

# **YP Space MNC**

**ABN: 53 796 715 437**

**Financial Statements**

**For the Year Ended 30 June 2022**

# YP Space MNC

ABN: 53 796 715 437

## Financial Statements

For the Year Ended 30 June 2022

### CONTENTS

	<u>Page</u>
Auditor's Independence Declaration	1
Statement of Profit or Loss and Other Comprehensive Income	2
Statement of Financial Position	3
Statement of Changes in Equity	4
Statement of Cash Flows	5
Notes to the Financial Statements	6
Directors' Declaration	21
Independent Auditor's Report	22
Disclaimer	25
Detailed Income and Expenditure Statements	26

**PARTNERS**

Paul Fahey B Bus CA

Bart Lawler B Com CA

Patrick Brennan B Com CA

Alison McKinnon B Bus CA

**Auditor's Independence Declaration**  
**Under Section 60-40(1) of the**  
**Australian Charities and Not-for-profits Commission Act 2012**  
**To the Board of Governance of YP Space MNC**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2022, there have been no contraventions of:

- (i) the auditor independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

**NorthCorp Accountants**



**Jodie Thomas**  
**Lead Auditor**

**10-12 Short Street**  
**Port Macquarie NSW 2444**

**Date: 9 August 2022**

# YP Space MNC

ABN: 53 796 715 437

## Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 30 June 2022

	Note	2022 \$	2021 \$
Revenue	2	2,611,362	2,580,581
Other income	2	268,359	-
		<u>2,879,721</u>	<u>2,580,581</u>
Employee benefits expense		(1,988,789)	(1,962,373)
Depreciation and amortisation expense		(161,472)	(59,225)
Interest expense on lease liabilities		-	(57)
Audit, consultancy and legal expenses		(36,977)	(62,655)
Brokerage		(52,858)	(51,918)
Cafe cost of goods sold		-	(62,732)
Computer expense		(56,749)	(67,390)
Insurance expense		(22,829)	(18,957)
Motor vehicle expense		(18,978)	(16,258)
Rental expense		(20,146)	(8,889)
Repairs and maintenance		(48,179)	(33,593)
Training and travel expenses		(32,456)	(9,276)
Telephone and internet expense		(28,948)	(28,121)
Unexpended government funding		(43,127)	(50,815)
Utilities expense		(16,193)	(17,967)
Fundraising expense		-	(364)
Other expenses		(91,454)	(58,073)
		<u>(2,619,155)</u>	<u>(2,508,663)</u>
<b>Profit (loss) before income tax</b>		<b>260,566</b>	<b>71,918</b>
Income tax expense	1(a)	-	-
<b>Profit / (loss) for the year</b>		<b>260,566</b>	<b>71,918</b>
Other comprehensive income		-	-
<b>Total comprehensive income for the year</b>		<b>260,566</b>	<b>71,918</b>

The accompanying notes form part of these financial statements.

# YP Space MNC

ABN: 53 796 715 437

## Statement of Financial Position

As At 30 June 2022

	Note	2022 \$	2021 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	4	765,122	209,516
Trade and other receivables	5	500	4,500
Other financial assets	6	10	300,010
<b>TOTAL CURRENT ASSETS</b>		<b>765,632</b>	<b>514,026</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	7	977,291	838,971
<b>TOTAL NON-CURRENT ASSETS</b>		<b>977,291</b>	<b>838,971</b>
<b>TOTAL ASSETS</b>		<b>1,742,923</b>	<b>1,352,997</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	8	98,378	57,551
Provisions	9	176,460	117,305
Other financial liabilities	10	69,127	50,815
<b>TOTAL CURRENT LIABILITIES</b>		<b>343,965</b>	<b>225,671</b>
<b>NON-CURRENT LIABILITIES</b>			
Provisions	9	56,663	45,597
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>56,663</b>	<b>45,597</b>
<b>TOTAL LIABILITIES</b>		<b>400,628</b>	<b>271,268</b>
<b>NET ASSETS</b>		<b>1,342,295</b>	<b>1,081,729</b>
<b>EQUITY</b>			
Retained earnings		1,342,295	1,081,729
<b>TOTAL EQUITY</b>		<b>1,342,295</b>	<b>1,081,729</b>

The accompanying notes form part of these financial statements.

