

**AUSTRALIAN NATIONAL UNIVERSITY
STUDENT MEDIA INCORPORATED**

**FINANCIAL REPORT
FOR THE YEAR ENDED 30 NOVEMBER 2017**

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**AUSTRALIAN NATIONAL UNIVERSITY
STUDENT MEDIA INCORPORATED**

STUDENT MEDIA INCORPORATED EXECUTIVE REPORT

The committee of the Student Media Incorporated Executive presents the financial report of Australian National University Student Media Incorporated for the financial year ended 30 November 2017.

STUDENT MEDIA INCORPORATED EXECUTIVE COMMITTEE MEMBERS

The names of the members who held Student Media Incorporated Executive office during the financial year and at the date of this report are:

Elected Executive Committee Members:

James Atkinson	Editor in Chief	(Appointed 18 November 2017)
Kanika Kirpalani	Editor in Chief	(Appointed 18 June 2017, retired 17 November 2017)
Bronte McHenry	Editor in Chief	(Appointed 20 November 2016, retired 17 June 2017)
Nathalie Rosales Cheng	Deputy Editor in Chief	(Appointed 18 June 2017)
Finn Pederson	Deputy Editor in Chief	(Appointed 20 November 2016, retired 17 June 2017)
Jonathan Tjandra	Managing Editor	(Appointed 18 November 2017)
Katharine Carrington	Managing Editor	(Appointed 20 November 2016, retired 17 November 2017)

PRINCIPAL ACTIVITIES

The principle activities of the Association during the financial year was to produce interesting, entertaining, informative and regular content across our print, multimedia, radio and online media platforms that reflect the scholarly and cultural diversity of the University and provide a space for students to develop and explore their talents in these platforms.

SIGNIFICANT CHANGES

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

SURPLUS FOR THE YEAR

The surplus for the year was \$36,717 (2016: surplus: \$34,954)

AFTER BALANCE DATE EVENTS

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

Signed in accordance with a resolution of the Committee Members of the Student Media Incorporated.

JONATHAN TJANDRA



Managing Editor

James Atkinson



Editor in Chief

Dated: 29/3/18

**AUSTRALIAN NATIONAL UNIVERSITY
STUDENT MEDIA INCORPORATED**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 NOVEMBER 2017**

	2017	2016
	\$	\$
Revenues		
SSAF Funding	206,303	189,800
Advertising Income	3,504	3,241
Interest received	1,894	1,077
Other income	268	-
	<hr/>	<hr/>
Total Revenue	211,969	194,118
	<hr/>	<hr/>
Expenses		
Audit	4,600	5,500
Bank charges	938	899
Depreciation	12,082	3,084
Meetings & Event Expenses	14,132	23,642
Marketing	13,464	8,681
Office utilities	3,513	6,564
Printing & Distribution Costs	30,755	37,066
Rent	9,457	9,457
Salaries and superannuation	81,475	58,525
Sundry Expenses	4,836	5,746
	<hr/>	<hr/>
Total Expenditure	175,252	159,164
	<hr/>	<hr/>
Surplus for the Year	36,717	34,954
	<hr/>	<hr/>
Other comprehensive income for the year	-	-
	<hr/>	<hr/>
Total comprehensive income attributable to members	36,717	34,954
	<hr/>	<hr/>

The accompanying notes form part of this financial report

**AUSTRALIAN NATIONAL UNIVERSITY
STUDENT MEDIA INCORPORATED**

**STATEMENT OF FINANCIAL POSITION
AS AT 30 NOVEMBER 2017**

	Note	2017 \$	2016 \$
CURRENT ASSETS			
Cash and cash equivalents	2	198,068	207,316
Trade and other receivables	3	2,027	3,277
Prepayments		1,950	471
TOTAL CURRENT ASSETS		<u>202,045</u>	<u>211,064</u>
NON-CURRENT ASSETS			
Plant and Equipment	4	18,831	8,197
Intangibles	5	24,016	-
TOTAL NON-CURRENT ASSETS		<u>42,847</u>	<u>8,197</u>
TOTAL ASSETS		<u>244,892</u>	<u>219,261</u>
CURRENT LIABILITIES			
Trade and other payables	6	19,392	19,975
Unspent Grant Funds	7	18,489	28,992
TOTAL CURRENT LIABILITIES		<u>37,881</u>	<u>48,967</u>
TOTAL LIABILITIES		<u>37,881</u>	<u>48,967</u>
NET ASSETS		<u>207,011</u>	<u>170,294</u>
TOTAL MEMBERS' FUNDS		<u>207,011</u>	<u>170,294</u>

