

LIVING MY WAY LIMITED

ABN 47 110 995 518

Financial Statements

For the Year Ended 30 June 2019

LIVING MY WAY LIMITED

ABN 47 110 995 518

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For the Year Ended 30 June 2019

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LIVING MY WAY LIMITED

ABN 47 110 995 818

Directors' Report 30 June 2019

The directors present their report on LIVING MY WAY LIMITED for the financial year ended 30 June 2019.

General information

Information on directors

The names of each person who has been a director during the year and to the date of this report are:

Philipa Gormly
Ken Ferris
Angela Li
Milena Morrow
Sanjeev Gupta
Peter Strohkorb
Frank Burke
Huw Thomas
Peter Whyntie (appointed
30/05/2019)

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

Principal activities

The principal activities of LIVING MY WAY LIMITED during the financial year were the provision of services as an intermediary in the supply of attendant carers to assist those with disabilities to achieve a greater level of independence and participation in the community.

No significant changes in the nature of the Company's activity occurred during the financial year.

Members' guarantee

LIVING MY WAY LIMITED is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each member and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$ 2 for members.

At 30 June 2019 the collective liability of members was \$ 514 (2018: \$ 364).

Review of operations

The (loss) of the Company after providing for income tax amounted to \$ (295,958). The result for the year was significantly affected by the accrual for back-pay of \$482,067 (refer note 8 to the financial statements).

Other items

Matters or circumstances arising after the end of the year

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

LIVING MY WAY LIMITED

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**Directors' Report
30 June 2019**

Other Items (cont'd)

Environmental issues

The Company's operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a state or territory of Australia.

Auditors independence declaration

The auditors independence declaration for the year ended 30 June 2019 has been received and can be found on page 3 of the financial report.

Meetings of directors


During the financial year, 6 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

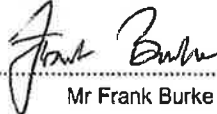
Directors' Meetings		
	Number eligible to attend	Number attended
Philipa Gornly	6	4
Ken Ferris	6	6
Angela Li	6	6
Milena Morrow	6	5
Sanjeev Gupta	6	6
Peter Strohkorb	6	5
Frank Burke	6	6
Huw Thomas	6	5
Peter Whyntie (appointed 30/05/2019)	1	1

Indemnification and insurance of officers

The company maintains a comprehensive range of insurance policies that include coverage for directors and officers. Total Insurance premiums paid relative to directors and officers cover was \$4,565.

Signed in accordance with a resolution of the Board of Directors:

Chairperson: 
Ms Milena Morrow

Director: 
Mr Frank Burke

Dated this 29th day of November 2019

G. C. C. Business & Assurance Pty Ltd

ABN 61 105 044 862

GPO Box 4566 Sydney NSW 2001
Telephone: (02) 9231 6166
Facsimile: (02) 9231 6155
Email: gmga@gccbussines.com.au

Suite 807, 109 Pitt Street, Sydney

LIVING MY WAY LIMITED

ABN 47 110 995 518

Auditor's Independence Declaration under Section 60-40 of the ACNC Act 2012 to the Responsible Persons of LIVING MY WAY LIMITED

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2019, there have been:

- i. no contraventions of the auditor independence requirements as set out in section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012 in relation to the audit; and
- ii. no contraventions of any applicable code of professional conduct in relation to the audit.

GCC Business & Assurance Pty Ltd
Graeme Green

Graeme Green
Director
GCC Business & Assurance Pty Ltd
Authorised Audit Company

Date: *29-11-2019*

LIVING MY WAY LIMITED

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Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 30 June 2019

		2019	2018
	Note	\$	\$
Members Services Revenue	4	17,539,342	17,426,913
Members Services Expenses		(15,240,364)	(14,190,094)
Acquittal of Unused Funds to COS		(75,830)	(37,560)
Gross profit		<u>2,223,147</u>	<u>3,199,259</u>
Other income	4	157,584	189,341
Administrative expenses		(743,317)	(941,599)
Depreciation and amortisation expense		(16,310)	(13,021)
Employee Benefits expense		(1,915,731)	(1,684,380)
(Loss)/profit before income tax		(295,958)	749,600
Income tax expense		-	-
(Loss)/profit for the year		<u>(295,958)</u>	<u>749,600</u>
Other comprehensive income, net of income tax		-	-
Total comprehensive (loss)/Income for the year		<u>(295,958)</u>	<u>749,600</u>

The accompanying notes form part of these financial statements.

