

Special Purpose Financial Report

Conscious Creative Limited

ABN 66865167251

For the year ended 30 June 2019

Prepared by OneLedger Accountants

Contents

3	Profit and Loss
6	Balance Sheet
8	Notes to the Financial Statements
12	Directors Declaration
13	Compilation Report

Profit and Loss

Conscious Creative Limited For the year ended 30 June 2019

	NOTES	2019	2018
Income			
Trading profit			
Revenue		(54)	(6,722)
Sale of goods		547,788	668,988
Cost of Sales		(253,642)	(302,079)
Total Trading profit		294,092	360,188
Total Income		294,092	360,188
Other Income			
Grants		314,386	215,476
Interest		2,092	1,094
Other revenue		134,196	58,175
Total Other Income		450,675	274,745
Total Income		744,767	634,932
Expenses			
Depreciation		2,042	5,264
Foreign currency gains and losses		945	(239)
Travel and accommodation		5,516	787
Payroll Costs		147,719	136,503
Advertising - Other		25,243	390
Advertising - Props & Materials		430	-
Amortisation - Website		3,696	1,232
Annual Leave Expense		12,912	(3,412)
Auditor Remuneration		-	4,750
Bank Fees - Merchant		3,148	2,574
Bank Fees - Monthly		20	-
Bank Fees - Transactional		612	977
Bookkeeping		4,800	4,800
Camera Film & Materials		2,224	6,369
Cash Til		(195)	71
Cleaning		302	1,052
COGS - Adjustment		(48,091)	-
Communications - Contractors		54,148	47,046
Communications - Media		52,687	30,130
Communications - Production		2,663	-
Communications - Social Impact Media		8,209	-
Communications - Website Maintenance		15,160	2,165
Computer & IT Expenses		3,012	2,030
Consulting		250	10,265
Contractors		19,940	5,180

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

	NOTES	2019	2018
Council Rates		1,623	1,676
Discount on Stock/Giveaways		3,281	-
Donations Out		3,478	2,322
Events		1,364	12,169
Filing Fees		72	323
Freight & Courier		86	165
Gifts		1,556	844
Insurance		3,768	2,957
Interest Expense		630	1
Legal Expenses		-	2,864
Light, Power & Heating		3,227	2,520
Marketing - Production		10,681	-
Occupancy Costs - Office Rent		13,165	-
Outgoings		4,067	4,249
Parking		159	37
Paypal Fees		1,063	1,679
Printing & Stationery		169	3,123
Printing, Stationary & Office Expenses		8,272	-
Recruitment		398	-
Rent		75,348	72,724
Repairs & Maintenance		350	803
Shop Expenses		6,661	3,482
Shopify Fees		1,670	1,310
Staff Meetings & Events		12,297	7,230
Staff Training		32,058	14,238
Subscriptions & Memberships		4,297	257
Superannuation - Management		11,322	12,090
Superannuation - Social Impact		7,169	97
Superannuation - The Pathway Project		2,877	4,409
Telephone & Internet		754	664
The Pathway Alliance - Alumni		6,425	232
The Pathway Alliance - Intern Materials		6,524	62
The Pathway Alliance - M&E		1,782	-
The Pathway Alliance - Marketing		19,280	-
The Pathway Alliance - Marketing Expenses		-	905
The Pathway Alliance - Training Expenses		6,261	-
VIP Day Expenses		3,203	1,353
Wages & Salaries - Management		174,071	203,833
Wages & Salaries - Social Impact		114,079	1,648
Wages & Salaries - The Pathway Project		31,399	44,621
WorkCover		7,116	2,795
Total Expenses		899,397	665,615

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

	NOTES	2019	2018
Profit/(Loss) before Taxation		(154,630)	(30,683)
Net Profit After Tax		(154,630)	(30,683)
Net Profit After Dividends Paid		(154,630)	(30,683)

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Balance Sheet

Conscious Creative Limited As at 30 June 2019

	NOTES	30 JUN 2019	30 JUN 2018
Assets			
Current Assets			
Bank accounts			
Business Access Saver		124,036	10,466
Charity Tap		9,396	12,471
Commercial Access		-	349
Freedom Business 1		347	-
Freedom Business 2		695	-
PayPal		448	553
Primary		8,228	31,354
Term Deposit		-	210,312
Total Bank accounts		143,149	265,506
GST		1,235	-
Accounts Receivable		31,719	9,864
Bank Guarantee		25,675	25,672
Clearing Account - Cash Sales		-	170
Clearing Account - EFT Sales		-	1,772
Closing Stock		-	657
Inventory		-	10,158
Prepayments - Insurance		4,001	2,874
Prepayments - Other		883	3,100
Prepayments - Outgoings		343	294
Prepayments - Rent		6,249	6,249
Shop Float		500	500
Stock - Accessories		6,934	-
Stock - Clothing		81,939	27,530
Total Current Assets		302,627	354,346
Non-Current Assets			
Property, plant and equipment			
Computer Equipment		11,112	10,978
Less Accumulated Depreciation on Computer Equipment		(9,007)	(7,577)
Fixtures & Fittings		2,818	2,818
Less Accumulated Depreciation on Fixtures & Fittings		(533)	(279)
Office Equipment		3,898	-
Less Accumulated Depreciation on Office Equipment		(358)	-
Website		11,234	11,089
Less Accumulated Amortisation on Website		(4,928)	(1,232)
Total Property, plant and equipment		14,237	15,797
Total Non-Current Assets		14,237	15,797
AccessPay & Reimbursements Payable		-	7

