the purpose that the financial statements were prepared.

2. Our Responsibility

On the basis of information provided by the directors of Highland FM 107.1 Co-operative Limited, we have compiled the accompanying special purpose financial statements in accordance with the significant accounting policies adopted as set out in Note 1 to the financial statements and APES 315: Compilation of Financial Information.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the directors provided, in compiling the financial statements. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

The special purpose financial statements were compiled exclusively for the benefit of the directors of Highland FM 107.1 Co-operative Limited. We do not accept responsibility to any other person for the contents of the special purpose financial statements.

Argyle Professionals Pty Limited
Clarence House
Unit 17, 9 Clarence Street
Moss Vale NSW 2577

Suzie Oukes - Director

08 July 2019



Directors Declaration

Highland FM 107.1 Co-operative Limited For the year ended 30 June 2019

The directors have determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

The directors of the company declare that:

1. the financial statements and notes, as set out herein present fairly the company's financial position as at 30 June 2019 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements; 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:

Dated this 8th day of July 2019

Director:

Dated this 8th day of July 2019



Profit & Loss

Highland FM 107.1 Co-operative Limited For the 12 months ended 30 June 2019

	Jun-19	Jun-18
Income		
Community Grants	5,215	8,571
Donations Received	1,583	550
Grants	11,432	1,105
Interest Income	639	1,233
Membership Fees	3,645	3,400
Other Revenue	2,475	-
Sponsorship	24,415	22,636
Total Income	49,405	37,494
Less Cost of Sales		
Cost of Goods Sold	390	-
Total Cost of Sales	390	-
Gross Profit	49,015	37,494
Less Operating Expenses		
Accounting	3,290	3,000
Advertising	593	273
Bank Fees	-	31
Broadcast Licence Fees	523	-
Cleaning & Laundry	55	127
Computer Consumables	-	2,411
Conferences & Seminars	-	1,124
Depreciation	2,811	7,943
Donations	73	-
Electricity	2,216	2,964
Equipment Hire	200	173
Ethnic Programmes	-	5,561
General Expenses	682	772
Insurance	6,399	6,390
Internet Expenses (Website, Xero, others)	2,549	2,444
Licenses & Permits	4,456	2,072
News Service	-	3,312
Office Expenses	2,773	341
Postage	172	223
Printing & Stationery	238	314
Promo Production	109	120
Radio Program - Grace Gibson Productions	104	229
Rent	14,670	7,489
Repairs and Maintenance	434	967
Satellite Feeds	255	-
Security	883	657
Staff Amenities	200	-
Subscriptions & Memberships	214	2,859



Profit & Loss

	Jun-19	Jun-18
Telephone	1,154	595
Travel & Accommodation	655	150
Tulip Time Expenses	300	273
Total Operating Expenses	46,006	52,814
Net Profit	3,010	(15,320)

Notes

This statement is to be read in conjunction with the Notes to the Financial Statements and the accompanying Compilation Report.



Balance Sheet

Highland FM 107.1 Co-operative Limited As at 30 June 2019

30 Jun 2019 30 Jun 2018

Assets

	30 Jun 2019	30 Jun 2018
Bank		
Building Fund	50,361	77,638
Business Account	14,090	4,774
EBA	835	154
Total Bank	65,285	82,566
Current Assets		
Accounts Receivable	6,602	611
Prepayments	1,300	6,490
Total Current Assets	7,902	7,101
Fixed Assets		
Audio Equipment	47,683	40,094
Less Accumulated Depreciation on Audio Equipment	(10,506)	(7,913)
Computer Equipment	2,633	-
Less Accumulated Depreciation on Computer Equipment	(218)	-
Total Fixed Assets	39,592	32,181
Total Assets	112,779	121,847

Liabilities

Current Liabilities		
Accounts Payable	-	7,101
GST	(497)	(371)
Membership Fees in Advance	-	450
Total Current Liabilities	(497)	7,180
Total Liabilities	(497)	7,180
Net Assets	113,276	114,668

Equity

Current Year Earnings	3,010	(15,320)
Paid Up Capital - Memberships	1,710	1,710
Prior Year's Expenses - Accounting 2017/18	(4,402)	-
Retained Earnings	112,958	128,277
Total Equity	113,276	114,668

Notes

Signed

This statement is to be read in conjunction with the Notes to the Financial Statements and the accompanying Compilation Report.