LIVING MY WAY LIMITED

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**Statement of Financial Position
As At 30 June 2019**

	Note	2019 \$	2018 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	6,188,514	6,613,701
Trade and other receivables	6	1,144,815	850,015
TOTAL CURRENT ASSETS		7,333,331	7,463,716
NON-CURRENT ASSETS			
Property, plant and equipment	7	1,085,390	1,063,133
TOTAL NON-CURRENT ASSETS		1,085,390	1,063,133
TOTAL ASSETS		8,418,721	8,526,849
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	8	1,613,561	1,385,245
Borrowings		5,299	-
Employee benefits	9	726,268	832,053
Other liabilities	10	602,191	563,921
TOTAL CURRENT LIABILITIES		2,947,319	2,781,220
NON-CURRENT LIABILITIES			
Borrowings		21,730	-
TOTAL NON-CURRENT LIABILITIES		21,730	-
TOTAL LIABILITIES		2,969,049	2,781,220
NET ASSETS		5,449,672	5,745,629
EQUITY			
Reserves		208,916	208,916
Retained earnings		5,240,756	5,536,713
TOTAL EQUITY		5,449,672	5,745,629

The accompanying notes form part of these financial statements.

LIVING MY WAY LIMITED

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**Statement of Changes in Equity
For the Year Ended 30 June 2019**

2019

	Retained Earnings	Asset Revaluation Surplus	Total
	\$	\$	\$
Balance at 1 July 2018	5,536,713	208,916	5,745,629
(Loss) for the year	(295,958)	-	(295,958)
Balance at 30 June 2019	5,240,755	208,916	5,449,672

2018

	Retained Earnings	Asset Revaluation Surplus	Total
	\$	\$	\$
Balance at 1 July 2017	4,787,113	-	4,787,113
Profit for the year	749,600	-	749,600
Revaluation Increment (decrement)	-	208,916	208,916
Balance at 30 June 2018	5,536,713	208,916	5,745,629

The accompanying notes form part of these financial statements.

LIVING MY WAY LIMITED

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Statement of Cash Flows
For the Year Ended 30 June 2019

	2019	2018
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from Government & other funding	17,351,223	17,018,342
Payments to suppliers and employees	(17,980,859)	(16,832,429)
Interest received	109,584	131,873
Receipt from administration fees	53,603	259,959
Other receipts	52,800	52,800
Net cash provided by/(used in) operating activities	16 <u>(413,649)</u>	<u>630,545</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property, plant and equipment	<u>(38,564)</u>	<u>(14,095)</u>
Net cash provided by/(used in) investing activities	<u>(38,564)</u>	<u>(14,095)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from borrowings	27,028	-
Proceeds from (Repayments to) FACS funding	-	(2,557,309)
Net cash provided by/(used in) financing activities	<u>27,028</u>	<u>(2,557,309)</u>
Net increase/(decrease) in cash and cash equivalents held	(425,185)	(1,940,859)
Cash and cash equivalents at beginning of year	<u>6,613,701</u>	<u>8,554,560</u>
Cash and cash equivalents at end of financial year	5 <u><u>6,188,516</u></u>	<u><u>6,613,701</u></u>

The accompanying notes form part of these financial statements.

LIVING MY WAY LIMITED

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Notes to the Financial Statements For the Year Ended 30 June 2019

The financial report covers LIVING MY WAY LIMITED as an individual entity. LIVING MY WAY LIMITED is a not-for-profit Company, registered and domiciled in Australia.

