

YP Space MNC

ABN: 53 796 715 437

Financial Statements

For the Year Ended 30 June 2023

YP Space MNC

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Financial Statements

For the Year Ended 30 June 2023

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Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 30 June 2023

	Note	2023 \$	2022 \$
Revenue	2	2,715,746	2,611,362
Other income	2	8,273	268,359
		2,724,019	2,879,721
Employee benefits expense		(2,142,155)	(1,988,789)
Depreciation and amortisation expense		(104,697)	(161,472)
Audit, consultancy and legal expenses		(12,185)	(36,977)
Brokerage		(35,254)	(52,858)
Computer expense		(36,929)	(56,749)
Insurance expense		(26,863)	(22,829)
Motor vehicle expense		(39,642)	(18,978)
Rental expense		(36,941)	(20,146)
Repairs and maintenance		(30,055)	(48,179)
Training and travel expenses		(63,544)	(32,456)
Telephone and internet expense		(17,618)	(28,948)
Unexpended government funding		-	(43,127)
Utilities expense		(19,782)	(16,193)
Fundraising expense		(5,184)	-
Other expenses		(41,722)	(91,454)
		(2,612,571)	(2,619,155)
Profit (loss) before income tax		111,448	260,566
Income tax expense	1(a)	-	-
Profit / (loss) for the year		111,448	260,566
Other comprehensive income		-	-
Total comprehensive income for the year		111,448	260,566

The accompanying notes form part of these financial statements.

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Statement of Financial Position

As At 30 June 2023

	Note	2023 \$	2022 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	874,608	765,122
Trade and other receivables	5	8,007	500
Financial assets	6	10	10
Other assets	7	23,369	-
TOTAL CURRENT ASSETS		905,994	765,632
NON-CURRENT ASSETS			
Property, plant and equipment	8	1,103,703	977,291
TOTAL NON-CURRENT ASSETS		1,103,703	977,291
TOTAL ASSETS		2,009,697	1,742,923
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	9	132,609	98,378
Provisions	10	181,319	176,460
Other financial liabilities	11	203,247	69,127
TOTAL CURRENT LIABILITIES		517,175	343,965
NON-CURRENT LIABILITIES			
Provisions	10	38,779	56,663
TOTAL NON-CURRENT LIABILITIES		38,779	56,663
TOTAL LIABILITIES		555,954	400,628
NET ASSETS		1,453,743	1,342,295
EQUITY			
Retained earnings		1,453,743	1,342,295
TOTAL EQUITY		1,453,743	1,342,295

The accompanying notes form part of these financial statements.

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Statement of Changes in Equity

For the Year Ended 30 June 2023

2023

	Retained Earnings	Total
	\$	\$
Balance at 1 July 2022	1,342,295	1,342,295
Profit / (loss) attributable to members of the entity	111,448	111,448
Other comprehensive income	-	-
Total comprehensive income for the year	111,448	111,448
Balance at 30 June 2023	1,453,743	1,453,743

2022

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

The accompanying notes form part of these financial statements.

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Statement of Cash Flows

For the Year Ended 30 June 2023

	2023	2022
Note	\$	\$
CASH FROM OPERATING ACTIVITIES:		
Receipts from funding bodies	3,084,292	2,540,110
Receipts from customers	34,248	344,618
Payments to suppliers and employees	(2,801,496)	(2,598,301)
Interest received	-	612
Net cash provided by (used in) operating activities	317,044	287,039
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of plant and equipment	8,273	958,576
Purchase of property, plant and equipment	(215,831)	(990,009)
Proceeds on disposal of financial assets	-	300,000
Net cash provided by (used in) investing activities	(207,558)	268,567
CASH FLOWS FROM FINANCING ACTIVITIES:		
Net cash provided by (used in) financing activities	-	-
Net increase (decrease) in cash and cash equivalents	109,486	555,606
Cash and cash equivalents at beginning of year	765,122	209,516
Cash and cash equivalents at end of financial year	874,608	765,122
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The accompanying notes form part of these financial statements.

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Notes to the Financial Statements

For the Year Ended 30 June 2023

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 12 September 2023 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.

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Notes to the Financial Statements

For the Year Ended 30 June 2023

Note 1 Summary of Significant Accounting Policies (Continued)

(b) Property, Plant and Equipment

Plant and equipment

Plant and equipment individually costing \$5,000 (excluding GST) and greater are capitalised in the financial statements.

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

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:

Class of Fixed Asset	Depreciation Rate
Buildings	2.5%
Plant and Equipment	15%-100%
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.

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Notes to the Financial Statements

For the Year Ended 30 June 2023

Note 1 Summary of Significant Accounting Policies (Continued)

(c) Financial instruments

Initial recognition and measurement

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.

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;

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Notes to the Financial Statements

For the Year Ended 30 June 2023

Note 1 Summary of Significant Accounting Policies (Continued)

(c) Financial instruments

Derecognition

- 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.

