

**COOL AUSTRALIA LIMITED AS TRUSTEE FOR
THE COOL AUSTRALIA TRUST
ABN 52 435 794 034**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

COOL AUSTRALIA LIMITED AS TRUSTEE FOR THE COOL AUSTRALIA TRUST
ABN 52 435 794 034

For the Year Ended 30 June 2016

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COOL AUSTRALIA LIMITED AS TRUSTEE FOR THE COOL AUSTRALIA TRUST
ABN 52 435 794 034

Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 30 June 2016

	2016	2015
	\$	\$
REVENUE		
Donation income	46,752	273,526
Activities income	855	871
Fundraising income	115,470	149,062
Grant income	45,000	45,000
Sponsorship income	352,000	320,000
Interest received	791	270
Professional development services	137,542	45,163
Curriculum services	353,570	84,834
Other income	13,193	3,967
	1,065,173	922,693
EXPENDITURE		
Accounting fee	7,292	8,180
Advertising & promotion	39,749	106,444
Audit fee	4,500	4,275
Bookkeeping expenses	9,577	6,877
Contractor expenses	17,895	27,321
Computer & website expenses	82,773	107,457
Conference expenses	8,872	2,991
Curriculum writers	16,443	13,971
Depreciation expense	2,052	8,173
Employee expenses	548,768	503,543
Event expenses	65,807	85,565
Occupancy expenses	27,502	23,746
Other expenses	95,921	97,096
	927,151	995,639
Profit/(loss) from operations	138,022	(72,946)
Total comprehensive income for the year	138,022	(72,946)
Total comprehensive income attributable to:		
Members of the entity	138,022	(72,946)

The accompanying notes form part of these financial statements.

COOL AUSTRALIA LIMITED AS TRUSTEE FOR THE COOL AUSTRALIA TRUST
ABN 52 435 794 034

Statement of Financial Position

For the Year Ended 30 June 2016

	Note	2016 \$	2015 \$
ASSETS			
Current assets			
Cash and cash equivalents	2	187,117	165,496
Trade and other receivables	3	119,224	12,151
Other current assets	4	4,545	20,797
Total current assets		310,886	198,444
Non-current assets			
Plant and equipment	5	94	2,146
Total non-current assets		94	2,146
TOTAL ASSETS		310,980	200,590
LIABILITIES			
Current liabilities			
Trade payables	6	30,883	-
Accrued income	7	168,655	118,000
Other current liabilities	8	48,299	75,467
Total current liabilities		247,837	193,467
Non-current liabilities			
Other non-current liabilities	8	206,863	288,865
Total non-current liabilities		206,863	288,865
TOTAL LIABILITIES		454,700	482,332
Net Assets / (Liabilities)		(143,720)	(281,742)
EQUITY			
Settled sum		10	10
Retained earnings/(loss)		(143,730)	(281,752)
TOTAL EQUITY		(143,720)	(281,742)

The accompanying notes form part of these financial statements.

COOL AUSTRALIA LIMITED AS TRUSTEE FOR THE COOL AUSTRALIA TRUST
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Statement of Changes in Equity
For the Year Ended 30 June 2016

	Settled sum	Retained Earnings/(loss)	TOTAL
		\$	\$
Balance at 1 July 2014	10	(208,806)	(208,796)
Comprehensive income:			
Net loss for the year	-	(72,946)	(72,946)
Other comprehensive income	-	-	-
Total comprehensive income	-	(72,946)	(72,946)
Balance at 1 July 2015	10	(281,752)	(281,742)
Comprehensive income:			
Net profit for the year	-	138,022	138,022
Other comprehensive income			
Total comprehensive income	-	138,022	138,022
Balance at 30 June 2016	10	(143,730)	(143,720)

The accompanying notes form part of these financial statements.

COOL AUSTRALIA LIMITED AS TRUSTEE FOR THE COOL AUSTRALIA TRUST
ABN 52 435 794 034

Statement of Cash Flows

For the Year Ended 30 June 2016

	Note	2016 \$	2015 \$
CASH FLOW FROM OPERATING ACTIVITIES			
Cash receipts from operations		1,057,269	930,191
Cash payments applied in operations		(954,437)	(794,606)
Interest received		791	270
Net cash provided by (used in) operating activities	9(b)	103,623	135,855
CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from related parties borrowings		12,475	-
Repayments of related parties borrowings		(94,477)	(17,747)
Net cash provided by (used in) financing activities		(82,002)	(17,747)
Net increase/(decrease) in cash held		21,621	118,108
Cash at the beginning of the year		165,496	47,388
Cash at the end of the year	9(a)	187,117	165,496

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the Year Ended 30 June 2016

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Cool Australia Trust Deed and has been prepared in accordance with the requirement of the *Australian Charities and Not-for-profits Commission Act 2012*. The directors have determined that the Cool Australia Trust is not a reporting entity.

