

CANBERRA CHRISTIAN RADIO LIMITED
ABN: 94 051 127 792

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

CANBERRA CHRISTIAN RADIO LIMITED
ABN: 94 051 127 792
FOR THE YEAR ENDED 30 JUNE 2021

CONTENTS

Directors' Report	3
Directors' Declaration	7
Statement of Comprehensive Income	8
Statement of Financial Position	9
Statement of Changes in Equity	10
Statement of Cash Flows	11
Notes to the Financial Statements	12
Auditors Independence Declaration	20
Independent Auditor's Report	21



Canberra Christian Radio Limited

1 Lithgow Street (PO Box 927)

FYSHWICK ACT 2609

Phone: (02) 6239 3711

Email: info@1wayfm.com.au

Web: www.1wayfm.com.au

ABN 94 051 127 792

Canberra Christian Radio Limited (CCRL)

**Information for the Directors' Report on the Company
for the financial year ended 30 June 2021,
which will form part of CCRL's Audited Financial Statements**

1. GENERAL INFORMATION

Directors

The names of the directors in office at any time during, or since the end of, the year are:

Names

Appointed / Resigned

Chairman of the Board of Directors:

David Lee

Commenced as a Board Member on
3 November 2017,
Commenced as Chair on 9 November 2018

Deputy Chairman of the Board of Directors:

Kenneth Wayne Mullens

Commenced as a Board Member on
12 November 2011,
Commenced as Deputy-Chair on
16 November 2020

Company Secretary:

Kathleen Parsons

Company Secretary from
2 Nov 2019

Ordinary Directors:

Amanda Knight

Commenced 2 Nov 2019,
Ceased 9 Nov 2020

Monique Lanham

Commenced 7 Nov 2015

Gary Peter Presneill

Commenced 5 Nov 2016

Tracey Michelle Radbourne

Commenced 3 Nov 2017

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

2. DIRECTOR INFORMATION

Information on Directors

Mr David Lee

Qualifications

Experience

Director

- B. E. (Civil)
- 34 years in IP Australia – Training, patent product specific and IT development/testing, patent examination, policy/Government branch.

Mr Kenneth Wayne Mullens

Qualifications

Experience

Director

- Grad Dip Foreign Affairs & Trade (ANU),
- B.A. Admin (CCAЕ),
- Reg. Nurse Certificate (RCH),
- Assoc Dip Applied Science, Geology (CCAЕ).
- Public service administration and finance roles in the Department of Foreign Affairs and Trade 1984 - 2016

Ms Kathleen Parsons

Qualifications

Experience

Director & Company Secretary

- Cert IV Contract Management
- Cert IV Small Business/Catering
- Cert III Youth Worker
- Cert III Business Administration
- Seventeen years public service administration in finance roles
- Executive member of Motorcycle Riders Association Inc of the Australian Capital Territory (MRA ACT) for nine years.
- Co-ordinator for city wide events MRA ACT
- Newsletter editor for MRA ACT

Ms Amanda Knight

Qualifications

Experience

Director

Diploma of Business Administration

Certificate IV Financial Services

- I am a bookkeeper and BAS agent of my own bookkeeping business who has been assisting small to medium businesses for the last 11 years.
- I work with not for profits and assist them with budgeting, board reports and making strategic decisions including just being appointed on a finance and audit committee.
- The core of what I do as a business owner is to support and mentor business owners by streamlining processes and less risk adverse for all involved.

Mrs Monique Lanham

Qualifications

Director

- Bachelor of Contemporary Ministries (Alphacrucis, Parramatta)
- Certificate in Web Design, Desktop Publishing & Microsoft Office 2003 (Pathway College, London)

Experience

- Office Manager, Nathan Lanham Catering and Nathan Lanham Photography
- Payroll Office and Office Manager, Third Horizon Consulting
- Executive Assistant and Group Coordinator, KPMG
- Senior Secretary, Deutsche Bank
- Business Development Administrator – PricewaterhouseCoopers
- Pension Administrator, NM Rothschild & Sons
- Personal Assistant, Goldman Sachs International