# YP Space MNC

ABN: 53 796 715 437

## Statement of Changes in Equity

For the Year Ended 30 June 2022

**2022**

	<b>Retained Earnings</b>	<b>Total</b>
	\$	\$
<b>Balance at 1 July 2021</b>	<b>1,081,729</b>	<b>1,081,729</b>
Profit / (loss) attributable to members of the entity	<b>260,566</b>	<b>260,566</b>
Other comprehensive income	-	-
<b>Total comprehensive income for the year</b>	<b>260,566</b>	<b>260,566</b>
<b>Balance at 30 June 2022</b>	<b>1,342,295</b>	<b>1,342,295</b>

**2021**

	<b>Retained Earnings</b>	<b>Total</b>
	\$	\$
<b>Balance at 1 July 2020</b>	1,009,811	1,009,811
Profit / (loss) attributable to members of the entity	71,918	71,918
Other comprehensive income	-	-
<b>Total comprehensive income for the year</b>	<b>71,918</b>	<b>71,918</b>
<b>Balance at 30 June 2021</b>	<b>1,081,729</b>	<b>1,081,729</b>

The accompanying notes form part of these financial statements.

# YP Space MNC

ABN: 53 796 715 437

## Statement of Cash Flows

For the Year Ended 30 June 2022

	2022	2021
Note	\$	\$
<b>CASH FROM OPERATING ACTIVITIES:</b>		
Receipts from funding bodies	2,540,110	2,501,504
Receipts from customers	344,618	379,471
Payments to suppliers and employees	(2,598,301)	(2,736,133)
Interest received	612	790
<b>Net cash provided by (used in) operating activities</b>	<b>287,039</b>	<b>145,632</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Proceeds from sale of plant and equipment	958,576	7,350
Purchase of property, plant and equipment	(990,009)	(86,726)
Purchase of financial assets	-	(300,006)
Proceeds on disposal of financial assets	300,000	-
<b>Net cash provided by (used in) investing activities</b>	<b>268,567</b>	<b>(379,382)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Payment of lease liabilities	-	(1,753)
<b>Net cash provided by (used in) financing activities</b>	<b>-</b>	<b>(1,753)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>555,606</b>	<b>(235,503)</b>
Cash and cash equivalents at beginning of year	209,516	445,019
<b>Cash and cash equivalents at end of financial year</b>	<b>765,122</b>	<b>209,516</b>
4		

The accompanying notes form part of these financial statements.

# YP Space MNC

ABN: 53 796 715 437

## Notes to the Financial Statements

For the Year Ended 30 June 2022

### Note 1 Summary of Significant Accounting Policies

The financial report is for YP Space MNC as an individual entity, incorporated and domiciled in Australia. YP Space MNC is a Company limited by guarantee.

The financial statements were authorised for issue on 9 August 2022 by the Directors of the Company.

#### Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Simplified Disclosures of the Australian Accounting Standards Board (AASB) and the *Australian Charities and Not-for-profits Commission Act 2012*. The Company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

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 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.

#### (a) Income Tax

The Company has been granted an exemption from income tax under Division 50 of the *Income Tax Assessment Act 1997*. The exempt status of the Company applies indefinitely or until such time as a change in circumstances warrants a review of the exempt status.

The Company is registered with the Australian Charities and Not-for-profits Commission (ACNC).

#### (b) Property, Plant and Equipment

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

Leasehold improvements are carried at cost less, where applicable, any accumulated depreciation.

##### Property

Freehold land and buildings are measured on the cost basis less accumulated impairment losses and accumulated depreciation for buildings.

##### Plant and equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and accumulated impairment losses.

# YP Space MNC

ABN: 53 796 715 437

## Notes to the Financial Statements

For the Year Ended 30 June 2022

### Note 1 Summary of Significant Accounting Policies (Continued)

#### (b) Property, Plant and Equipment

##### Plant and equipment

In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to its estimated recoverable amount and impairment losses are recognised in profit or loss. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1 (d) for details of impairment).

##### Depreciation

The depreciable amount of all fixed assets including buildings and capitalised leased assets, but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Company commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements. Depreciation is recognised in profit or loss.

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

<b>Class of Fixed Asset</b>	<b>Depreciation Rate</b>
Buildings	2.5%
Plant and Equipment	15%
Furniture, Fixtures and Fittings	10-15%
Motor Vehicles	15%-20%
Computer Equipment	20%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are recognised immediately in profit or loss in the period in which they arise.