Depreciation Schedule

Highland FM 107.1 Co-operative Limited 1 July 2018 to 30 June 2019

Name	Number	Type	Cost	Rate	Purchased	Disposed	1-Jul-18	Purchases	Depreciation	Disposals	Accum Dep	30-Jun-19
Audio Equipment												
Broadcasting Equipment	FA-0002	Audio Equipment	40,094	5.0%SL	1 Oct 2017		32,181	-	2,005	-	9,918	30,176
OB Codec Headset Cardioid Microphone	FA-0001	Audio Equipment	7,589	10.0%SL	21 Sep 2018		-	7,589	588	-	588	7,001
Total Audio Equipment			47,683				32,181	7,589	2,593	-	10,506	37,177
Computer Equipment												
3 Desktop Computers (DG Computers)	FA-0003	Computer Equipment	2,633	20.0%SL	31 Jan 2019		-	2,633	218	-	218	2,415
Total Computer Equipment			2,633				-	2,633	218	-	218	2,415
Total			50,316				32,181	10,222	2,811	-	10,724	39,592



Notes to the Financial Statements

Highland FM 107.1 Co-operative Limited For the year ended 30 June 2019

1. Statement of Significant Policies

The directors' have prepared the financial statements on the basis that the company is a non-reporting entity because there are no users dependent on general purpose financial reports. This financial report is therefore a special purpose financial report that has been prepared in order to meet the needs of members.

The financial report has been prepared in accordance with the significant accounting policies disclosed below which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The accounting policies that have been adopted in the preparation of this report are as follows:

1.(a) Income Tax

The income tax expense for the year comprises current income tax expense. The company does not apply deferred tax. Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at reporting date. Current tax liabilities are therefore measured at the amounts expected to be paid to the relevant taxation authority.

1.(b) Inventories

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a first-in, first-out basis and include direct materials, direct labour and an appropriate proportion of variable and fixed overhead expenses.

1.(c) Property, Plant and Equipment

Property, plant and equipment are carried at cost, independent or directors' valuation. All assets, excluding freehold land and buildings, are depreciated over their useful lives to the company.

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation reserve in shareholders' equity. Decreases that offset previous increases of the same asset are charged against fair value reserves directly in equity; all other decreases are charged to the profit and loss. Each year the difference between depreciation based on the revalued carrying amount of the asset charged to the profit and loss and depreciation based on the asset's original cost is transferred from the revaluation reserve to retained earnings.

The carrying amount of plant and 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 asset's employment and subsequent disposal. The expected net cash flows have not been discounted in determining recoverable amounts.

1.(d) Intangibles

Goodwill is recorded at the amount by which the purchase price for a business combination exceeds the fair value attributed to the interest in the net fair value of identifiable assets, liabilities and contingent liabilities acquired at date of acquisition.

Gains and losses on the disposal of a business include the carrying amount of goodwill relating to the business sold.

1.(e) Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

1.(f) Provisions

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

Provisions recognised represent the best estimate of the amounts required to settle the obligation at reporting date.



Notes to the Financial Statements

1.(g) Cash and Cash Equivalents

Cash and cash equivalents includes 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.

1.(h) Trade Receivables and Other Receivables

Trade receivables and other receivables, including distributions receivable, are recognised at the nominal transaction value without taking into account the time value of money. If required a provision for doubtful has been created.

1.(i) Trade Creditors and Other Payables

Trade creditors and other payables, including bank borrowings and distributions payable, are recognised at the nominal transaction value without taking into account the time value of money.

1.(j) Revenue and Other Income

Revenue is measured at the value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

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

Revenue recognition relating to the provision of services is determined with reference to the stage of completion of the transaction at reporting date and where outcome of the contract can be estimated reliably. Stage of completion is determined with reference to the services performed to date as a percentage of total anticipated services to be performed. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent that related expenditure is recoverable. All revenue is stated net of the amount of goods and services tax (GST).

1.(k) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the 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.

1.(l) Finance Leases

Leases are classified as finance leases wherever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

2. Fixed Assets

Audio Equipment	37,177
At cost	47,683
Less Accumulated Depreciation	(10,506)
Computer Equipment	2,415
At cost	2,633
Less Accumulated Depreciation	(218)
Total Fixed Assets	39,592