The functional and presentation currency of LIVING MY WAY LIMITED is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

In the Responsible persons opinion the Company is not a reporting entity since there are unlikely to exist users of the financial statements who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These special purpose financial statements have been prepared to meet the reporting requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of AASB 101 *Presentation of Financial Statements*, AASB 107 *Statement of Cash Flows*, AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors* and AASB 1054 *Australian Additional Disclosures*.

2 Summary of Significant Accounting Policies

(a) Income Tax

The Company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(b) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the Company and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates. All revenue is stated net of the amounts of goods and services tax.

Rental income

Investment property revenue is recognised on a straight-line basis over a period of the lease term so as to reflect a constant periodic rate of return on the net investment.

NDIS member receipts

NDIS member receipts are recognised on an accruals basis.

(c) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows

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Notes to the Financial Statements For the Year Ended 30 June 2019

2 Summary of Significant Accounting Policies (cont'd)

(c) Goods and services tax (GST) (cont'd)

arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

(d) 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.

Items of property, plant and equipment acquired for nil or nominal consideration have been recorded at the acquisition date fair value.

Land and buildings

Land and buildings are carried at their fair value (being the amount for which an asset could be exchanged between knowledgeable willing parties in an arms length transaction) based on periodic, but at least triennial valuations by independent valuers.

Plant and equipment

Plant and equipment are measured using the cost model.

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the assets useful life to the Company, commencing when the asset is ready for use.

Leased assets are amortised over the shorter of either the unexpired period of the lease or their estimated useful life.

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

(e) Financial Instruments

For comparative year

Financial instruments are recognised initially using trade date accounting, i.e. on the date that the Company becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

Financial assets

Financial assets are divided into the following categories which are described in detail below:

- loans and receivables;
- available-for-sale financial assets; and

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Notes to the Financial Statements For the Year Ended 30 June 2019

2 Summary of Significant Accounting Policies (cont'd)

(e) Financial instruments (cont'd)

Financial assets (cont'd)

- held-to-maturity investments.

Financial assets are assigned to the different categories on initial recognition, depending on the characteristics of the instrument and its purpose. A financial instrument's category is relevant to the way it is measured and whether any resulting income and expenses are recognised in profit or loss or in other comprehensive income.

All income and expenses relating to financial assets are recognised in the statement of profit or loss and other comprehensive income in the 'finance income' or 'finance costs' line item respectively.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise principally through the provision of goods and services to customers but also incorporate other types of contractual monetary assets.

After initial recognition these are measured at amortised cost using the effective interest method, less provision for impairment. Any change in their value is recognised in profit or loss.

The Company's trade and other receivables fall into this category of financial instruments.

In some circumstances, the Company renegotiates repayment terms with customers which may lead to changes in the timing of the payments, the Company does not necessarily consider the balance to be impaired, however assessment is made on a case-by-case basis.

Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturity. Investments are classified as held-to-maturity if it is the intention of the Company's management to hold them until maturity.

Held-to-maturity investments are subsequently measured at amortised cost using the effective interest method, with revenue recognised on an effective yield basis. In addition, if there is objective evidence that the investment has been impaired, the financial asset is measured at the present value of estimated cash flows. Any changes to the carrying amount of the investment are recognised in profit or loss.

Financial liabilities

Financial liabilities are classified as either financial liabilities 'at fair value through profit or loss' or other financial liabilities depending on the purpose for which the liability was acquired. Although the Company uses derivative financial instruments in economic hedges of currency and interest rate risk, it does not hedge account for these transactions.

The Company's financial liabilities include borrowings, trade and other payables (including finance lease liabilities), which are measured at amortised cost using the effective interest rate method.

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Notes to the Financial Statements For the Year Ended 30 June 2019

2 Summary of Significant Accounting Policies (cont'd)

(e) Financial instruments (cont'd)

Impairment of Financial Assets

At the end of the reporting period the Company assesses whether there is any objective evidence that a financial asset or group of financial assets is impaired.