#### (c) Financial instruments

##### *Initial recognition and measurement*

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. For financial assets, this is equivalent to the date that the Company commits itself to either purchase or sale of the asset.

Financial instruments (except for trade receivables) are initially measured at fair value plus transaction costs, except where the instrument is classified at "fair value through profit or loss" in which case transaction costs are expensed to profit or loss immediately.

Trade receivables are initially measured at the transaction price.

# YP Space MNC

ABN: 53 796 715 437

## Notes to the Financial Statements

For the Year Ended 30 June 2022

### Note 1 Summary of Significant Accounting Policies (Continued)

#### (c) Financial instruments

##### ***Classification and Subsequent Measurement***

###### *Financial liabilities*

Financial liabilities are subsequently measured at amortised costs using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest expense in profit or loss over the relevant period.

The effective interest rate is the internal rate of return of the financial asset or financial liability, that is, it is the rate that exactly discounts the estimated future cash flows through the expected life of the instrument to the net carrying amount at initial recognition.

###### *Financial Assets*

Financial assets are subsequently measured at amortised cost.

Financial assets comprising cash and cash equivalents, trade and other receivables and interest bearing deposits are subsequently measured at amortised cost as they meet the following conditions:

- the financial assets are managed solely to collect contractual cash flows; and
- the contractual terms within the financial assets give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates.

##### ***Derecognition***

###### *Derecognition of financial assets*

A financial asset is derecognised when the Company's contractual rights to its cash flows expires, or the asset is transferred in such a way that all the risks and rewards of ownership are substantially transferred.

All of the following criteria need to be satisfied for derecognition of a financial asset:

- the right to receive cash flows from the asset has expired or been transferred;
- all the risks and rewards of ownership of the asset have been substantially transferred; and
- the Company no longer controls the asset.

On derecognition of a financial asset measured at amortised cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in profit or loss.

# YP Space MNC

ABN: 53 796 715 437

## Notes to the Financial Statements

For the Year Ended 30 June 2022

### Note 1 Summary of Significant Accounting Policies (Continued)

#### (c) Financial instruments

##### ***Derecognition***

##### *Derecognition of financial liabilities*

A liability is derecognised when it is extinguished (i.e. when the obligation in the contract is discharged, cancelled or expires). An exchange of an existing financial liability for a new one with substantially modified terms, or a substantial modification to the terms of a financial liability, is treated as an extinguishment of the existing liability and recognition of a new financial liability.

The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

##### ***Impairment***

The Company recognises a loss allowance for expected credit losses on financial assets that are measured at amortised cost.

##### *Recognition of expected credit losses in financial statements*

At each reporting date, the Company recognises the movement in the loss allowance as an impairment gain or loss in the statement of comprehensive income.

The carrying amount of financial assets measured at amortised cost includes the loss allowance relating to that asset.

#### (d) Impairment of Non-Financial Assets

At the end of each reporting period, the Company reviews the carrying amounts 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 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 profit or loss and other comprehensive income.

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

#### (e) Trade and Other Payables

Trade and other payables represent liabilities for goods and services provided to the Company prior to the end of the reporting period that are unpaid and arise when the Company becomes obliged to make future payments in respect of the purchase of these goods and services. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability. Trade and other payables are initially measured at fair value and subsequently measured at amortised cost using the effective interest rate method.

# YP Space MNC

ABN: 53 796 715 437

## Notes to the Financial Statements

For the Year Ended 30 June 2022

### Note 1 Summary of Significant Accounting Policies (Continued)

#### (f) Employee Benefits

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits 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 the 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 Company to employee superannuation funds and are charged as expenses when incurred.

#### (g) Provisions

Provisions are recognised when the Company 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.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

#### (h) 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 three months or less.

#### (i) Leases

At inception of a contract, the Company assesses if the contract contains or is a lease. If there is a lease present, a right-of-use asset and a corresponding lease liability is recognised by the Company where the Company is the lessee. However all contracts that are classified as short-term leases (leases with remaining lease terms of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease. The Company has determined that low value will be assets valued at \$10,000 or less.

#### Concessionary Leases

For leases that have significantly below-market terms and conditions principally to enable the Company to further its objectives (commonly known as peppercorn/concessionary leases), the Company has adopted the temporary relief under AASB 2019-83 and measures the right of use assets at cost on initial recognition.