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

	NOTES	30 JUN 2019	30 JUN 2018
GST Adjustments		3,505	-
Total Assets		320,369	370,149
Liabilities			
Current Liabilities			
GST		-	4,837
Accounts Payable		24,174	11,418
Accrued Expenses		11,083	13,131
Annual Leave Provision		28,152	15,239
ATO Integrated Client Account		9,713	-
Charity Tap Donations Payable		3,674	6,267
Grants in Advance		159,443	84,170
PAYG Withholdings Payable		16,139	15,716
Rounding		1	-
Superannuation Payable		8,437	7,979
Suspense		202	-
Vouchers & Gift Cards		2,430	-
Wages Payable - Payroll		159	-
Total Current Liabilities		263,607	158,758
Total Liabilities		263,607	158,758
Net Assets		56,761	211,391
Equity			
Retained Earnings		56,761	211,391
Total Equity		56,761	211,391

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Notes to the Financial Statements

Conscious Creative Limited For the year ended 30 June 2019

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:

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.

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 2019. 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 2019. Employee benefits have been measured at the amounts expected to be paid when the liability is settled, plus related costs.

These notes should be read in conjunction with the attached compilation report.

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.

	2019	2018
2. Cash & Cash Equivalents		
Bank Accounts		
Business Access Saver	124,036	10,466
Charity Tap	9,396	12,471
Commercial Access	-	349
Freedom Business 1	347	-
Freedom Business 2	695	-
PayPal	448	553
Primary	8,228	31,354
Term Deposit	-	210,312
Total Bank Accounts	143,149	265,506
Other Cash Items		
Shop Float	500	500
Total Other Cash Items	500	500
Total Cash & Cash Equivalents	143,649	266,006
	2019	2018

3. Receivables

Current		
Accounts Receivable	31,719	9,864

These notes should be read in conjunction with the attached compilation report.

Prepayments - Insurance	4,001	2,874
Prepayments - Other	883	3,100
Prepayments - Outgoings	343	294
Prepayments - Rent	6,249	6,249
Total Current	43,195	22,380
Total Receivables	43,195	22,380
	2019	2018

4. Property Plant and Equipment

Plant and Equipment		
Website	11,234	11,089
Less Accumulated Amortisation on Website	(4,928)	(1,232)
Office Equipment	3,898	-
Less Accumulated Depreciation on Office Equipment	(358)	-
Computer Equipment	11,112	10,978
Less Accumulated Depreciation on Computer Equipment	(9,007)	(7,577)
Fixtures & Fittings	2,818	2,818
Less Accumulated Depreciation on Fixtures & Fittings	(533)	(279)
Total Plant and Equipment	14,237	15,797
Total Property Plant and Equipment	14,237	15,797
	2019	2018

5. Provisions

Provisions		
Annual Leave Provision	28,152	15,239
Total Provisions	28,152	15,239
Total Provisions	28,152	15,239
	2019	2018

6. Payables

Current		
AccessPay & Reimbursements Payable	-	(7)
Charity Tap Donations Payable	3,674	6,267
Accounts Payable	24,174	11,418
PAYG Withholdings Payable	16,139	15,716
Superannuation Payable	8,437	7,979
Wages Payable - Payroll	159	-
Total Current	52,584	41,374
Total Payables	52,584	41,374

These notes should be read in conjunction with the attached compilation report.

	2019	2018
7. Financial Liabilities		
Current		
ATO Integrated Client Account	9,713	-
Total Current	9,713	-
Total Financial Liabilities	9,713	-

These notes should be read in conjunction with the attached compilation report.

Directors Declaration

Conscious Creative 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, 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: Nick Pearce _____

Compilation Report

Conscious Creative Limited For the year ended 30 June 2019

Compilation report to Conscious Creative Limited

We have compiled the accompanying special purpose financial statements of Conscious Creative Limited, which comprise the balance sheet as at 30 June 2019, the income statement, the statement of cash flows, 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.

The Responsibility of the Directors

The directors of Conscious Creative Limited are solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and for the determination that the basis of accounting used is appropriate to meet their needs and for the purpose that financial statements were prepared.

Our Responsibility

On the basis of information provided by the directors we have compiled the accompanying special purpose financial statements in accordance with the basis of accounting as described in Note 1 to the financial statements and APES 315 *Compilation of Financial Information*.

We have applied our expertise in accounting and financial reporting to compile these financial statements in accordance with the basis of accounting described in Note 1 to the financial statements. We have complied with the relevant ethical requirements of APES 110 *Code of Ethics for Professional Accountants*.

Assurance Disclaimer

Since a compilation engagement is not an assurance engagement, we are not required to verify the reliability, accuracy or completeness of the information provided to us by management to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on these financial statements.

The special purpose financial statements were compiled exclusively for the benefit of the directors who are responsible for the reliability, accuracy and completeness of the information used to compile them. We do not accept responsibility for the contents of the special purpose financial statements.

One Ledger Pty Ltd

100 Spring Street North
Port Melbourne 3207

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Signed: MINH-VUONG DO

Dated: 11 December 2019

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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 2019, 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 2019 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 2019 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: 11 December 2019

Address: Collins & Co
127 Paisley Street
Footscray VIC 3011