

LIVING MY WAY LIMITED

ABN 47 110 995 518

Financial Statements

For the Year Ended 30 June 2020

LIVING MY WAY LIMITED

ABN 47 110 995 518

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For the Year Ended 30 June 2020

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LIVING MY WAY LIMITED

ABN 47 110 995 518

Directors' Report

30 June 2020

The directors present their report on LIVING MY WAY LIMITED for the financial year ended 30 June 2020.

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 (Resigned on 3rd February 2020)

Ken Ferris

Angela Li

Milena Morrow

Sanjeev Gupta

Peter Strohkorb

Frank Burke

Huw Thomas

Peter Whyntie

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 2020 the collective liability of members was \$574 (2019: \$514).

Review of operations

The (loss) of the Company after providing for income tax amounted to \$(176,959), (2019: \$(295,958)).

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 2020

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 lead auditors' independence declaration for the year ended 30 June 2020 has been received and can be found on page 3 of the financial report.

Meetings of directors


During the financial year, 10 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

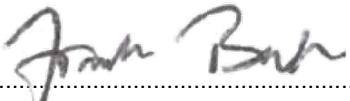
	Directors' Meetings	
	Number eligible to attend	Number attended
Philipa Gormly (Resigned on 3rd February 2020)	4	4
Ken Ferris	10	7
Angela Li	10	9
Milena Morrow	10	10
Sanjeev Gupta	10	8
Peter Strohkorb	10	9
Frank Burke	10	9
Huw Thomas	10	9
Peter Whyntie	10	10

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 \$4,200.

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

Chairperson: 
Ms Milena Morrow

Director: 
Mr Frank Burke

Dated this 30th day of October 2020

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 2020, 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: 30-10-2020.

LIVING MY WAY LIMITED

ABN 47 110 995 518

Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2020

		2020	2019 Restated
	Note	\$	\$
Members Services Revenue	4	11,196,313	11,305,018
Members Services Expenses		(8,401,897)	(9,006,040)
Acquittal of Unused Funds to COS		-	(75,830)
Gross profit		2,794,416	2,223,148
Other income	4	134,131	157,584
Administrative expenses		(835,596)	(744,648)
Depreciation and amortisation expense		(58,961)	(16,310)
Employee benefits expense		(2,210,949)	(1,915,731)
(Loss)/profit before income tax		(176,959)	(295,958)
Income tax expense		-	-
(Loss)/profit for the year		(176,959)	(295,958)
Other comprehensive income, net of income tax			
Total comprehensive (loss)/income for the year		(176,959)	(295,958)

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 2020**

	Note	2020 \$	2019 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	5,303,804	6,188,514
Trade and other receivables	6	478,340	1,144,815
Other assets	7	116,455	-
TOTAL CURRENT ASSETS		5,898,599	7,333,331
NON-CURRENT ASSETS			
Property, plant and equipment	8	1,534,385	1,085,390
Other assets	7	104,244	-
TOTAL NON-CURRENT ASSETS		1,638,629	1,085,390
TOTAL ASSETS		7,537,228	8,418,721
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	9	1,283,538	1,613,561
Borrowings		5,534	5,299
Employee benefits	10	523,145	726,268
Other liabilities	11	331,858	602,191
TOTAL CURRENT LIABILITIES		2,144,075	2,947,319
NON-CURRENT LIABILITIES			
Borrowings		16,196	21,730
Other liabilities	11	104,244	-
TOTAL NON-CURRENT LIABILITIES		120,440	21,730
TOTAL LIABILITIES		2,264,515	2,969,049
NET ASSETS		5,272,713	5,449,672
EQUITY			
Reserves		208,916	208,916
Retained earnings		5,063,797	5,240,756
TOTAL EQUITY		5,272,713	5,449,672

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 2020

2020

	Retained Earnings	Asset Revaluation Surplus	Total
	\$	\$	\$
Balance at 1 July 2019	5,240,756	208,916	5,449,672
(Loss) for the year	(176,959)	-	(176,959)
Balance at 30 June 2020	5,063,797	208,916	5,272,713

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	5,240,756	208,916	5,449,672

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 2020

		2019
	2020	Restated
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from Government & other funding	11,956,694	11,116,899
Payments to suppliers and employees	(12,500,089)	(11,753,644)
Interest received	77,604	116,693
Receipt from administration fees	54,744	53,603
Other receipts	62,091	52,800
Net cash provided by/(used in) operating activities	17 (348,956)	(413,649)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property, plant and equipment	(507,955)	(38,567)
Payment of Rental Bond	(22,500)	-
Net cash provided by/(used in) investing activities	(530,455)	(38,567)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from borrowings	-	27,028
Repayment of borrowings	(5,299)	-
Net cash provided by/(used in) financing activities	(5,299)	27,028
Net increase/(decrease) in cash and cash equivalents held	(884,710)	(425,188)
Cash and cash equivalents at beginning of year	6,188,514	6,613,701
Cash and cash equivalents at end of financial year	5 5,303,804	6,188,513

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 2020

The financial report covers LIVING MY WAY LIMITED as an individual entity. LIVING MY WAY LIMITED is a not-for-profit Company limited by guarantee, 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

The financial statements are general purpose financial statements that have been prepared in accordance with the *Australian Accounting Standards - Reduced Disclosure Requirements* and the *Australian Charities and Not-for-profits Commission Act 2012*.