Financial assets at amortised cost

If there is objective evidence that an impairment loss on financial assets carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the financial assets original effective interest rate.

Impairment on loans and receivables is reduced through the use of an allowance accounts, all other impairment losses on financial assets at amortised cost are taken directly to the asset.

Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

(f) Impairment of non-financial assets

At the end of each reporting period the Company determines whether there is an evidence of an impairment indicator for non-financial assets.

Where an indicator exists and regardless for indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the asset is estimated.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss.

(g) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

(h) 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 that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at 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 satisfy vesting requirements. Changes in the measurement of the liability are recognised in profit or loss.

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Notes to the Financial Statements For the Year Ended 30 June 2019

2 Summary of Significant Accounting Policies (cont'd)

(i) Adoption of new and revised accounting standards

The Company has adopted all standards which became effective for the first time at 30 June 2019, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Company.

3 Critical Accounting Estimates and Judgments

The Responsible persons make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

Key estimates - receivables

The receivables at reporting date have been reviewed to determine whether there is any objective evidence that any of the receivables are impaired. An impairment provision is included for any receivable where the entire balance is not considered collectible. The impairment provision is based on the best information at the reporting date.

Key estimates - Accrual for Back Pay

The accrual to provide for back-pay (note 8) has been calculated to achieve a full compliance of the industry (SCHADS) award as it applies to remuneration and allowances. The accrual has been based on the best information available at reporting date.

LIVING MY WAY LIMITED

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Notes to the Financial Statements For the Year Ended 30 June 2019

4 Revenue and Other Income

Revenue from continuing operations

	2019	2018
	\$	\$
Members Services Revenue		
- NDIS Member Receipts	16,019,669	12,937,181
- FACS Member Receipts	82,549	2,642,231
- COS Member Receipts	1,074,715	645,897
- Other Member Receipts	313,679	276,847
- Support Coordination & OT Fees	-	299,267
- Administration Fees	48,730	236,327
- Write Back Previous Years' Acquittals	-	389,164
Total Members Services Revenue	17,539,342	17,426,913

Other Income

- Rental Income	48,000	48,000
- Interest Income	109,584	141,341
	157,584	189,341

5 Cash and Cash Equivalents

Cash at bank and on hand	544,294	531,923
Short-term deposits	5,644,222	6,081,778
	6,188,516	6,613,701

6 Trade and Other Receivables

CURRENT

Trade receivables	1,086,178	689,632
Provision for impairment	(20,000)	(20,000)
	1,066,178	669,632
Other receivables	78,637	180,383
Total current trade and other receivables	1,144,815	850,015

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances. The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

LIVING MY WAY LIMITED

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**Notes to the Financial Statements
For the Year Ended 30 June 2019****7 Property, plant and equipment**

	2019	2018
	\$	\$
Land and buildings		
At fair value	980,000	980,000
Total land and buildings	<u>980,000</u>	<u>980,000</u>
PLANT AND EQUIPMENT		
Furniture, fixtures and fittings		
At cost	70,165	57,029
Accumulated depreciation	(14,751)	(7,752)
Total furniture, fixtures and fittings	<u>55,414</u>	<u>49,277</u>
Motor vehicles		
At cost	67,752	42,320
Accumulated depreciation	(17,776)	(8,464)
Total motor vehicles	<u>49,976</u>	<u>33,856</u>
Total plant and equipment	<u>105,390</u>	<u>83,133</u>
Total property, plant and equipment	<u><u>1,085,390</u></u>	<u><u>1,063,133</u></u>

The building at 11/800-812 Old Illawarra Road MENAI NSW 2234 SP 61084 was revalued in accordance with a valuation prepared on 30th July 2018 by Australian Valuers Group Pty Ltd (Reg. Valuer CPP no. 68250).