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.

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Notes to the Financial Statements

For the Year Ended 30 June 2023

Note 1 Summary of Significant Accounting Policies (Continued)

(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.

(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.

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Notes to the Financial Statements

For the Year Ended 30 June 2023

Note 1 Summary of Significant Accounting Policies (Continued)

(i) Leases

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.

(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.

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Notes to the Financial Statements

For the Year Ended 30 June 2023

Note 1 Summary of Significant Accounting Policies (Continued)

(j) Revenue

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.

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.

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Notes to the Financial Statements

For the Year Ended 30 June 2023

Note 1 Summary of Significant Accounting Policies (Continued)

(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.

(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.

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Notes to the Financial Statements

For the Year Ended 30 June 2023

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.

	2023	2022
Note	\$	\$
Revenue from contracts with customers	2(a) 2,600,655	2,521,798
Other sources of revenue	2(b) 115,091	89,564
	2,715,746	2,611,362

(a) Revenue Disaggregation

Revenue is disaggregated along the following product lines:

- Government grants and subsidies	2,600,655	2,521,798
	2,600,655	2,521,798

Timing of revenue recognition

Goods and services transferred to customers:

- at a point in time	2,600,655	2,521,798
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(b) Other Sources of Revenue

- Donations and fundraising	57,215	19,584
- Interest received	-	612
- Rent received	9,340	41,841
- Sundry revenue	48,536	28,007
	115,091	90,044

(c) Other Income

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

	8,273	268,359
Total Other Income	8,273	268,359
Total Revenue and Other Income	2,724,019	2,879,721

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Notes to the Financial Statements

For the Year Ended 30 June 2023

Note 3 Result for the Year

(a) Expenses

		2023	2022
	Note	\$	\$
Depreciation and amortisation			
Buildings	8(a)	53,283	109,479
Plant and equipment	8(a)	7,519	10,063
Motor vehicles	8(a)	43,895	41,930
		104,697	161,472

(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>-</u>	<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 was 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	50	500
Cash at bank	874,558	764,622
	874,608	765,122

(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	874,608	765,122
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Notes to the Financial Statements

For the Year Ended 30 June 2023

Note 5 Trade and Other Receivables

	2023	2022
	\$	\$
Current		
Trade receivables	<u>8,007</u>	<u>500</u>

(a) Impairment of receivables

There were was \$Nil impairment of receivables for the Company in relation to the 2023 year (2022: \$Nil).

Note 6 Financial Assets

Current		
Shares in unlisted companies	<u>10</u>	<u>10</u>

Note 7 Other Assets

Current		
Prepayments	<u>23,369</u>	<u>-</u>

Note 8 Property, Plant and Equipment

Freehold land		
At cost	<u>280,000</u>	280,000
Total freehold land	<u>280,000</u>	<u>280,000</u>
Buildings		
At cost	860,738	635,849
Less accumulated depreciation	<u>(158,416)</u>	<u>(105,133)</u>
Total buildings	<u>702,322</u>	<u>530,716</u>
Total land and buildings	<u>982,322</u>	<u>810,716</u>
Plant and Equipment		
At cost	90,153	83,933
Less accumulated depreciation	<u>(82,437)</u>	<u>(74,918)</u>
Total plant and equipment	<u>7,716</u>	<u>9,015</u>
Motor vehicles		
At cost	263,863	263,863
Less accumulated depreciation	<u>(150,198)</u>	<u>(106,303)</u>
Total motor vehicles	<u>113,665</u>	<u>157,560</u>
Total property, plant and equipment	<u>1,103,703</u>	<u>977,291</u>

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Notes to the Financial Statements

For the Year Ended 30 June 2023

Note 8 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	280,000	530,716	9,015	157,560	977,291
Additions	-	224,889	6,220	-	231,109
Disposals	-	-	-	-	-
Depreciation expense	-	(53,283)	(7,519)	(43,895)	(104,697)
Balance at 30 June 2023	280,000	702,322	7,716	113,665	1,103,703

Note 9 Trade and Other Payables

	2023	2022
	\$	\$
Current		
Trade payables	21,424	844
Accrued expenses	6,825	5,650
Payroll liabilities	59,809	54,134
GST payable	44,551	37,750
	132,609	98,378

Note 10 Provisions

Current		
Employee entitlements	181,319	176,460
	181,319	176,460
Non-Current		
Employee benefits	38,779	56,663
	38,779	56,663

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Notes to the Financial Statements

For the Year Ended 30 June 2023

Note 10 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 2022	233,123	233,123
Additional provisions	173,117	173,117
Amounts used	(186,142)	(186,142)
Balance at 30 June 2023	220,098	220,098

Note 11 Other Financial Liabilities

	2023	2022
	\$	\$
Current		
Funding received in advance	-	26,000
Unexpended grant funding	203,247	43,127
	203,247	69,127

Note 12 Contracted Commitments

Repairs and maintenance	-	32,000
	-	32,000

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Notes to the Financial Statements

For the Year Ended 30 June 2023

Note 13 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:

	2023	2022
	\$	\$
Short-term benefits	365,144	329,868
Post-employment benefits	42,878	35,894
	<u>408,022</u>	<u>365,762</u>

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 14 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 (2022: \$Nil).