# YP Space MNC

ABN: 53 796 715 437

## Notes to the Financial Statements

For the Year Ended 30 June 2022

### Note 1 Summary of Significant Accounting Policies (Continued)

#### (j) Revenue

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Revenue is recognised when control of the goods and services have transferred to the customers for such transactions, this is the point in time when the goods are delivered to the customers or the services are received by customers.

#### *Operating Grants, Donations and Bequests*

When the Company receives operating grant revenue, donations or bequests, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance with AASB 15. When both these conditions are satisfied, the Company:

- identifies each performance obligation relating to the grant;
- recognises a contract liability for its obligation under the agreement; and
- recognises revenue as it satisfies its performance obligations.

Where the contract is not enforceable or does not have sufficiently specific performance obligations, the Company:

- recognises the asset received in accordance with the recognition requirements of other applicable accounting standards (for example AASB9, AASB 16, AASB 116 and AASB 138);
- recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer); and
- recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

If a contract liability is recognised as a related amount above, the Company recognises income in profit or loss when or as it satisfies its obligations under the contract.

#### *Capital Grants*

When the Company receives a capital grant, it recognises a liability for the excess of the initial carrying amount of the financial asset received over any related amounts (being lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer) recognised under other Australian Accounting Standards.

The Company recognises income in profit or loss when or as the Company satisfies its obligations under the terms of the grant.

# YP Space MNC

ABN: 53 796 715 437

## Notes to the Financial Statements

For the Year Ended 30 June 2022

### Note 1 Summary of Significant Accounting Policies (Continued)

**(j) Revenue**

*Interest Income*

Interest income is recognised using the effective interest method.

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

**(k) Unexpended Grants**

The Company receives grant monies to fund programs for contracted periods of time or for specific programs irrespective of the period of time required to complete those programs. It is the policy of the Company to treat monies as unexpended grants where the Company is contractually obliged to provide the services in a subsequent reporting period to when the grant is received.

**(l) 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 gross basis. The GST components of cash flows arising from investing and financing activities, which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

**(m) Comparative figures**

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

**(n) Critical accounting estimates and judgments**

The Directors evaluate estimates and judgments incorporated in 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 Company.

***Key estimates - Impairment***

The Company assesses impairment at the end of each reporting period by evaluating conditions specific to the entity that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

# YP Space MNC

ABN: 53 796 715 437

## Notes to the Financial Statements

For the Year Ended 30 June 2022

### Note 1 Summary of Significant Accounting Policies (Continued)

(o) **Economic dependence**

The Company's continued operation is financially dependent on the continued support of the funding bodies for recurrent grant income. Without the continued support of the funding bodies the Company may not be able to continue as a going concern, and assets and liabilities recorded in the financial statements may be required to be recognised at amounts other than stated.

The Directors believe that this revenue will continue to be made available to the Company for the foreseeable future.

(p) **New and Amended Accounting Standards Adopted by the Company**

***Initial adoption of AASB 1060: General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities***

The Company has adopted AASB 1060: *General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities* for the first time this reporting period. The Standard, which sets out a new separate disclosure Standard to be applied by all entities that are reporting under Tier 2 of the Differential Reporting Framework in AASB 1053: *Application of Tiers of Australian Accounting*, replaces the previous Reduced Disclosure Requirements (RDR) framework.

The application of this standard has resulted in reductions in disclosures compared to RDR in Revenue, Leases and Financial Instruments; however has resulted in new and/or increased disclosures in areas such as Audit Fees and Related Parties.

# YP Space MNC

ABN: 53 796 715 437

## Notes to the Financial Statements

For the Year Ended 30 June 2022

### Note 2 Revenue and Other Income

The Company has recognised the following amounts relating to revenue in the Statement of Profit or loss and Other Comprehensive Income.