Mr Gary Peter Presneill

Qualifications

Director

- Bachelor of Science
- Master of Business Administration
- Graduate of the Australian Institute of Company Directors (GAICD)

Experience

- Over 35 years' experience within the Australian Defence Force as both a Pilot/Qualified Flying Instructor and a reserve Officer, particularly managing flying safety.
- Over ten years' experience flying corporate jets and/or airlines, or as a Flying Operations Inspector in the Civil Aviation Safety Authority
- 6 years' experience as a Director of the Australian Air Pilots Mutual Benefit Fund, managing approximately \$100 million in assets, and providing financial assistance to commercial pilot members who have lost their aviation medical certificate.

**Ms Tracey Michelle
Radbourne**

Qualifications

Director

- Cert IV Trade Certificate Men's and Women's Hairdressing (30 years) Salon Manager, Business Owner.
- Cert IV Workplace Health & Safety (MBA)
- 4 units in Board Governance (ACTCOSS)
- Certificate in Workplace Health and Safety
- Certificate IV Frontline Management

Experience

- Board member and founding member on the boards of Northside Life Church and Bethany Healing Foundation
- Breeze of Hope – Advising Member
- Case manager for Karinya House for mothers and babies.
- Executive Assistant to Exec Office Manager OzHelp Foundation - suicide prevention service to building & construction industry.

3. Meetings of Directors

During the 2020/2021 financial year, 11 full Board Meetings of Directors (not including committees of Directors – which are listed separately) were held. Attendances by each Director during the FY were as follows:

	Directors' Board Meetings	
	Number eligible to attend	Number attended
David Lee	11	11
Kathleen Parsons	11	10
Amanda Knight	4	2
Monique Lanham	11	10
Kenneth Wayne Mullens	11	11
Gary Peter Presneill	11	11
Tracey Michelle Radbourne	11	7

4. Board Committees

There were no separate Board Committees during the year. Issues in relation to Finance, Risk, Governance and Mission Effectiveness were discussed at monthly board meetings.

5. CCRL's representative on Community Digital Radio (Canberra) Pty Limited

Kenneth Wayne Mullens

Commenced on 5 April 2018

Signed in accordance with a resolution of the Board of Canberra Christian Radio Limited at the Board Meeting of the 18 October 2021 that the above is a true representation of information relating to CCRL's Directors during the financial year ending 30 June 2021.

(Signed)



(Chairman of the Board)

Dated this 18th day of October 2021.

CANBERRA CHRISTIAN RADIO LIMITED

ABN: 94 051 127 792

DIRECTORS' DECLARATION

30 JUNE 2021

In the directors' opinion:

- The attached financial statements and notes comply with the Corporations Act 2001, the Australian Accounting Standards – Reduced Disclosure Requirements, the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- The attached financial statements and notes give a true and fair view of the company's financial position as at 30 June 2021 and of its performance for the year ended on that date; and
- These are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 295(5)(a) of the Corporations Act 2001.

On behalf of the directors

Director 

Dated: 22 October 2021

CANBERRA CHRISTIAN RADIO LIMITED

ABN: 94 051 127 792

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2021**

		2021	2020
	Note	\$	\$
Revenue	2	365,856	282,583
Employee benefit expense		(172,135)	(151,788)
Depreciation and amortisation expense		(11,869)	(14,409)
Depreciation on right of use asset		(24,168)	(24,173)
Rental expense	3	(5,847)	(17,635)
Administration costs		(56,080)	(45,793)
Interest expense of lease liabilities		(17,827)	(18,443)
Program, news and music		(7,663)	(6,705)
Insurance costs		(4,510)	(4,511)
Fees and Subscription		<u>(11,951)</u>	<u>(12,853)</u>
Surplus / (Defecit) attributable to the members		<u>53,806</u>	<u>(13,727)</u>
Other comprehensive income		<u>-</u>	<u>-</u>
Total comprehensive income attributed to the members		<u>53,806</u>	<u>(13,727)</u>

The above statement of comprehensive income should be read in conjunction with the accompanying notes

