

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF THE AUSTRALIAN
NATIONAL UNIVERSITY STUDENT MEDIA INCORPORATED**

SCOPE

I have audited the financial report of Australian National University Student Media Incorporated (the Association) for the financial year ended 30 November 2012. The Association's committee is responsible for the preparation and presentation of the financial report and the information contained therein, and has determined that the accounting policies used are consistent with the financial reporting requirements of the entity and are appropriate to meet the needs of members. I have conducted an independent audit of this financial report in order to express an opinion on it to the members of the Association. No opinion is expressed as to whether the accounting policies are appropriate to the needs of members.

My audit has been conducted in accordance with the Australian Auditing Standards to provide reasonable assurance as to whether the financial report is free of material misstatement whether caused by fraud or other irregularity or error. My procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial report is presented fairly in accordance with Accounting Standards and other mandatory professional reporting requirements in Australia so as to present a view of the Association which is consistent with my understanding of its financial position and the results of its operations. I disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than for which it was prepared.

QUALIFICATION

In view of the fact that it became apparent that a former officer of the Association may have initiated unauthorised transactions leading to a loss of funds to the Association the audit of expenditure was extended in order to better determine the extent of any such unauthorised transactions. In addition the Association engaged the services of a major accounting firm to undertake a forensic audit for possible use in any civil or criminal proceedings that might result from any such unauthorised transactions. The estimated value of such unauthorised transactions is recorded in the profit and loss account as unaccounted for expenses.

QUALIFIED AUDIT OPINION

In my opinion except for the effects of such adjustments, if any, as might have been determined to be necessary had the issue discussed in the qualification paragraph not existed:

The financial report of Australian National University Student Media Incorporated is properly drawn up:

- a) so as to give a true and fair view of the financial position of the Association as at 30 November 2012;
- b) the results of the operations of the Association for the financial year ended on that date; and
- c) in accordance with the Australian Accounting Standards and other mandatory professional reporting requirements.


AJ Bray
Registered Company Auditor
Canberra ACT

7/9/13
Dated



Halletts

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ANU STUDENT MEDIA INCORPORATED

ABN 50 530 891 173

FINANCIAL REPORT FOR THE YEAR ENDED 30 NOVEMBER 2012

ANU STUDENT MEDIA

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ANU STUDENT MEDIA
ABN 50 530 891 173
Statement by Committee

The Committee present the report on the Association for the period ended 30 November 2012 year.

The names of each person in office at any time during or since the end of the period 30 November 2012 are:

AJ Neilson	Managing Editor	(Appointed 21 Nov 12, resigned 21 Nov 13)
Vincent Chaing	Deputy Editor in Chief	(Appointed 21 Nov 12, resigned 21 Nov 13)
Ben Latham	Editor	(Appointed 21 Nov 12, resigned 21 Nov 13)
Joshua Dabelstein	Editor	(Appointed 21 Nov 12, resigned 25 June 13)
Farzaneh Edraki	Editor	(Appointed 21 June 12, resigned 20 June 13)
Yasmin Masri	Editor	(Appointed 21 June 12, resigned 20 June 13)
Gus McCubbing	Editor	(Appointed 21 June 12, resigned 20 June 13)
Cam Wilson	Editor in Chief	(Appointed 21 June 12, resigned 20 June 13)
Peter Agoth	Managing Editor	(Appointed 28 Jul 12, resigned 21 Nov 13)
Zid Mancenido	Managing Editor	(Appointed 20 Nov 11, resigned 25 Jun 12)
Olivia Clark	Deputy Editor in Chief	(Appointed 20 Nov 11, resigned 20 Nov 12)
Lisa Visentin	Editor	(Appointed 20 Nov 11, resigned 20 Nov 12)
Nakul Legha	Editor in Chief	(Appointed 20 Nov 11, resigned 20 Nov 12)
Angus Minns	Managing Editor	(Appointed 21 June 11, resigned 20 June 12)
Tom Westland	Editor in Chief	(Appointed 21 June 11, resigned 20 June 12)
Uma Patel	Deputy Editor in Chief	(Appointed 21 June 11, resigned 20 June 12)
Cameron Knott	Editor	(Appointed 21 June 11, resigned 20 June 12)
Victor White	Managing Editor	(Appointed 4 Dec 11, removed 20 June 12)
Daniel Rose	Editor	(Appointed 21 June 12, resigned 20 Nov 12)
Lily Ward	Deputy Editor in Chief	(Appointed 22 June 13, resigned 20 June 14)
Fergus Hunter	Editor in Chief	(Appointed 22 June 13, resigned 20 June 14)
Areti Meluamate	Managing Editor	(Appointed 22 June 13, resigned 20 June 14)
Samantha Bradley	Editor	(Appointed 22 June 13, resigned 20 June 14)
Tara Shenoy	Managing Editor	(Appointed 22 Nov 13)
Ross Caldwell		(Appointed 22 Nov 13)
Elena Tjandra		(Appointed 22 Nov 13)
Polly Mitton		(Appointed 26 Apr 14)
Alex Catalan-Flores	Treasurer	(Appointed 21 Jun 14)
Janis Lejins		(Appointed 21 Jun 14)
Abigail Widjanto		(Appointed 21 Jun 14)
Beatrice Smith		(Appointed 21 Jun 14)

The principal activities of the Association during the period ended 30 November 2012 were:

- a) to promote the welfare and further the interests of its members and in particular to work for quality and equity in higher education;
- b) to afford a recognised means of representation for its members both within and outside the University; and
- c) to promote the social life of its members.

No significant change in the nature of these activities occurred during the financial period.

The net profit of the Association for the period ended 30 November 2012 is \$100,256

It should be noted that the organisation was incorporated on 25 Feb 2011 in accordance with the provisions of the Associations Incorporation ACT 1991.

To the best of our knowledge and belief, the accompanying financial statements of Australian National University Student Media Association are drawn up so as to fairly present the financial position of the Association at 30 November 2012 and the results of its operations for the period then ended in accordance with Note 1 in the financial statements.

At the date of this statement, there are reasonable grounds to believe that ANU Student Media Association will be able to pay its debts when they fall due.

Signed in accordance with a resolution of the Board of Management

Managing Editor

Editor in Chief

Dated: 7/9/14

ANU STUDENT MEDIA
INCOME STATEMENT
FOR THE YEAR ENDED 30 NOVEMBER 2012

	Note	2012 \$	2011 \$
Revenue			
Revenue from ordinary operations	2	211,948	62,712
Total Revenue		211,948	62,712
Expenditure			
Accounting Expenses		8,750	990
Advertising & Merchandise		1,619	1,416
Bank Fees		209	95
Computer Support & Maintenance		1,274	207
Depreciation	3	10,703	1,546
Equipment		797	-
Events		331	-
Incorporation Fees		-	147
Interest Expense		783	-
Legal Fees		11,998	-
Meeting Expenses		2,272	1,114
Miscellaneous Expenses		1,609	-
Office Supplies		1,285	727
Printing Costs		34,551	22,582
Postage		94	-
Salaries & Wages		14,106	33,824
Subscriptions		2,196	-
Staff Development		-	98
Utilities		229	-
Unexplained Transactions 2011-2012		18,886	-
Total Expenditure		111,692	62,746
 Net surplus available to members		 100,256	 (34)

The accompanying notes form part of these financial statements.