	<b>2022</b>	<b>2021</b>
<b>Note</b>	<b>\$</b>	<b>\$</b>
Revenue from contracts with customers	2(a) <b>2,521,798</b>	2,483,411
Other sources of revenue	2(b) <b>89,564</b>	97,170
	<b>2,611,362</b>	<b>2,580,581</b>

#### (a) Revenue Disaggregation

Revenue is disaggregated along the following product lines:

- Government grants and subsidies	<b>2,521,798</b>	2,400,689
- Cafe sales	-	82,722
	<b>2,521,798</b>	<b>2,483,411</b>

#### Timing of revenue recognition

Goods and services transferred to customers:

- at a point in time	<b>2,521,798</b>	2,483,411
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#### (b) Other Sources of Revenue

- Donations	<b>19,104</b>	10,653
- Cash flow boost subsidy	-	50,000
- Interest received	<b>612</b>	790
- Rent received	<b>41,841</b>	21,409
- Sundry revenue	<b>28,007</b>	14,318
	<b>89,564</b>	97,170

#### (c) Other Income

Net gain / (loss) on disposal of property, plant and equipment

	<b>268,359</b>	-
<b>Total Other Income</b>	<b>268,359</b>	-
<b>Total Revenue and Other Income</b>	<b>2,879,721</b>	<b>2,580,581</b>

# YP Space MNC

ABN: 53 796 715 437

## Notes to the Financial Statements

For the Year Ended 30 June 2022

### Note 3 Result for the Year

#### (a) Expenses

		2022	2021
	Note	\$	\$
<b>Depreciation and amortisation</b>			
Buildings	7(a)	109,479	10,033
Plant and equipment	7(a)	10,063	17,202
Motor vehicles	7(a)	41,930	30,707
Right-of-use assets		-	1,283
		<u>161,472</u>	<u>59,225</u>

#### (b) Significant Revenue and Expenses

The following significant revenue and (expense) items are relevant in explaining the financial performance for the year:

Gain on disposal of land and buildings	3(c)	<u>285,633</u>	-
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#### (c) Gain on Disposal of Land and Buildings

During the year ended 30 June 2022 the Company sold land and buildings located at 120 Cameron Street, Wauchope and 14-16 Elbow Street, West Kempsey. An amount of \$285,633 has been recognised as a gain on disposal in the statement of profit or loss and other comprehensive income in respect of these property sales.

### Note 4 Cash and Cash Equivalents

Cash on hand	500	1,000
Cash at bank	<u>764,622</u>	<u>208,516</u>
	<u>765,122</u>	<u>209,516</u>

#### (a) Reconciliation of cash

Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:

Cash and cash equivalents	<u>765,122</u>	<u>209,516</u>
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# YP Space MNC

ABN: 53 796 715 437

## Notes to the Financial Statements

For the Year Ended 30 June 2022

### Note 5 Trade and Other Receivables

	2022	2021
	\$	\$
<b>Current</b>		
Trade receivables	500	4,500

#### (a) Impairment of receivables

There were was \$Nil impairment of receivables for the Company in relation to the 2022 year (2021: \$Nil).

### Note 6 Financial Assets

<b>Current</b>		
Interest bearing deposits	-	300,000
Shares in unlisted companies	10	10
	<u>10</u>	<u>300,010</u>

### Note 7 Property, Plant and Equipment

<b>Freehold land</b>		
At cost	280,000	253,700
Total freehold land	<u>280,000</u>	<u>253,700</u>
<b>Buildings</b>		
At cost	635,849	401,300
Less accumulated depreciation	(105,133)	(22,711)
<b>Total buildings</b>	<u>530,716</u>	<u>378,589</u>
<b>Total land and buildings</b>	<u>810,716</u>	<u>632,289</u>
<b>Plant and Equipment</b>		
At cost	83,933	159,163
Less accumulated depreciation	(74,918)	(93,863)
<b>Total plant and equipment</b>	<u>9,015</u>	<u>65,300</u>
<b>Motor vehicles</b>		
At cost	263,863	248,474
Less accumulated depreciation	(106,303)	(107,092)
<b>Total motor vehicles</b>	<u>157,560</u>	<u>141,382</u>
<b>Total property, plant and equipment</b>	<u>977,291</u>	<u>838,971</u>

# YP Space MNC

ABN: 53 796 715 437

## Notes to the Financial Statements

For the Year Ended 30 June 2022

### Note 7 Property, Plant and Equipment

#### (a) Movements in Carrying Amounts

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

	Land	Buildings	Plant and Equipment	Motor Vehicles	Total
	\$	\$	\$	\$	\$
Balance at the beginning of year	253,700	378,589	65,300	141,382	838,971
Additions	280,000	635,849	-	74,160	990,009
Disposals	(253,700)	(374,243)	(46,222)	(16,052)	(690,217)
Depreciation expense	-	(109,479)	(10,063)	(41,930)	(161,472)
<b>Balance at 30 June 2022</b>	<b>280,000</b>	<b>530,716</b>	<b>9,015</b>	<b>157,560</b>	<b>977,291</b>