The accompanying notes form part of this financial report

AUSTRALIAN NATIONAL UNIVERSITY
STUDENT MEDIA INCORPORATED

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 NOVEMBER 2017

	Retained Earnings \$	Total Equity \$
Balance at 1 December 2015	135,340	135,340
Net Surplus/(Loss) for the year	34,954	34,954
Balance at 30 November 2016	<u>170,294</u>	<u>170,294</u>
Balance at 1 December 2016	170,294	170,294
Net Surplus/(Loss) for the year	36,717	36,717
Balance at 30 November 2017	<u>207,011</u>	<u>207,011</u>

The accompanying notes form part of this financial report

**AUSTRALIAN NATIONAL UNIVERSITY
STUDENT MEDIA INCORPORATED**

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 NOVEMBER 2017**

	Note	2017 \$	2016 \$
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from members and customers		5,022	2,090
Operating grant receipts		195,800	195,482
Payment to suppliers & employees		(165,232)	(150,571)
Interest received		1,894	1,077
Net cash provided by/(used in) operating activities:	8	<u>37,484</u>	<u>48,078</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of plant and equipment		(16,732)	(3,735)
Purchase of intangibles		(30,000)	-
Proceeds from sale of plant and equipment		-	-
Net cash provided by/(used in) investing activities:		<u>(46,732)</u>	<u>(3,735)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:			
Net cash provided by/(used in) financing activities		<u>-</u>	<u>-</u>
Net increase/(decrease) in cash held		(9,248)	44,343
Cash at beginning of year		<u>207,316</u>	<u>162,973</u>
Cash at end of year	2	<u><u>198,068</u></u>	<u><u>207,316</u></u>

The accompanying notes form part of this financial report

**AUSTRALIAN NATIONAL UNIVERSITY
STUDENT MEDIA INCORPORATED**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2017**

Australian National University Student Media Incorporated is an association incorporated in the Australian Capital Territory under the Associations Incorporation Act 1991. The financial statements cover Australian National University Student Media Incorporated as an individual entity.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Accounting Standards – Reduced Disclosure Requirements of the Australian Accounting Standards Board (AASB) and Associations Incorporation Act 1991.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs. It does not take into account changing money values or, except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets. The amounts presented in the financial statements have been rounded to the nearest dollar.

The following is a summary of the material accounting policies adopted by the entity in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

(a) Income Tax

The Association is exempt from Income Tax under Division 50 of the Income Tax Assessment Act 1997.

(b) Cash

For the purposes of the Statement of Cash Flows, cash includes cash on hand and at call deposits with banks or financial institution and investments in money market instruments maturing within less than two months and net of bank overdrafts.

(c) Revenue

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers. Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets. Other revenue is recognised when the right to receive the revenue has been established. All revenue is stated net of the amount of goods and services tax (GST).

Grant funding revenues, which is subject to contractual grant funding conditions, are recognised proportionally as expended during the financial year in order to match the revenue with the relevant project expenditure. Any portion of grant funds which have not been fully expended during the year are recognised as unspent grant funds and shown within the balance sheet.

(d) 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. 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 statement of financial position are shown inclusive of GST.

**AUSTRALIAN NATIONAL UNIVERSITY
STUDENT MEDIA INCORPORATED**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2017**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(e) Receivables

Trade receivables and other receivables are recorded at amounts due less any provision for doubtful debts.

(f) Payables

Liabilities are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Association.

(g) Property, Plant and Equipment

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

Plant and equipment

Plant and equipment is measured on the cost basis.

The carrying amount of plant and equipment is reviewed annually by executive officers to ensure it is not in excess of the recoverable amount from those assets. The recoverable amount is assessed on the basis of the expected net cash flows which will be received from the assets employment and subsequent disposal. The expected net cash flows have not been discounted to present values in determining recoverable amounts.

Depreciation

The depreciable amount of all fixed assets including plant and equipment and capitalised leased assets, but excluding freehold land, are depreciated over their estimated useful lives to the Association commencing from the time the asset is held ready for use. Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

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

Class of fixed asset	Depreciation rates	Depreciation basis
Plant and equipment	10 – 66.67 %	Diminishing Value

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the income statement.