8 Trade and Other Payables

Current		
Trade payables	397,757	446,483
GST payable	6,083	-
PAYGW Payable	37,733	62,769
Other payables	1,171,988	875,993
	<u>1,613,561</u>	<u>1,385,245</u>

Trade and other payables are unsecured, non-Interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

Other payables includes an accrual of \$482,067 to provide "back-pay" to Support Workers arising from past underpayments of remuneration (rates and allowances) as a result of certain misinterpretations of the applicable industry (SCHADS) award. Settlement of the remuneration payable is anticipated to be finalised in the financial year ending June 2020.

LIVING MY WAY LIMITED

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Notes to the Financial Statements For the Year Ended 30 June 2019

9 Employee Benefits

	2019	2018
	\$	\$
Current liabilities		
Long service leave	279,649	265,003
Annual Leave	194,782	193,611
Personal Leave	-	112,188
Superannuation payable	251,837	261,251
	<u>726,268</u>	<u>832,053</u>

10 Other Liabilities

CURRENT		
FACS Funding	526,362	526,361
Acquittal to COS	75,830	37,560
	<u>602,192</u>	<u>563,921</u>

11 Directors Remuneration

During the financial year, the directors were paid the following fees and reimbursements of expenses:

	Directors Fees	Reimburse Expenses
Milena Morrow	17,667	420
Angela Li	5,500	-
Ken Ferris	-	-
Phillipa Gormly	5,500	-
Sanjeev Gupta	8,500	-
Peter Strohkorb	5,500	-
Frank Burke	-	-
Huw Thomas	3,000	-
Peter Whyntie	-	-
	<u>45,667</u>	<u>420</u>

12 Transactions with Related Parties

During the financial year, there were no other transactions with related parties.

13 Members' Guarantee

The Company is incorporated under the *Australian Charities and Not-for-profits Commission Act 2012* and is a Company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$ 2 each towards meeting any outstandings and obligations of the Company. At 30 June 2019 the number of members was 257 (2018: 182).

LIVING MY WAY LIMITED

ABN 47 110 895 518

Notes to the Financial Statements For the Year Ended 30 June 2019

14 Auditors' Remuneration

	2019	2018
	\$	\$
Remuneration of the auditor, for:		
- auditing or reviewing the financial statements	15,000	19,250
- other services	-	-

15 Contingencies

In the opinion of the Responsible persons, the Company did not have any contingencies at 30 June 2019 (30 June 2018:None).

16 Cash Flow Information

(a) Reconciliation of result for the year to cashflows from operating activities

Reconciliation of net income to net cash provided by operating activities:		
Profit for the year	(295,958)	749,600
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit:		
- depreciation	16,310	13,021
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	(294,800)	(180,710)
- (increase)/decrease in acquittal to ADHC	38,289	80,889
- increase/(decrease) in members unspent balances	-	198,386
- increase/(decrease) in trade and other payables	228,318	210,161
- (increase)/decrease in other liabilities	-	(200,000)
- increase/(decrease) in employee benefits	(105,785)	(240,803)
Cashflows from operations	<u>(413,649)</u>	<u>630,545</u>

17 Statutory Information

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

LIVING MY WAY LIMITED
Unit 11/800-812 Old Illawarra Road
MENA NSW 2234

LIVING MY WAY LIMITED

ABN 47 110 895 518

Responsible Persons' Declaration

The responsible persons declare that in the responsible persons' opinion:

- there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable; and
- the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*.

Responsible person 
Ms Milena Morrow

Responsible person 
Mr Frank Burke

Dated 29 November 2019

LIVING MY WAY LIMITED
ABN 47 110 995 518
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS of LIVING MY WAY LIMITED

To the Members of Living My Way Limited

Opinion

We have audited the accompanying financial report being a special purpose financial report of Living My Way Limited ("registered entity") which comprises the statement of financial position as at 30 June 2019, 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 the financial statements, including a summary of significant accounting policies, and the declaration by those charged with governance (being the Responsible Persons').