### Note 8 Trade and Other Payables

	2022	2021
	\$	\$
<b>Current</b>		
Trade payables	844	1,593
Accrued expenses	5,650	5,650
Payroll liabilities	54,134	40,101
GST payable	37,750	10,207
	<b>98,378</b>	<b>57,551</b>

### Note 9 Provisions

#### Current

Employee entitlements	176,460	117,305
	<b>176,460</b>	<b>117,305</b>

#### Non-Current

Employee benefits	56,663	45,597
	<b>56,663</b>	<b>45,597</b>

# YP Space MNC

ABN: 53 796 715 437

## Notes to the Financial Statements

For the Year Ended 30 June 2022

### Note 9 Provisions

#### Provision for Employee Benefits

Provision for employee benefits represents amounts accrued for annual leave, accrued wages and long service leave.

The current portion for the provision includes the total amount accrued for annual leave entitlements and amounts accrued for long service leave entitlements that have vested due to employees having completed the required period of service.

These amounts are classified as current liabilities since the Company does not have an unconditional right to defer settlement of these amounts in the event employees wish to use their leave entitlement.

The non-current portion of the provision includes amounts accrued for long service leave entitlements that have not yet vested in relation to those employees who have not yet completed the required period of service.

#### (a) Movement in carrying amounts

	Employee Benefits	Total
	\$	\$
Opening balance at 1 July 2021	162,902	162,902
Additional provisions	177,002	177,002
Amounts used	(106,781)	(106,781)
<b>Balance at 30 June 2022</b>	<b>233,123</b>	<b>233,123</b>

### Note 10 Other Financial Liabilities

	2022	2021
	\$	\$
<b>Current</b>		
Funding received in advance	26,000	-
Unexpended grant funding	43,127	50,815
	<b>69,127</b>	<b>50,815</b>

### Note 11 Contracted Commitments

Repairs and maintenance	32,000	-
Plant and equipment	-	43,452
	<b>32,000</b>	<b>43,452</b>

# YP Space MNC

ABN: 53 796 715 437

## Notes to the Financial Statements

For the Year Ended 30 June 2022

### Note 12 Key Management Personnel Compensation

Any persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly, including any Directors (whether executive or otherwise) of that Company, is considered to be key management personnel.

The totals of remuneration paid to the key management personnel of YP Space MNC during the financial year are as follows:

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
Short-term benefits	<b>329,868</b>	301,207
Post-employment benefits	<b>35,894</b>	21,529
Termination benefits	-	28,869
	<b>365,762</b>	<b>351,605</b>

Key management personnel remuneration includes (where applicable) wages, salaries, paid annual leave and paid sick leave and the value of fringe benefits received, but excludes out-of-pocket expense reimbursements.

### Note 13 Other Related Party Transactions

Other related parties include close family members of key management personnel and entities that are controlled or jointly controlled by those key management personnel individually or collectively with their close family members.

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

Related party transactions were identified in the current financial year totalling \$Nil (2021: \$Nil).

### Note 14 Auditors' Remuneration

#### Remuneration of the auditor:

- Auditing or reviewing the financial statements	<b>9,400</b>	9,150
- Other assurance services	-	-
- Other non-assurance services including taxation	<b>2,450</b>	3,150
	<b>11,850</b>	<b>12,300</b>

# YP Space MNC

ABN: 53 796 715 437

## Notes to the Financial Statements

For the Year Ended 30 June 2022

### Note 15 Financial Risk Management

The Company's financial instruments consist mainly of cash and cash equivalents, term deposits, accounts receivable, trade payables and borrowings.

The carrying amount for each category of financial instruments, measured in accordance with AASB 9 as detailed in accounting policies to these financial statements, are as follows:

	Note	2022 \$	2021 \$
<b>Financial Assets</b>			
<b>Financial assets at amortised cost</b>			
Cash and cash equivalents	4	765,122	209,516
Trade and other receivables	5	500	4,500
Interest bearing deposits	6	-	300,000
Shares in unlisted investments	6	10	10
<b>Total financial assets</b>		<b>765,632</b>	<b>514,026</b>
<b>Financial Liabilities</b>			
Trade and other payables	8	98,378	57,551
Other financial liabilities	10	69,127	50,815
<b>Total financial liabilities</b>		<b>167,505</b>	<b>108,366</b>

#### (a) Net Fair Values

The net fair values of financial assets and financial liabilities approximates their carrying values. The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the statement of financial position and in the notes to the financial statements.