ANU STUDENT MEDIA
STATEMENT OF FINANCIAL POSITION
AS AT 30 NOVEMBER 2012

	Note	2012 \$	2011 \$
CURRENT ASSETS			
Cash assets	4	64,305	60,163
Receivables	5	3,945	3,677
TOTAL CURRENT ASSETS		<u>68,250</u>	<u>63,840</u>
NON-CURRENT ASSETS			
Property, plant and equipment	6	36,786	13,376
TOTAL NON-CURRENT ASSETS		<u>36,786</u>	<u>13,376</u>
TOTAL ASSETS		<u>105,036</u>	<u>77,216</u>
CURRENT LIABILITIES			
Payables	7	4,814	77,250
TOTAL CURRENT LIABILITIES		<u>4,814</u>	<u>77,250</u>
NON-CURRENT LIABILITIES			
TOTAL NON-CURRENT LIABILITIES		<u>-</u>	<u>-</u>
TOTAL LIABILITIES		<u>4,814</u>	<u>77,250</u>
NET ASSETS		<u>100,222</u>	<u>(34)</u>
EQUITY			
Retained surplus	9	100,222	(34)
TOTAL EQUITY		<u>100,222</u>	<u>(34)</u>

STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 NOVEMBER 2012

Retained surplus at the beginning of the period	(34)	-
Net surplus for the period	100,256	(34)
Retained surplus at the end of the period	<u>100,222</u>	<u>(34)</u>

The accompanying notes form part of these financial statements.

ANU STUDENT MEDIA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2012

1. Statement of significant accounting policies

This financial report is a special purpose report which has been prepared specifically for

ANU Students' Association is an incorporated association and domiciled in ACT and is a "not-for-profit" entity for reporting purposes. The committee has determined that the full application of Australian Accounting Standards would not provide the best information to suit the information needs of its members.

The committee have approved the statements prepared in accordance with the significant accounting policies stated below :

AASB 101: Presentation of Financial Statements

AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors

AASB 110: Events Occurring after Balance Sheet Date

AASB 1031: Materiality

AASB 1048: Interpretation and Application of Standards

No other Accounting Standards, Australian Accounting Interpretations or Other Authoritative pronouncements of the Australian Accounting Standard Board have been applied.

The financial report is prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

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

Reporting Basis and Conventions

(a) Property, Plant and Equipment

Each class of plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment losses. The carrying amount of property, plant and equipment is reviewed annually to ensure it is not in excess of the recoverable amount from these assets.

Depreciation

All fixed assets, excluding freehold land, are depreciated on a straight line basis over their useful lives to the company. The depreciation rates used for each class of depreciable are:

<u>Class of Asset</u>	<u>Depreciation Rate</u>
Plant and Equipment	20% - 50%

ANU STUDENT MEDIA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2012

(b) Employee benefits

Provision is made for the association's liability for employee benefits arising from services rendered by employees to balance date. 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, plus related on costs. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

Contributions are made by the association to employees' superannuation funds and are charged as expenses when incurred.

(c) Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Association and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

Services rendered

Operating revenue predominantly relates to revenue from rendering services. Revenue is recognised when the service is rendered

General Service Fee, Donations, Commission and Other Income

The General Service Fee is recognised on an accrual basis. Donations, Commission and other income are recognised when cash is received.

Interest

Interest is recognised where the control of the right to receive the interest payment has passed.

(d) Provisions

Provisions are recognised when the association 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.

(e) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST is not recoverable from the Australian Taxation Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense. Receivables and payables in the balance sheet are shown inclusive of GST.

(f) Leases

Leases of PPE, where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, are transferred to the association, are classified as finance leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease and lease interest expense for that period.

ANU STUDENT MEDIA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2012

(f) Leases (cont.)

Leased assets are depreciable on a straight-line basis over the shorter of their estimated useful lives or the lease term. Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods they are incurred.

The lease of the Toshiba photocopier entered into in February 2009 has been treated as an operating lease for the purposes of these financial statements.

(g) Critical Accounting Estimates and Judgements

Estimates and judgements incorporated into the financial report are evaluated 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 association.