CANBERRA CHRISTIAN RADIO LIMITED

ABN: 94 051 127 792

**STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2021**

	Note	2021 \$	2020 \$
Current assets			
Cash and cash equivalents	4	348,346	244,825
Trade and other receivables	5	7,642	19,590
Other current assets	6	3,402	1,103
Total current assets		359,390	265,518
Non-current assets			
Property, plant and equipment	7	54,613	58,674
Right of use asset	11	314,259	338,426
Total non-current assets		368,872	397,100
TOTAL ASSETS		728,262	662,618
Current liabilities			
Trade and other payables	8	22,143	23,160
Income received in advance	9	174,537	141,533
Provisions	10	7,700	6,574
Lease liabilities	11	14,949	13,588
Total current liabilities		219,329	184,855
Non-current liabilities			
Lease liabilities	11	321,755	344,391
Total non-current liabilities		321,755	344,391
TOTAL LIABILITIES		541,084	529,246
NET ASSETS		187,178	133,372
Retained earnings		187,178	133,372
TOTAL EQUITY		187,178	133,372

The above statement of financial position should be read in conjunction with the accompanying notes

CANBERRA CHRISTIAN RADIO LIMITED

ABN: 94 051 127 792

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2021**

	Retained surplus \$	Total \$
Balance at 30 June 2019	147,099	147,099
Deficit attributable to members	<u>(13,727)</u>	<u>(13,727)</u>
Balance at 30 June 2020	133,372	133,372
Surplus attributable to members	<u>53,806</u>	<u>53,806</u>
Balance at 30 June 2021	<u>187,178</u>	<u>187,178</u>

The above statement of changes in equity should be read in conjunction with the accompanying notes

CANBERRA CHRISTIAN RADIO LIMITED

ABN: 94 051 127 792

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2021**

	Note	2021	2020
		\$	\$
Cash flows from operating activities:			
Receipts from members and customers		138,467	113,139
Donations received		273,265	208,253
Interest received		(924)	153
Payment to suppliers and employees		(260,377)	(236,379)
Interest paid on lease liabilities		<u>(17,827)</u>	<u>(18,443)</u>
Net cash from/(used) in operating activities	13	<u>132,604</u>	<u>66,723</u>
Cash flows from investing activities:			
Payments to acquire property, plant and equipment		<u>(7,808)</u>	-
Net cash from/(used) in investing activities		<u>(7,808)</u>	<u>-</u>
Cash flows from financing activities:			
Repayment of lease liabilities		<u>(21,275)</u>	<u>(4,620)</u>
Net cash from/(used) in financing activities		<u>(21,275)</u>	<u>(4,620)</u>
Net increase/(decrease) in cash held		103,521	62,103
Cash at beginning of financial year		<u>244,825</u>	<u>182,722</u>
Cash at end of financial year	4	<u>348,346</u>	<u>244,825</u>

The above statement of cash flows should be read in conjunction with the accompanying notes

CANBERRA CHRISTIAN RADIO LIMITED

ABN: 94 051 127 792

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

This financial report is for Canberra Christian Radio Limited as an individual entity, incorporated and domiciled in Australia. Canberra Christian Radio Limited is a company limited by guarantee.

New or amended Accounting Standards and Interpretations adopted

The company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the company.

Basis of preparation

These general-purpose financial statements have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and Interpretations issued by the Australian Accounting Standards Board ('AASB'), the Corporations Act 2001 and associated regulations, as appropriate for not-for-profit oriented entities. These financial statements also comply with International Financial Reporting Standards as issued by the International Accounting Standards Board ('IASB').

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

Historical cost convention

The financial statements have been prepared under the historical cost convention.

Income Tax

The company is exempt from income tax.

Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the company's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the company's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

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 tax authority is included in other receivables or other payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.

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 judgments

The preparation of the financial statements requires directors to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Directors continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. The directors bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Coronavirus (COVID-19) pandemic

Judgement has been exercised in considering the impacts that the Coronavirus (COVID-19) pandemic has had, or may have, on the company based on known information. This consideration extends to the nature of the products and services offered, customers, supply chain, staffing and geographic regions in which the company operates. Other than as addressed in specific notes, there does not currently appear to be either any significant impact upon the financial statements or any significant uncertainties with respect to events or conditions which may impact the company unfavourably as at the reporting date or subsequently as a result of the Coronavirus (COVID-19) pandemic.