The financial report, except for the cash flow information, has been prepared on an accruals basis and is based on historical costs unless otherwise stated in the notes and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report.

AASB 101	Preparation of Financial Statements
AASB 107	Cash Flow Statements
AASB108	Accounting Policies, Changes in Accounting Estimates and Errors
AASB1031	Materiality
AASB 1048	Interpretation and Application of Standards
AASB 1054	Australian Additional Disclosures

The Cool Australia Trust is a trust domiciled in Australia. The financial report is for the entity Cool Australia Trust as an individual entity. Material accounting policies adopted in the preparation of this financial report are presented below and have been consistently applied unless stated otherwise. The amounts presented in the financial report have been rounded to the nearest dollar.

The following is a summary of the material accounting policies adopted by the trust in the preparation of the financial report.

(a) Income tax

The Trust is exempt from Income tax, is entitled to a GST concession and FBT rebate.

(b) Plant and Equipment

Plant and equipment are measured on the cost basis less accumulated depreciation.

Individual assets with a cost less than \$20,000 are fully expensed in the year purchased.

Depreciation

The depreciable amount of all fixed assets is depreciated over their useful lives from the time the asset is held ready for use.

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

<i>Class of fixed asset</i>	<i>Depreciation method</i>	<i>Depreciation rate</i>
Website design & development	Prime cost	20%
Office equipment	Diminishing value	40% - 50%

(c) 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 one year or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities in the statement of financial position.

Notes to the Financial Statements

For the Year Ended 30 June 2016

(d) Revenue and Other Income

Non-reciprocal grant revenue is recognised in profit or loss when the entity obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Revenue from the rendering of services is recognised upon the delivery of the service.

Donations and interest income are recognised as revenue when received.

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

(e) 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 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 statement of financial position.

Cash flows are presented in the statement of cash flows on a net basis.

(f) Trade and Other Payables

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

(g) Employee Provisions

Provision is made for the trust'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 settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at 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 not satisfy vesting requirements.

Contributions are made by the entity to an employee superannuation fund and are charged as expenses when incurred.

(h) Critical Accounting Estimates and Judgments

The directors of the trustee company evaluate estimates and judgments 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 trust.

COOL AUSTRALIA LIMITED AS TRUSTEE FOR THE COOL AUSTRALIA TRUST
ABN 52 435 794 034

Notes to the Financial Statements

For the Year Ended 30 June 2016

NOTE 2: CASH AND CASH EQUIVALENTS	2016	2015
	\$	\$
Cash on hand	10	10
Cash at bank	187,107	165,486
	187,117	165,496

NOTE 3: TRADE AND OTHER RECEIVABLES

CURRENT

GST Receivable	-	1,011
Debtors	107,268	9,360
Rental bond	11,955	1,780
	119,223	12,151

NOTE 4: OTHER CURRENT ASSETS

CURRENT

Prepayments	4,545	20,797
	4,545	20,797

NOTE 5: PLANT AND EQUIPMENT

PLANT AND EQUIPMENT

(a) Website design and development

At cost	99,539	99,539
Less accumulated depreciation	(99,539)	(97,573)
	-	1,966

(b) Office equipment

At cost	6,482	6,482
Less accumulated depreciation	(6,388)	(6,302)
	94	180

Total plant and equipment	94	2,146
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COOL AUSTRALIA LIMITED AS TRUSTEE FOR THE COOL AUSTRALIA TRUST
ABN 52 435 794 034

Notes to the Financial Statements

For the Year Ended 30 June 2016

NOTE 5: PLANT AND EQUIPMENT (Continued)	2016	2015
	\$	\$

a Movements in Carrying Amounts

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

	Website design & development	Office Equipment	Total
	\$	\$	\$
Balance at the beginning of year	1,966	180	2,146
Additions	-	-	-
Depreciation expense	(1,966)	(86)	(2,052)
Carrying amount at the end of year	-	94	94

NOTE 6: TRADE PAYABLES

CURRENT

Trade creditors	30,883	-
	30,883	-

NOTE 7: ACCRUED INCOME

CURRENT

Income Received in Advance	168,655	118,000
	168,655	118,000

NOTE 8: OTHER LIABILITIES

CURRENT

Other liabilities	32,101	50,363
Employee provisions	16,198	25,104
	48,299	75,467

COOL AUSTRALIA LIMITED AS TRUSTEE FOR THE COOL AUSTRALIA TRUST
ABN 52 435 794 034

Notes to the Financial Statements

For the Year Ended 30 June 2016

NOTE 8: OTHER LIABILITIES (CONTINUED)

NON-CURRENT

Loans	206,863	288,865
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The entities to which the loans are payable have undertaken not to call on these funds to the extent that such a call will mean the organisation will not be able to meet its debts as and when required. The amount outstanding is not interest bearing.