Note 15 Auditors' Remuneration

Remuneration of the auditor:

- Auditing or reviewing the financial statements	10,500	9,400
- Other assurance services	-	-
- Other non-assurance services	1,000	2,450
	<u>11,500</u>	<u>11,850</u>

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Notes to the Financial Statements

For the Year Ended 30 June 2023

Note 16 Financial Risk Management

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

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:

		2023	2022
	Note	\$	\$
Financial Assets			
Financial assets at amortised cost			
Cash and cash equivalents	4	874,608	765,122
Trade and other receivables	5	8,007	500
Shares in unlisted investments	6	10	10
Total financial assets		<u>882,625</u>	<u>765,632</u>
Financial Liabilities			
Trade and other payables	9	132,609	98,378
Total financial liabilities		<u>132,609</u>	<u>98,378</u>

(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 17 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 18 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 2023, 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 2023 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 Katrina Cameron 

Director Kate Moulton 

Dated: 12 September 2023

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 2023, 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
Registered Company Auditor

10-12 Short Street
Port Macquarie NSW 2444

Date: 12 September 2023

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 2023, 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 2023 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 2022*.

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 2023, 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
Registered Company Auditor

10-12 Short Street
Port Macquarie NSW 2444

Date: 12 September 2023

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 2023. 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
Registered Company Auditor

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

Dated: 12 September 2023

YP Space MNC
Detailed Income and Expenditure Statement
For the Year Ended 30 June 2023

SHS Funding

	2023	2022
	\$	\$
Income		
DCJ Funding	2,163,695	1,871,687
DCJ Indexation	-	12,608
DCJ ERO	-	169,492
Other income	-	302
Total Income	2,163,695	2,054,089
Expenses		
Accounting & Audit Fees	10,469	9,677
Management Fee	170,926	151,492
Marketing & Promotion	5,875	3,445
Memberships & Subscriptions	2,759	1,571
Staff Uniforms	1,814	2,683
Catering	873	91
Commissions/Legal	258	-
COVID Expenses	-	6,086
Resources	-	123
YP Programs & Brokerage	27,724	35,558
Bank Charges	-	10
Cleaning	-	95
R&M - Pest Control	-	647
R&M - Sanitary Disposal	-	1,058
R&M - Garden	-	3,624
R&M - Other	-	3,490
R&M - PPE	6,759	-
Security	-	2,242
Document Destruction	-	339
Electricity	15,777	9,935
Insurance	25,940	9,186
Print, Post & Stationery	7,678	4,674
Computer Equip & Expenses	30,691	19,160
Telephone Mobiles & Internet	13,042	16,415
Office Plant & Equipment	3,174	6,559
Staff & Board Training & Travel	41,717	13,815
Superannuation	177,690	149,877
Wages & Salaries	1,545,086	1,458,978
Workers Comp Insurance	53,329	54,311
Provisions	(13,026)	70,221
Motor Vehicle Expenses	33,789	59,920
Security	1,636	-
All other expenses	236	-
Total Expenditure	2,164,216	2,095,282
Profit / (Loss) for the Year	(521)	(41,193)

YP Space MNC
Detailed Income and Expenditure Statement
For the Year Ended 30 June 2023

HYAP Funding

	2023	2022
	\$	\$
Income		
FACS Funding	282,535	264,360
FACS Indexation	-	3,446
Total Income	282,535	267,806
Expenses		
Accounting & Audit Fees	854	2,420
Management Fee	22,240	16,825
Marketing & Promotion	956	560
Staff Uniforms	430	468
Memberships & Subscriptions	512	353
COVID Expenses	20	282
HYAP Brokerage	2,309	1,356
Resources	-	27
YP Programs & Brokerage	5,221	4,859
R&M - Pest Control	-	147
R&M - Sanitary Disposal	-	264
R&M - Garden	-	912
R&M - Other	-	611
R&M - PPE	1,552	-
Security	294	438
Document Destruction	-	62
Electricity	3,944	2,484
Insurance	422	2,297
Print, Post & Stationery	1,435	802
Computer Equip & Expenses	5,417	3,778
Telephone Mobiles & Internet	4,576	3,786
Office Plant & Equipment	1,800	2,510
Staff & Board Training Travel	6,661	2,070
Superannuation	20,184	17,383
Wages & Salaries	179,410	177,805
Workers Comp Insurance	19,174	13,874
Motor Vehicle Expenses	5,853	17,513
Total Expenditure	283,264	273,886
Profit / (Loss) for the Year	(729)	(6,080)