### Note 16 Events after the Reporting Period

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

### Note 17 Entity Details

The registered office and principal place of business of the Company is:  
108 Sea Street  
Kempsey NSW 2440

# YP Space MNC

ABN: 53 796 715 437

## Directors' Declaration

In accordance with a resolution of the Directors of YP Space MNC, the Directors of the Company declare that, in the Director's opinion:

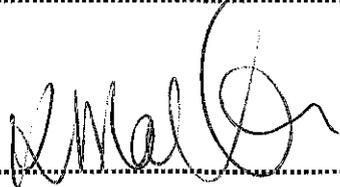
1. The financial statements and notes comprising the Statement of Financial Position as at 30 June 2022, and the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, notes to and forming part of the financial statements satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and:
  - (a) comply with Australian Accounting Standards - Simplified Disclosures applicable to the Company; and
  - (b) give a true and fair view of the financial position of the Company as at 30 June 2022 and of its performance for the year ended on that date.
2. In the Director's opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is signed in accordance with subs 60.15(2) of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Director .....



Director .....



Dated: 9 August 2022

**PARTNERS**

Paul Fahey B Bus CA

Bart Lawler B Com CA

Patrick Brennan B Com CA

Alison McKinnon B Bus CA

## **Independent Auditor's Report to the members of YP Space MNC**

### ***Opinion***

We have audited the financial report of YP Space MNC which comprises the Statement of Financial Position as at 30 June 2022, the Statement of Profit or Loss and Other 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 YP Space MNC is prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* (the ACNC Act), including:

- (i) giving a true and fair view of the Company's financial position as at 30 June 2022 and of its financial performance for the year then ended; and
- (ii) comply with Australian Accounting Standards - AASB 1060: *General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities* and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

### ***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 ACNC Act, the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: *Code of Ethics for Professional Accountants (including Independence Standards)*, (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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### ***Information Other than the Financial Report and Auditor's Report Thereon***

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 2022, but does not include the financial report and our 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.

**PARTNERS**

Paul Fahey B Bus CA

Bart Lawler B Com CA

Patrick Brennan B Com CA

Alison McKinnon B Bus CA

## **Independent Auditor's Report to the members of YP Space MNC**

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 - AASB 1060: *General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities* and the ACNC Act and for such internal control as the Directors determines 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 Company's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the Directors either intends to liquidate the Company or to cease operations, or has 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.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. 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.

**PARTNERS**

**Paul Fahey** B Bus CA

**Bart Lawler** B Com CA

**Patrick Brennan** B Com CA

**Alison McKinnon** B Bus CA

## **Independent Auditor's Report to the members of YP Space MNC**

- Obtain an understanding of internal control relevant to the audit 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- Conclude on the appropriateness of the Directors' 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 Company'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 report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.
- 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 communicate with the Directors 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.

### **NorthCorp Accountants**



**Jodie Thomas**  
**Lead Auditor**

**10-12 Short Street**  
**Port Macquarie NSW 2444**

**Date: 9 August 2022**

**PARTNERS**

Paul Fahey B Bus CA

Bart Lawler B Com CA

Patrick Brennan B Com CA

Alison McKinnon B Bus CA

**Disclaimer**

**To the Members of YP Space MNC**

The additional financial data, as presented on the following pages, is in accordance with the books and records of YP Space MNC (the Company) which have been subjected to the auditing procedures applied in our statutory audit of the Company for the year ended 30 June 2022. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than the Company) in respect of such data, including any errors or omissions therein however caused.