NOTE 9: CASH FLOW INFORMATION

2016 **2015**

\$ **\$**

(a) Reconciliation of cash

Cash at the end of the financial period as shown in the statement of cash flows is displayed in the statement of financial position under these classifications:

Cash on hand	10	10
Cash at bank	187,107	165,486
	187,117	165,496

(b) Reconciliation of cash flow from operations with profit from ordinary activities

Net income/(loss) for the period	138,022	(72,946)
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Add/Subtract non-cash items:

Depreciation	2,052	8,173
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Changes in Assets and Liabilities

(Increase)/Decrease in GST payable / receivable	6,212	3,142
(Increase)/Decrease in Other receivable	(10,175)	-
(Increase)/Decrease in Prepayments	16,252	66,352
(Increase)/Decrease in Trade debtors	(97,909)	648
Increase/(Decrease) in Trade payables	30,883	(18,288)
Increase/(Decrease) in Provision	(8,906)	3,978
Increase/(Decrease) in Other payables	27,192	144,796

Net Cash provided by (used in) Operating Activities	103,623	135,855
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NOTE 10: EVENTS AFTER THE REPORTING PERIOD

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

COOL AUSTRALIA LIMITED AS TRUSTEE FOR THE COOL AUSTRALIA TRUST
ABN 52 435 794 034

Notes to the Financial Statements

For the Year Ended 30 June 2016

NOTE 11: TRUST DETAILS

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

Cool Australia Limited as trustee for the Cool Australia Trust
127a Chapel Street
Windsor VIC 3181

Directors' Declaration

For the Year Ended 30 June 2016

The directors of the trustee company declare that:

The directors has determined that Cool Australia Trust 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.

In the opinion of the directors the financial report as set out on pages 1 to 10:

1. Presents a true and fair view of the financial position of Cool Australia Trust as at 30 June 2016 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Cool Australia Trust will be able to pay its debts as and when they fall due.

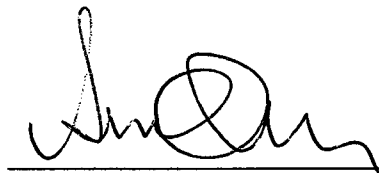
This declaration is made in accordance with a resolution of the Board of Directors of the trustee company and is signed for and on behalf of the directors by:

Director



David Simpson

Director



Susie O'Neill

Dated this

17 day of October

2016

17th October '16



**INDEPENDENT AUDITOR'S REPORT TO THE DIRECTORS OF
COOL AUSTRALIA LIMITED AS TRUSTEE FOR
THE COOL AUSTRALIA TRUST (ABN 52 435 794 034)**

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose report, of Cool Australia Limited as trustee for the Cool Australia Trust, which comprises the statement of financial position as at 30 June 2016, the statement of profit or loss and other comprehensive income, statement of changes in equity, and statement of cash flows for the year ended on that date, a summary of significant accounting policies and other explanatory notes and the directors' declaration of the Trustee Company.

Trustees' Responsibility for the Financial Report

The directors of the trustee company are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act) and the needs of the members. The trustees' responsibility also includes such internal control as the responsible entities determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the trustees, as well as evaluating the overall presentation of the financial report.

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

Independence

In conducting our audit, we have complied with the independence requirements of Australian professional ethical pronouncements.

Auditor's Opinion

In our opinion the financial report of The Cool Australia Trust 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 registered entity's financial position as at 30 June 2016 and of its financial performance and cash flows for the year ended on that date;
- (b) and complying with Australian Accounting Standards and Division 60 of the Australian Charities and Not-for-profits Commission Regulation 2013.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the directors' financial reporting responsibilities. As a result, the financial report may not be suitable for another purpose.

LZR Audit & Assurance Pty Ltd
Suite 1, Level 1, 615 Dandenong Road
Armadale VIC 3143

Michael Zylberman OAM CA

Dated: 24/10/16