Estimation of useful lives of assets

The company determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Employee benefits provision

The liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

CANBERRA CHRISTIAN RADIO LIMITED

ABN: 94 051 127 792

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

	2021 \$	2020 \$
NOTE 2. REVENUE		
Operating activities:		
Sponsorship	85,564	80,876
Interest received	(924)	153
Operating grants	7,900	2,000
Donations	240,261	163,139
Member subscriptions	1,418	1,309
Other revenue	43	4,343
Government subsidies	31,594	30,763
	<u>365,856</u>	<u>282,583</u>

Accounting Policy

Revenue from the sale of goods and services are recognised when received or receivable. All revenue is stated net of the amount of goods and services tax (GST).

Donations are recognised at the time the pledge is made. Donations received for a specific obligation are recognised in the period the obligation is satisfied

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset

NOTE 3. RENTAL EXPENSE

Rental expense on broadcasting towers	3,769	5,167
Premises - contractual amounts	2,078	12,468
	<u>5,847</u>	<u>17,635</u>

NOTE 4. CASH AND CASH EQUIVALENTS

Cash at bank	348,296	244,775
Petty cash	50	50
	<u>348,346</u>	<u>244,825</u>

Accounting Policy

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 short-term borrowings in current liabilities on the statement of financial position.

CANBERRA CHRISTIAN RADIO LIMITED

ABN: 94 051 127 792

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

	2021 \$	2020 \$
NOTE 5. TRADE AND OTHER RECEIVABLES		
Trade receivables	4,511	8,520
	<u>4,511</u>	<u>8,520</u>
Other receivables	-	10,220
GST receivables	3,131	850
	<u>3,131</u>	<u>11,070</u>
Total trade and other receivables	<u><u>7,642</u></u>	<u><u>19,590</u></u>

Accounting Policy

Other receivables are recognised at amortised cost, less any provision for expected credit loss.

NOTE 6. OTHER ASSETS

Prepayments	<u>3,402</u>	<u>1,103</u>
-------------	--------------	--------------

NOTE 7. PROPERTY, PLANT AND EQUIPMENT

(a) Carrying amount of property, plant and equipment:

Plant and equipment				
At cost		293,627		285,819
Less accumulated depreciation		(240,609)		(229,138)
		<u>53,018</u>		<u>56,681</u>
Office equipment				
At cost		10,298		10,298
Less accumulated depreciation		(9,853)		(9,742)
		<u>445</u>		<u>556</u>
Improvements				
At cost		25,060		25,060
Less accumulated depreciation		(23,910)		(23,623)
		<u>1,150</u>		<u>1,437</u>
Total property, plant and equipment		<u><u>54,613</u></u>		<u><u>58,674</u></u>

(b) Movements in carrying amount:

	Plant and equipment \$	Office equipment \$	Improvements \$	Total \$
Balance at the beginning of the year	56,681	556	1,437	58,674
Additions	7,808	-	-	7,808
Depreciation	(11,471)	(111)	(287)	(11,869)
Carrying amount at the end of the year	<u><u>53,018</u></u>	<u><u>445</u></u>	<u><u>1,150</u></u>	<u><u>54,613</u></u>

CANBERRA CHRISTIAN RADIO LIMITED

ABN: 94 051 127 792

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

NOTE 7. PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

Accounting policy

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

Plant and equipment

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

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 assets' employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Plant and equipment that have been contributed at no cost, or for nominal cost, are valued at the fair value of the asset at the date it is acquired.

Depreciation and amortisation

The depreciable amount of all fixed assets is depreciated using diminishing value method from the time the asset is held ready for use.

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

Class of asset	Depreciation rate
Plant and equipment	10-40%
Office equipment	20%
Improvements	20%

Impairment of assets

At each reporting date, the entity 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 assets, being the higher of the asset's fair value less costs to sell and value in use, is compared to the assets carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of comprehensive income.