(h) Impairment of Assets

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

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

(i) Critical accounting estimates and judgments

The Association's management evaluates estimates and judgments incorporated into the financial statements 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 the end of each reporting period by evaluating conditions and events specific to the company that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

**AUSTRALIAN NATIONAL UNIVERSITY
STUDENT MEDIA INCORPORATED**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2017**

	2017	2016
	\$	\$
NOTE 2: CASH		
Cash at bank	138,068	147,316
Cash on deposit	60,000	60,000
	198,068	207,316

NOTE 3: TRADE & OTHER RECEIVABLES

Trade receivables	649	1,500
Other receivables	1,378	1,777
Total trade and other receivables	2,027	3,277

Provision for Impairment of Receivables

Current trade receivables are generally on 30-day terms. These receivables are assessed for recoverability and a provision for impairment is recognised when there is objective evidence that an individual trade receivable is impaired. These amounts have been included in other expense items. Impairment was not required at 30 November 2017 (2016: \$0).

Credit Risk — Trade & Other Receivables

The Association does not have any material credit risk exposure to any single receivable or group of receivables. Amounts are considered as 'past due' when the debt has not been settled within the terms and conditions agreed between the Association and the customer or counter party to the transaction. Receivables that are past due are assessed for impairment by ascertaining solvency of the debtors and are provided for where there are specific circumstances indicating that the debt may not be fully repaid to the Association.

NOTE 4: PROPERTY, PLANT AND EQUIPMENT

Plant and Equipment

(a) Plant & Equipment		
At cost	51,254	34,522
Less accumulated depreciation	(34,702)	(28,855)
	16,552	5,667
(b) Furniture & Fittings		
At cost	2,663	2,663
Less accumulated depreciation	(384)	(133)
	2,279	2,530
Total property, plant and equipment	18,831	8,197

(a) Movements in carrying amounts

Movements in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.

**AUSTRALIAN NATIONAL UNIVERSITY
STUDENT MEDIA INCORPORATED**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2017**

NOTE 4: PLANT AND EQUIPMENT (continued)

	2017	2016
	\$	\$
Plant & Equipment		
Balance at the beginning of the year	5,667	6,852
Additions	16,732	1,776
Depreciation expense	(5,847)	(2,961)
	<u>16,552</u>	<u>5,667</u>
Furniture & Fittings		
Balance at the beginning of the year	2,530	694
Additions	-	1,959
Depreciation expense	(251)	(123)
	<u>2,279</u>	<u>2,530</u>
Carrying amount at end of year	<u>18,831</u>	<u>8,197</u>

NOTE 5: INTANGIBLE ASSETS

Website Development		
At cost	30,000	-
Less accumulated amortisation	(5,984)	-
	<u>24,016</u>	<u>-</u>

NOTE 6: TRADE AND OTHER PAYABLES

Trade and other payables	5,264	13,123
Accrued expenses	14,128	6,852
	<u>19,392</u>	<u>19,975</u>

NOTE 7: UNSPENT GRANT FUNDS

SSAF – 2016 Unspent funds	14,673	28,992
SSAF – 2017 Unspent funds	3,816	-
	<u>18,489</u>	<u>28,992</u>

NOTE 8: CASH FLOW INFORMATION

Reconciliation of cash flows from operating activities to surplus		
Surplus	36,717	34,954
Non-cash flows in surplus		
Depreciation	12,082	3,084
Changes in assets and liabilities		
(Increase)/decrease in trade and other receivables	1,250	(1,151)
(Increase)/decrease in prepayments	(1,479)	(2)
Increase/(decrease) in trade payables & accruals	(583)	5,511
Increase/(decrease) in other current liabilities	(10,503)	5,682
Net cash provided by/(used in) operating activities	<u>37,484</u>	<u>48,078</u>

**AUSTRALIAN NATIONAL UNIVERSITY
STUDENT MEDIA INCORPORATED**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2017**

NOTE 9: KEY MANAGEMENT PERSONAL COMPENSATION

Short-term employee benefits (i)	48,000	47,870
Long term employment benefits (i)	<u>-</u>	<u>-</u>
Total	<u>48,000</u>	<u>47,870</u>

(i) Included are data relating to the Executive Officers.