**NorthCorp Accountants**



**Jodie Thomas**  
Lead Auditor

**Suites 1-3 Bourne House, 10-12 Short Street  
Port Macquarie NSW 2444**

**Dated: 9 August 2022**

**YP Space MNC**  
**Detailed Income and Expenditure Statement**  
**For the Year Ended 30 June 2022**

**SHS Funding**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>Income</b>		
DCJ Funding	1,871,687	1,801,789
DCJ Indexation	12,608	31,541
DCJ ERO	169,492	157,830
Other income	302	-
<b>Total Income</b>	<b><u>2,054,089</u></b>	<b><u>1,991,160</u></b>
<b>Expenses</b>		
Accounting & Audit Fees	9,677	7,768
Management Fee	151,492	119,123
Marketing & Promotion	3,445	3,352
Memberships & Subscriptions	1,571	1,329
Staff Uniforms	2,683	-
Catering	91	-
Commissions/Legal	-	241
COVID Expenses	6,086	-
Resources	123	39
YP Programs & Brokerage	35,558	34,724
YSID Youth Resources	-	1,133
Bank Charges	10	47
Rent storage unit	-	2,148
Cleaning	95	164
R&M - Pest Control	647	553
R&M - Sanitary Disposal	1,058	640
R&M - Garden	3,624	3,575
R&M - Other	3,490	8,925
Security	2,242	4,529
Document Destruction	339	93
Electricity	9,935	8,917
Insurance	9,186	9,519
Print, Post & Stationery	4,674	5,573
Computer Equip & Expenses	19,160	32,235
Telephone Mobiles & Internet	16,415	14,608
Office Plant & Equipment	6,559	5,776
Staff & Board Training & Travel	13,815	3,931
Superannuation	149,877	134,418
Wages & Salaries	1,458,978	1,495,968
Workers Comp Insurance	54,311	44,457
Provisions	70,221	-
Motor Vehicle Expenses	59,920	57,222
<b>Total Expenditure</b>	<b><u>2,095,282</u></b>	<b><u>2,001,007</u></b>
<b>Profit / (Loss) for the Year</b>	<b><u>(41,193)</u></b>	<b><u>(9,847)</u></b>

**YP Space MNC**  
**Detailed Income and Expenditure Statement**  
**For the Year Ended 30 June 2022**

**HYAP Funding**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>Income</b>		
FACS Funding	264,360	297,656
FACS Indexation	3,446	2,690
FACS Ad Hoc		-
<b>Total Income</b>	<b>267,806</b>	<b>300,346</b>
<b>Expenses</b>		
Accounting & Audit Fees	2,420	1,650
Management Fee	16,825	17,967
Marketing & Promotion	560	635
Staff Uniforms	468	-
Memberships & Subscriptions	353	407
COVID Expenses	282	-
HYAP Brokerage	1,356	3,434
Resources	27	10
YP Programs & Brokerage	4,859	13,524
R&M - Pest Control	147	138
R&M - Sanitary Disposal	264	242
R&M - Garden	912	913
R&M - Other	611	439
Security	438	1,034
Document Destruction	62	23
Electricity	2,484	5,235
Insurance	2,297	2,233
Print, Post & Stationery	802	1,440
Computer Equip & Expenses	3,778	8,361
Telephone Mobiles & Internet	3,786	5,785
Office Plant & Equipment	2,510	1,915
Staff & Board Training Travel	2,070	4,616
Superannuation	17,383	14,756
Wages & Salaries	177,805	190,203
Workers Comp Insurance	13,874	11,114
Motor Vehicle Expenses	17,513	17,015
<b>Total Expenditure</b>	<b>273,886</b>	<b>303,089</b>
<b>Profit / (Loss) for the Year</b>	<b>(6,080)</b>	<b>(2,743)</b>

**YP Space MNC**  
**Detailed Income and Expenditure Statement**  
**For the Year Ended 30 June 2022**

**SSTF Funding**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>Income</b>		
FACS Funding	13,000	40,000
Carried Forward Funding	16,914	-
<b>Total Income</b>	<b><u>29,914</u></b>	<b><u>40,000</u></b>
<b>Expenses</b>		
Management Fee	858	-
R&M - Other	1,073	-
Computer Equipment and Expenses	19,382	16,708
Telephone and Internet Expenses	8,604	6,378
<b>Total Expenditure</b>	<b><u>29,917</u></b>	<b><u>23,086</u></b>
<b>Profit / (Loss) for the Year</b>	<b><u>(3)</u></b>	<b><u>16,914</u></b>
Unexpended Grant Funding	-	(16,914)
<b>Addition/(Reduction) to Accumulated Funds</b>	<b><u>(3)</u></b>	<b><u>-</u></b>