Key estimates – Impairment

The association assesses impairment at each reporting date by evaluating conditions specific to the association that may lead to impairment of assets. Should an impairment indicator exist, the determination of the recoverable amount of the asset may require incorporation of a number of key estimates. No impairment indicators were present at 30

(h) The company is a tax exempt body under relevant provisions of the Income Tax Assessment Act (1997).

		2012	2011
		\$	\$
2. Revenue			
General Services Fee		196,900	52,909
Advertising Income		13,150	9,417
		210,050	62,326
Non-operating activities			
Interest		1,898	386
Total Revenue		211,948	62,712
3 Expenses from ordinary activities			
Depreciation			
Office Equipment		7,611	976
Website Development		3,092	570
Total depreciation of non-current assets		10,703	1,546
4. Cash assets			
Cheque Account - CBA		13,777	6,955
Online Saver Account - CBA		50,528	53,208
		64,305	60,163



ANU STUDENT MEDIA

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2012**

	Note	2012 \$	2011 \$
5. Receivables			
Current			
Trade Debtors		1,968	-
Sundry Debtors		-	178
GST Receivable		1,977	3,499
		<u>3,945</u>	<u>3,677</u>
6. Property, plant and equipment			
Plant and equipment		29,719	8,322
Less accumulated depreciation		<u>(8,587)</u>	<u>(976)</u>
		21,132	7,346
Website Development		19,316	6,600
Less accumulated depreciation		<u>(3,662)</u>	<u>(570)</u>
		15,654	6,030
Total property, plant and equipment		<u>36,786</u>	<u>13,376</u>

Movements in carrying amounts

Movement in the carrying amounts for each class of property, plant and equipment between the begin and the end of the current financial period:

	2012	2012	2012
	Plant and equipment	Website Developmnt	Total
	\$	\$	\$
Opening balance	8322	6600	14922
Additions	21397	12716	34113
Depreciation	(8587)	(3662)	(12249)
Carrying amount at the end of period	<u>21132</u>	<u>15654</u>	<u>36786</u>

ANU STUDENT MEDIA

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2012**

	Note	2012 \$	2011 \$
7. Payables			
Current			
Trade Creditors			-
Sundry Creditors		2,530	63,390
Other payables		356	3,758
GST Liabilities		1,928	10,102
		<u>4,814</u>	<u>77,250</u>
8. Retained profits			
Retained surplus at the beginning of the financial year		(34)	_____
Net surplus attributable to the members of the association		<u>100256</u>	<u>(34)</u>
Retained surplus at the end of the financial year		<u>100222</u>	<u>(34)</u>
9. Association details			
The office of the Association is Unit 15 Lena Karmel Building Cnr Marcus Clark Ave & Barry Drive, ACTON. ACT 2601			

ANU STUDENT MEDIA

DETAILED INCOME STATEMENT FOR THE YEAR ENDED 30 NOVEMBER 2012

	2012 \$	2011 \$
Operating income		
Grant Income	196,900	52,909
Advertising Income	13,150	9,417
	210,050	62,326
Total operating income	210,050	62,326
Less expenditure		
Accounting Expenses	8,750	990
Advertising & Merchandise	1,619	1,416
Bank Fees	209	95
Computer Support & Maintenance	1,274	207
Depreciation - plant and equipment	7,611	976
Depreciation -Website Development	3,092	570
Equipment	797	-
Events	331	-
Incorporation Fees	-	147
Interest Expense	783	-
Legal Fees	11,998	-
Meeting Expenses	2,272	1,114
Miscellaneous Expenses	1,609	-
Office Supplies	1,285	727
Postage	94	-
Printing Costs	34,551	22,582.00
Salaries & Wages	14,106	33,824.00
Staff Development	-	98
Subscriptions	2,196	-
Utilities	229	-
Unexplained Transactions 2011-2012	18,886	-
	111,692	62,746
	98,358	(420)
Other income		
Interest received	1,898	386
Net operating surplus	100,256	(34)
Retained surplus at the beginning of the financial year	(34)	-
Retained surplus at the end of the financial year	100,222	(34)