

Special Purpose Financial Report

Conscious Creative Limited

ABN 66865167251

For the year ended 30 June 2018

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Profit and Loss

Conscious Creative Limited For the year ended 30 June 2018

	NOTES	2018	2017
Income			
Trading profit			
Sale of goods		662,266	492,195
Total Trading profit		662,266	492,195
Total Income		662,266	492,195
Cost of Sales			
Cost of goods sold		302,079	219,270
Total Cost of Sales		302,079	219,270
Gross Profit		360,188	272,925
Operating Expenses			
Administration & Operating Expenses		17,393	19,585
Advertising & Marketing Expenses		86,100	16,826
Occupancy Expenses		84,308	63,027
Payroll Expenses		375,021	250,254
Social Purpose Expenses		51,581	17,148
Total Operating Expenses		614,404	366,841
Operating Profit		(254,216)	(93,915)
Other Income			
Donations		56,326	70,810
Grants		215,476	206,375
Interest		1,094	938
Other revenue		1,848	-
Total Other Income		274,745	278,122
Non-operating Expenses			
Auditor Remuneration		4,750	4,750
Bookkeeping		4,800	-
Consulting		10,265	22,507
Contractors		5,180	22,813
Depreciation		6,496	2,592
Donations Out		2,322	-
Events		12,169	7,496
Fines & Penalties		-	10
Filing Fees		323	-
Foreign currency gains and losses		(239)	-
Gifts		844	688
Interest Expense		1	-
Legal Expenses		2,864	-
Motor Vehicle Expenses		37	125

	NOTES	2018	2017
Travel & Accommodation		787	547
Total Non-operating Expenses		50,599	61,527
Net Profit/(Loss)		(30,071)	122,679

Movements in Equity

Conscious Creative Limited

For the year ended 30 June 2018

	2018	2017
Equity		
Opening Balance	242,074	119,395
Increases		
Profit for the Period	(30,071)	122,679
Total Increases	(30,071)	122,679
Total Equity	212,003	242,074

Balance Sheet

Conscious Creative Limited As at 30 June 2018

	NOTES	30 JUN 2018	30 JUN 2017
Assets			
Current Assets			
Bank Accounts	2	55,194	292,967
Accounts Receivable		9,864	-
Cash on Hand		1,942	-
GST		-	761
Prepayments	3	12,516	12,306
Shop Float		500	500
Term Deposit		210,312	-
Total Current Assets		290,328	306,534
Non-Current Assets			
Bank Guarantee		25,672	25,670
Inventory		38,345	30,350
Property, Plant & Equipment	5	5,940	9,816
Intangibles	7	9,857	-
Total Non-Current Assets		79,814	65,836
Total Assets		370,142	372,370
Liabilities			
Current Liabilities			
Accounts Payable		11,428	7,592
Accrued Expenses		12,510	9,006
Annual Leave Provision		15,239	18,652
ATO Integrated Client Account		-	27,658
Charity Tap Donations Payable		6,267	6,572
Grants in Advance		84,170	41,667
GST		4,836	-
GST Adjustments		-	7,175
PAYG Withholdings Payable		15,716	5,640
Superannuation Payable		7,979	6,334
Wages Payable		(7)	-
Total Current Liabilities		158,139	130,296
Total Liabilities		158,139	130,296
Net Assets		212,003	242,074
Equity			
Retained Earnings			
Current year earnings		(30,071)	122,679

	NOTES	30 JUN 2018	30 JUN 2017
Retained earnings		242,074	119,395
Total Retained Earnings		212,003	242,074
Total Equity		212,003	242,074

Statement of Cash Flows

Conscious Creative Limited For the year ended 30 June 2018

	2018	2017
Cash flows from Operating Activities		
Receipts from grants and donations	263,188	277,184
Receipts from customers	703,837	515,611
Payments to suppliers and employees	(736,570)	(502,514)
Interest received	1,094	938
Finance costs	(979)	(342)
Cash receipts from other operating activities	25,235	25,804
Cash payments from other operating activities	(277,265)	(188,781)
Total Cash flows from Operating Activities	(21,459)	127,900
Cash flows from Investing Activities		
Payment for property, plant and equipment	(1,387)	(12,408)
Other cash items from investing activities	(9,860)	(3)
Total Cash flows from Investing Activities	(11,247)	(12,411)
Cash flows from Other Activities		
Other activities	5,245	110,792
Total Cash flows from Other Activities	5,245	110,792
Net increase/(decrease) in cash held	(27,461)	226,281
Cash Balances		
Opening cash balance	292,967	66,686
Closing cash balance	265,506	292,967
Movement in cash	(27,461)	226,281

Notes to the Financial Statements

Conscious Creative Limited

For the year ended 30 June 2018

1. Statement of Significant Accounting Policies

The directors have determined that the company is not a reporting entity and accordingly, this financial report is a special purpose report prepared for the sole purpose of distributing a financial report to members and must not be used for any other purpose. The directors have determined that the accounting policies adopted are appropriate to meet the needs of the members.