Impairment testing is performed annually for goodwill and intangible assets with indefinite lives.

Where it is not possible to estimate the recoverable amount of an individual asset, the entity estimates the recoverable amount of the cash-generating unit to which the assets belongs.

	2021	2020
	\$	\$
NOTE 8. TRADE AND OTHER PAYABLES		
Trade payables	7,880	6,492
Accrued expense	6,499	11,250
PAYG/superannuation payable	7,764	5,418
	<u>22,143</u>	<u>23,160</u>

Accounting Policy

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

CANBERRA CHRISTIAN RADIO LIMITED

ABN: 94 051 127 792

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

	2021 \$	2020 \$
NOTE 9. INCOME RECEIVED IN ADVANCE		
Income received in advance	<u>174,537</u>	<u>141,533</u>
	<u>174,537</u>	<u>141,533</u>

Accounting Policy

Amount relates to donations received in advance for the next financial year.

NOTE 10. PROVISIONS

Current		
Provision for annual leave	<u>7,700</u>	<u>6,574</u>
	<u>7,700</u>	<u>6,574</u>

Accounting Policy

Provisions are recognised when the entity 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.

NOTE 11. LEASES

Right of use asset

At cost	362,599	362,599
Less: Accumulated depreciation	<u>(48,340)</u>	<u>(24,173)</u>
	<u>314,259</u>	<u>338,426</u>

Lease liability

Lease liability - current	14,949	13,588
Lease liability - non-current	<u>321,755</u>	<u>344,391</u>
	<u>336,704</u>	<u>357,979</u>

Accounting Policy

Right-of-use assets

A right-of-use asset is recognised at the commencement date of a lease. The right-of-use asset is measured at cost, which comprises the initial amount of the lease liability, adjusted for, as applicable, any lease payments made at or before the commencement date net of any lease incentives received, any initial direct costs incurred, and, except where included in the cost of inventories, an estimate of costs expected to be incurred for dismantling and removing the underlying asset, and restoring the site or asset.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is the shorter. Where the company expects to obtain ownership of the leased asset at the end of the lease term, the depreciation is over its estimated useful life. Right-of use assets are subject to impairment or adjusted for any remeasurement of lease liabilities.

CANBERRA CHRISTIAN RADIO LIMITED

ABN: 94 051 127 792

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 11. LEASES (CONTINUED)

Lease liability

A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of the lease payments to be made over the term of the lease, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Company's incremental borrowing rate. Lease payments comprise of fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, amounts expected to be paid under residual value guarantees, exercise price of a purchase option when the exercise of the option is reasonably certain to occur, and any anticipated termination penalties. The variable lease payments that do not depend on an index or a rate are expensed in the period in which they are incurred.

Lease liability is measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following: future lease payments arising from a change in an index or a rate used; residual guarantee; lease term; certainty of a purchase option and termination penalties. When a lease liability is remeasured, an adjustment is made to the corresponding right-of use asset, or to profit or loss if the carrying amount of the right-of-use asset is fully written down.

NOTE 12. KEY MANAGEMENT PERSONNEL COMPENSATION

	Short-term benefits	Post- employment benefits	Total
2021			
Total compensation	<u>66,631</u>	<u>6,330</u>	<u>72,961</u>
2020			
Total compensation	<u>63,039</u>	<u>5,876</u>	<u>68,915</u>
		2021	2020
		\$	\$

NOTE 13. CASH FLOW INFORMATION

(a) Reconciliation of cash flow from operations with surplus/(deficit)

Net surplus/(deficit) for the year	53,806	(13,727)
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit		
Depreciation	36,037	38,582
Changes in assets and liabilities		
(Increase) / decrease in trade and other receivables	11,948	(6,152)
(Increase) / decrease in other current assets	(2,299)	4,935
Increase / (decrease) in trade and other payables	(1,018)	(491)
Increase in income received in advance	33,004	45,114
Increase / (decrease) in provisions	<u>1,126</u>	<u>(1,538)</u>
	<u>132,604</u>	<u>66,723</u>