NOTE 10: RELATED PARTY TRANSACTIONS

There are no related party transactions between the organization and committee member.

NOTE 11: CONTINGENT LIABILITIES

There are no known contingent liabilities at the date of this report that should be brought to account.

NOTE 12: EVENTS AFTER BALANCE DATE

There are no known events after balance sheet date at the date of this report that should be brought to account

NOTE 13: ASSOCIATION DETAILS

The principal place of business of the Association is:

Australian National University Student Media Incorporated
Unit 15 Lena Karmel Building
26 Barry Drive
ACTON ACT 2601

**AUSTRALIAN NATIONAL UNIVERSITY
STUDENT MEDIA INCORPORATED**

STATEMENT BY MEMBERS OF THE STUDENTS' ASSOCIATION

In the opinion of the Australian National University Student Media Incorporated the financial report as set out on pages 2 to 10:

1. Presents a true and fair view of the financial position of Australian National University Student Media Incorporated as at 30 November 2017 and its performance for the year ended on that date in accordance with the Australian Accounting Standards to the extent described in Note 1, and the Associations Incorporation Act (ACT) 1991.
2. At the date of this statement, there are reasonable grounds to believe that Australian National University Student Media Incorporated will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Australian National University Student Media Incorporated Executive and is signed for and on behalf of the Australian National University Student Media Incorporated by:

JONATHAN TJANDRA

Managing Editor

JAMES ATKINSON

Editor in Chief

Dated: 29/3/18

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

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying financial report of The Australian National University Student Media Incorporated, which comprises the statement of financial position as at 30 November 2017, the statement of profit or loss and comprehensive income, statement of changes in equity and cash flow statement for the year ended on that date, notes comprising a summary of significant accounting policies, other explanatory notes and the Committee members' declaration of the financial statements giving a true and fair view of the financial position and performance of the Association.

In our opinion, the financial report of The Australian National University Student Media Incorporated is in accordance with the Associations Incorporation Act (ACT) 1991 including:

- i. giving a true and fair view of the Association's financial position as at 30 November 2017 and of the performance for the year ended on that date; and
- ii. complying with Australian Accounting Standards to the extent described in Note 1, and the Associations Incorporation Act (ACT) 1991.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement. Our responsibilities under those standards are further described in the Auditor's Responsibility section of our report. We are independent of the Association in accordance with the requirements of the Australian professional ethical pronouncements. We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Other information is financial and non-financial information in the annual report of the Association which is provided in addition to the Financial Report and the Auditor's Report. The committee members are responsible for Other Information in the annual report. The Other Information we obtained prior to the date of this Auditor's Report was the Committee members' Report, no other Information will be provided. Our opinion on the Financial Report does not cover the Other Information and, accordingly, the auditor does not and will not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the Financial Report, our responsibility is to read the Other Information. In doing so, we 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. We are required to report if we conclude that there is a material misstatement of this Other Information in the Financial Report and based on the work we have performed on the Other Information that we obtained prior the date of this Auditor's Report we have nothing to report.

Committee's Responsibility for the Financial Report

The committee members of the Association are responsible for the preparation and fair presentation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

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

In preparing the financial report, the committee members are responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the council members intends to wind up the Association or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibility for the Audit of the Financial Report

Our responsibility is to express an opinion on the financial report based on our audit. 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 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial reports. As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit.

The procedures selected depend on the auditor's judgement, including 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 of the financial report that gives a true and fair view 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. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Committee members, as well as evaluating the overall presentation of the financial report.

We conclude on the appropriateness of the Committee members' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial reports or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.

We evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We obtain sufficient appropriate audit evidence regarding the financial information of the Association to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

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

We communicate with the Committee members regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

PKF Di Bartolo Diamond & Mihailaros



Ross Di Bartolo
Partner

Dated: 29 March 2018

AUDITOR'S INDEPENDENCE DECLARATION

**TO THE EXECUTIVE MEMBERS OF
AUSTRALIAN NATIONAL UNIVERSITY
STUDENT MEDIA INCORPORATED**

We declare that, to the best of our knowledge and belief, during the year ended 30 November 2017 there have been:

- no contraventions of the auditor independence requirements in relation to the audit; and
- no contraventions of any applicable code of professional conduct in relation to the audit.

PKF Di Bartolo Diamond & Mihailaros



Ross Di Bartolo
Partner

Dated: 29 March 2018