The financial report has been prepared on an accrual basis and under the historical cost convention, except for certain assets, which, as noted, have been written down to fair value as a result of impairment. Unless otherwise stated, the accounting policies adopted are consistent with those of the prior year.

The accounting policies that have been adopted in the preparation of the statements are as follows:

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 30 June 2018. Current tax liabilities are therefore measured at the amounts expected to be paid to the relevant taxation authority.

Inventories

Inventories are carried at the lower of cost or net realisable value. Cost is based on the first-in, first out method and includes expenditure incurred in acquiring the inventories and bringing them to the existing condition and location.

Property, Plant and Equipment

Property, plant and equipment is initially recorded at the cost of acquisition or fair value less, if applicable, any accumulated depreciation and impairment losses. Plant and equipment that has been contributed at no cost, or for nominal cost, is valued and recognised at the fair value of the asset at the date it is acquired. The plant and equipment is reviewed annually by directors to ensure that the carrying amount 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 utilisation of the assets and the subsequent disposal. The expected net cash flows have been discounted to their present values in estimating recoverable amounts.

Freehold land and buildings are measured at their fair value, based on periodic, but at least triennial, valuations by independent external valuers, less subsequent depreciation for buildings.

Increases in the carrying amount of land and buildings arising on revaluation are credited in equity to a revaluation surplus. Decreases against previous increases of the same asset are charged against fair value reserves in equity. All other decreases are charged to profit or loss.

Any accumulated depreciation at the date of revaluation is offset against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

Trade 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 debt has been created.

Financial Assets

Investments held are originally recognised at cost, which includes transaction costs. They are subsequently measured at fair value which is equivalent to their market bid price at the end of the reporting period. Movements in fair value are recognised through an equity reserve.

Trade and Other Payables

Trade and other payables represent the liabilities for goods and services received by the company that remain unpaid at 30 June 2018. Trade payables are recognised at their transaction price. They are subject to normal credit terms and do not bear interest.

Employee Benefits

Provision is made for the liability for employee entitlements arising from services rendered by employees to 30 June 2018. Employee benefits have been measured at the amounts expected to be paid when the liability is settled, plus related costs.

Provisions

Provisions are recognised when the entity has a legal or constructive obligation resulting from past events, for which it is probable that there will be an outflow of economic benefits and that outflow can be reliably measured. Provisions are measured using the best estimate available of the amounts required to settle the obligation at the end of the reporting period.

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held on call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

Revenue Recognition

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

Revenue from the rendering of services is recognised upon the delivery of the services to customers.

Revenue from commissions is recognised upon delivery of services to customers.

Revenue from interest is recognised using the effective interest rate method.

Revenue from dividends is recognised when the entity has a right to receive the dividend.

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

Goods and Services Tax

Transactions are recognised net of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the balance sheet.

Leases

Finance leases are leases of fixed assets where substantially all of the risks and benefits incidental to the ownership of the asset are transferred to the entity, but the legal ownership is not transferred to the entity.

Finance leases are capitalised by recording an asset and a corresponding liability at the lower of the amounts equal to the fair value of the leased asset, or the minimum lease payments measured at present value including any residual values.

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term.

Operating lease payments are charged to the income statement on a straight-line basis over the term of the lease.

Lease incentives are deferred and amortised over the period of the lease.

Profits and losses on sale and leaseback transactions are recognised in the reporting period in which they occur.

	2018	2017
2. Cash & Cash Equivalents		
Bank Accounts		
Business Access Saver	10,466	-
Business Account	-	28
Charity Tap	12,471	12,781
Commercial Access	349	-
Old primary	-	55
PayPal	553	1,085
Primary	31,354	279,018
Total Bank Accounts	55,194	292,967
Total Cash & Cash Equivalents	55,194	292,967
	2018	2017

3. Receivables

Current		
Accounts Receivable	9,864	-
Prepayments		
Prepayments - Insurance	2,874	2,732
Prepayments - Other	3,100	3,242
Prepayments - Outgoings	294	294
Prepayments - Rent	6,249	6,038
Total Prepayments	12,516	12,306
Total Current	22,380	12,306
Total Receivables	22,380	12,306
	2018	2017