CANBERRA CHRISTIAN RADIO LIMITED

ABN: 94 051 127 792

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTE 14. COMPANY DETAILS

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

Canberra Christian Radio Limited

Level 1, 1 Lithgow Street

FYSHWICK ACT 2609

NOTE 15. MEMBERS' GUARANTEE

The entity is incorporated under the Corporations Act 2001 and is an entity limited by guarantee. If the entity is wound up, the constitution states that each member is required to contribute a maximum of \$10 each, towards meeting any outstanding obligations of the entity. As at 30 June 2021 the number of members was 85 (2020:266).

NOTE 16. CONTINGENT LIABILITIES

The company had no contingent liabilities as at 30 June 2021 and 30 June 2020.

NOTE 17. RELATED PARTY TRANSACTIONS

Key management personnel

Disclosures relating to key management personnel are set out in note 12.

Transactions with related parties

There were no transactions with related parties during the current and previous financial year.

Receivable from and payable to related parties

There were no trade receivables from or trade payables to related parties at the current and previous reporting date.

Loans to/from related parties

There were no loans to or from related parties at the current and previous reporting date.

NOTE 18. EVENTS AFTER THE REPORTING PERIOD

The impact of the Coronavirus (COVID-19) pandemic is ongoing and, it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

No other matter or circumstance has arisen since 30 June 2021 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years

RSM Australia Partners

Equinox Building 4, Level 2, 70 Kent Street Deakin ACT 2600

GPO Box 200 Canberra ACT 2601

T +61 (0) 2 6217 0300

F +61 (0) 2 6217 0401

www.rsm.com.au**AUDITOR'S INDEPENDENCE DECLARATION**

As lead auditor for the audit of the financial report of Canberra Christian Radio Limited for the year ended 30 June 2021, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

**RSM AUSTRALIA PARTNERS****RODNEY MILLER**
PartnerCanberra, Australian Capital Territory
Dated: 22 October 2021**THE POWER OF BEING UNDERSTOOD**
AUDIT | TAX | CONSULTING

RSM Australia Partners is a member of the RSM network and trades as RSM. RSM is the trading name used by the members of the RSM network. Each member of the RSM network is an independent accounting and consulting firm which practices in its own right. The RSM network is not itself a separate legal entity in any jurisdiction.

RSM Australia Pty Ltd ACN 009 321377 atf Birdanco Practice Trust ABN 65 319 382 479 trading as RSM

Liability limited by a scheme approved under Professional Standards Legislation

INDEPENDENT AUDITOR'S REPORT

To the Members of Canberra Christian Radio Limited

Opinion

We have audited the financial report of Canberra Christian Radio Limited (the Company) which comprises the statement of financial position as at 30 June 2021, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion the accompanying financial report of the Company is in accordance with the Corporations Act 2001, including:

- (i) giving a true and fair view of the Company's financial position as at 30 June 2021 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards – Reduced Disclosure Requirements and the Corporations Regulations 2001.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the Corporations Act 2001, 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.

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

Other Information

The directors are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 30 June 2021 but does not include the financial report and the auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

THE POWER OF BEING UNDERSTOOD

AUDIT | TAX | CONSULTING

RSM Australia Partners is a member of the RSM network and trades as RSM. RSM is the trading name used by the members of the RSM network. Each member of the RSM network is an independent accounting and consulting firm which practices in its own right. The RSM network is not itself a separate legal entity in any jurisdiction.

RSM Australia Partners ABN 36 965 185 036

Liability limited by a scheme approved under Professional Standards Legislation

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors 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 the Corporations Act 2001 and for such internal control as the directors 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.

In preparing the financial report, the directors are responsible for assessing the ability of the Company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our auditor's report.

A handwritten signature in black ink, appearing to read 'RSM'.

RSM AUSTRALIA PARTNERS

A handwritten signature in black ink, appearing to read 'Rodney Miller'.

RODNEY MILLER
Partner

Canberra, Australian Capital Territory
Dated: 22 October 2021