In our opinion the financial report of Living My Way Limited has been prepared in accordance with Division 60 of the Australian Charities and Not-for-profits Commission Act 2012, including:

- (i) giving a true and fair view of the registered entity's financial position as at 30 June 2019 and of its financial performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards to the extent described in Note 1 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 registered entity in accordance with the auditor independence requirements of the Australian Charities and Not-for-profits Commission Act, 2012 (ACNC Act) and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* ("the Code") that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 of the financial report, which describes the basis of accounting. The financial report has been prepared to assist the registered entity meet the requirements of the Australian Charities and Not-for-profits Commission Act, 2012. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

G. C. C. Business & Assurance Pty Ltd

Responsibilities of the Responsible Persons' for the Financial Report

The Responsible Persons' are responsible for the preparation and fair presentation of the special purpose financial report in accordance with the accounting policies described in Note 1 of the financial statements and for such internal control as the Responsible Persons' determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

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

The Responsible Persons' are responsible for overseeing the registered entity's financial reporting process.

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 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 the 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.
- 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 registered entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Responsible Persons.
- Conclude on the appropriateness of the Responsible Persons' 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 registered entity'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.

G. C. C. Business & Assurance Pty Ltd

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 registered 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.

I communicate with the Responsible Persons' 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.

GCC Business & Assurance Pty Ltd
Graeme Green

Graeme Green
Director
GCC Business & Assurance Pty Ltd
Authorised Audit Company

Dated.....29.11.....2019

LIVING MY WAY LIMITED

ABN 47 110 995 516

For the Year Ended 30 June 2019**Detailed Income & Expenditure Statement**

	2019	2018
	\$	\$
Income		
Members Services Revenue		
Administration Fees	48,730	236,327
Participants Funds Received	17,490,612	16,801,422
Write-back Previous Year's Acquittals	-	389,164
Total Members Services Revenue	<u>17,539,342</u>	<u>17,426,913</u>
General Income		
Rental Income	48,000	48,000
Interest Income	109,584	141,341
Total General Income	<u>157,584</u>	<u>189,341</u>
Total Income	<u>17,696,926</u>	<u>17,616,254</u>
Members Services Expenses		
Acquittal of Unused Funds to COS	75,830	37,560
Employment Expenses	8,744,889	8,233,054
Administration Fees	53,603	168,045
Agency Costs	6,387,932	4,263,246
Other Expenses	53,940	1,525,749
Total Members Services Expenses	<u>15,316,194</u>	<u>14,227,654</u>
Less: General & Administrative Expenses		
Accounting fees	29,305	37,635
Auditors fees	15,000	19,250
Advertising	23,377	70,215
Bad debts expense	19,697	37,018
Bank charges	4,893	4,836
Cleaning	6,242	5,544
Computer expenses	97,008	80,309
Consumables	3,363	6,334
Contractors	7,773	96,385
Consultancy	36,875	80,381
Depreciation and amortisation expense	16,310	13,021
Donations	28	600
Fringe Benefits Tax	-	32,112
Corporate Hire Purchase - Vehicle	201	-
Governance	76,092	70,013
Marketing for growth	90,056	41,358
Insurance	25,851	23,376
Legal fees	10,198	7,500
Motor Vehicle expenses	8,109	4,355
Postage	8,071	8,772
Printing and stationery	44,986	33,939
Staff Expenses	3,959	8,967
Subscriptions	20,823	-
Telephone and internet	21,916	21,713

LIVING MY WAY LIMITED

ABN 47 110 995 518

For the Year Ended 30 June 2019

Detailed Income & Expenditure Statement

	2019	2018
	\$	\$
Travel expenses	2,630	241
Utilities	16,047	12,869
Staff Recruiting & Training	44,503	17,649
Wages & Salaries	1,716,169	1,430,591
Superannuation	190,267	172,491
Annual Leave	28,038	54,214
Personal Leave	(81,387)	(13,619)
Long Service Leave	14,183	14,087
Automation Project costs	176,107	246,843
Total General & Administrative Expenses	2,676,691	2,639,001
Net Surplus/(Deficit) for the Year	(295,958)	749,599