4. Inventory

Inventories	38,345	30,350
Total Inventory	38,345	30,350

	2018	2017
5. Property Plant and Equipment		
Plant and Equipment		
Plant and equipment at cost		
Computer Equipment	10,978	10,468
Fixtures & Fittings	2,818	1,941
Total Plant and equipment at cost	13,795	12,408
Accumulated depreciation of plant and equipment		
Less Accumulated Depreciation on Computer Equipment	(7,577)	(2,566)
Less Accumulated Depreciation on Fixtures & Fittings	(279)	(26)
Total Accumulated depreciation of plant and equipment	(7,856)	(2,592)
Total Plant and Equipment	5,940	9,816
Total Property Plant and Equipment	5,940	9,816
	2018	2017

6. Financial Assets

Financial assets		
Bank Guarantee	25,672	25,670
Total Financial assets	25,672	25,670
Term deposits		
Term Deposit	210,312	-
Total Term deposits	210,312	-
Total Financial Assets	235,984	25,670
	2018	2017

7. Intangibles

Other Intangible Assets		
Website	11,089	-
less Accumulated Amortisation on Website	(1,232)	-
Total Other Intangible Assets	9,857	-
Total Intangibles	9,857	-
	2018	2017

8. Provisions

Provisions		
Annual Leave Provision	15,239	18,652
Total Provisions	15,239	18,652
Total Provisions	15,239	18,652

	2018	2017
9. Payables		
Current		
Accounts Payable	11,428	7,592
ATO Integrated Client Account	-	27,658
GST Adjustments	-	7,175
PAYG Withholdings Payable	15,716	5,640
Superannuation Payable	7,979	6,334
Wages Payable	(7)	-
Total Current	35,117	54,400
Total Payables	35,117	54,400
	2018	2017

10. Financial Liabilities

Directors Declaration

Conscious Creative Limited

For the year ended 30 June 2018


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, present fairly the company's financial position as at 30 June 2018 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: Nicholas Pearce 

Director: Marcus Crook 

TOWARDS A VISION SHARED



ABN 15 893 818 045

127 Paisley Street,
Footscray Vic 3011
Australia

Phone (03)9680 1000
Fax (03)9689 6605

**INDEPENDENT REVIEWER'S INDEPENDENCE DECLARATION
TO THE DIRECTORS OF
CONSCIOUS CREATIVE LIMITED
ABN 66 865 167 251**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2018 there have been:

- (i) no contraventions of the auditor independence requirements of the Australian Charities and Not for Profits Commission Act 2012 in relation to the review; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the review.

Name of Auditor: Frederik R.L. Eksteen

Date: 30 November 2018

Address: Collins & Co
127 Paisley Street
Footscray VIC 3011

ABN 15 893 818 045

127 Paisley Street,
Footscray Vic 3011
Australia

Phone (03)9680 1000
Fax (03)9689 6605

**CONSCIOUS CREATIVE LIMITED
ABN 66 865 167 251
INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS**

Report on the Financial Report

I have reviewed the accompanying financial report of Conscious Creative Limited, which comprises the statement of financial position as at 30 June 2018, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility 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 and ACNC Act 2012 and for such internal control as the directors/board of management 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.

Auditor's Responsibility

My responsibility is to express a conclusion on the financial report based on my review. I conducted my review in accordance with Auditing Standard on Review Engagements ASRE 2415 Review of a Financial Report: Company Limited by Guarantee or an Entity Reporting under the ACNC Act or Other Applicable Legislation or Regulation, in order to state whether, on the basis of the procedures described, I have become aware of any matter that makes me believe that the financial report is not in accordance with the ACNC Act 2012 including: giving a true and fair view of the company's financial position as at 30 June 2018 and its performance for the year ended on that date; and complying with the Australian Accounting Standards and the ACNC Act 2012. ASRE 2415 requires that I comply with the ethical requirements relevant to the review of the financial report

A review of a financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Independence

In conducting my review, I have complied with the independence requirements of the ACNC Act 2012. I confirm that the independence declaration required by the ACNC Act 2012, which has been given to the directors of the company, would be in the same terms if given to the directors as at the time of this auditor's report.

Conclusion

Based on my review, which is not an audit, I have not become aware of any matter that makes me believe that the financial report of Conscious Creative Limited is not in accordance with the ACNC Act 2012 including:

- (a) giving a true and fair view of the company's financial position as at 30 June 2018 and of its performance for the year ended on that date; and
- (b) complying with the relevant Australian Accounting Standards and the ACNC Act 2012.

Basis of Accounting, and Restriction on Distribution and Use

I draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Conscious Creative Limited to meet the requirements of the ACNC Act 2012 and the needs of the members. As a result, the financial report may not be suitable for another purpose. My conclusion is not modified in respect of this matter.



Name of Auditor: Frederik R.L. Eksteen

Date: 30 November 2018

Address: Collins & Co
127 Paisley Street
Footscray VIC 3011