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.

Plan Management Revenue

Revenue and expenditure for NDIS Plan Management Services is excluded from the Member Services revenue and expenditure for the Financial Year 2020. The Company acts as a financial intermediary for the NDIS participants paying supplier invoices on behalf of the members and claiming it back from NDIS without any margin. A monthly administration fee is charged for this service in accordance with the NDIS price guide.

Similarly, 2019 comparative revenue and expenses have been restated to exclude Plan Management revenue and expenses for 2019.

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).

Notes to the Financial Statements

For the Year Ended 30 June 2020

2 Summary of Significant Accounting Policies (cont'd)

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

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 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 arm's 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 and leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful life.

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.

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.

Notes to the Financial Statements

For the Year Ended 30 June 2020

2 Summary of Significant Accounting Policies (cont'd)

(e) Financial instruments (cont'd)

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
- 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.

Notes to the Financial Statements

For the Year Ended 30 June 2020

2 Summary of Significant Accounting Policies (cont'd)

(e) Financial instruments (cont'd)

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.

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.

Notes to the Financial Statements

For the Year Ended 30 June 2020

2 Summary of Significant Accounting Policies (cont'd)

(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.

(i) Adoption of new and revised accounting standards

The Company has adopted all standards which became effective for the first time at 30 June 2020, 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.

LIVING MY WAY LIMITED

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Notes to the Financial Statements For the Year Ended 30 June 2020

4 Revenue and Other Income

Revenue from continuing operations

	2020	2019
	\$	Restated \$
Members Services Revenue		
- NDIS Member Receipts	9,361,720	9,785,345
- FACS Member Receipts	-	82,549
- COS Member Receipts	1,069,602	1,074,715
- Other Member Receipts	188,721	313,679
- Support Coordination & OT Fees	526,503	-
- Administration Fees	49,767	48,730
Total Members Services Revenue	11,196,313	11,305,018

Other Income

- Rental Income	56,446	48,000
- Interest Income	77,604	109,584
- Other Income	81	-
	134,131	157,584

5 Cash and Cash Equivalents

Cash at bank and on hand	305,191	544,294
Short-term deposits	4,998,613	5,644,222
	5,303,804	6,188,516

6 Trade and Other Receivables

CURRENT

Trade receivables	481,798	1,086,178
Provision for impairment	(46,896)	(20,000)
	434,902	1,066,178
Other receivables	43,438	78,637
Total current trade and other receivables	478,340	1,144,815

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

ABN 47 110 995 518

Notes to the Financial Statements For the Year Ended 30 June 2020

7 Other Assets

	2020 \$	2019 \$
CURRENT		
Operating Lease Right-of-Use Asset - Current	93,955	-
Rental Deposit	22,500	-
	<u>116,455</u>	<u>-</u>
NON-CURRENT		
Operating Lease Right-of-Use Asset - Non-Current	<u>104,244</u>	<u>-</u>

8 Property, plant and equipment

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	109,909	70,165
Accumulated depreciation	(23,676)	(14,751)
Total furniture, fixtures and fittings	<u>86,233</u>	<u>55,414</u>
Motor vehicles		
At cost	67,752	67,752
Accumulated depreciation	(31,326)	(17,776)
Total motor vehicles	<u>36,426</u>	<u>49,976</u>
Office equipment		
At cost	20,378	-
Accumulated depreciation	(5,058)	-
Total office equipment	<u>15,320</u>	<u>-</u>
Computer software		
At cost	133,560	-
Total computer software	<u>133,560</u>	<u>-</u>
Property Improvements		
At cost	314,273	-
Accumulated amortisation	(31,427)	-
Total leasehold improvements	<u>282,846</u>	<u>-</u>
Total plant and equipment	<u>554,385</u>	<u>105,390</u>
Total property, plant and equipment	<u>1,534,385</u>	<u>1,085,390</u>

LIVING MY WAY LIMITED

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Notes to the Financial Statements For the Year Ended 30 June 2020

8 Property, plant and equipment (cont'd)

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).

Property improvements relate to costs incurred in connection with the fit-out of the company's leased premises of 60 Allison Crescent, Menai, NSW 2234.

9 Trade and Other Payables

	2020	2019
	\$	\$
Current		
Trade payables	560,213	397,757
GST payable	2,397	6,083
PAYGW Payable	34,555	37,733
Other payables	686,373	1,171,988
	1,283,538	1,613,561

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.

In 2019, other payables included an accrual of \$482,067 being "back-pay" to support workers arising from past underpayments or remuneration (rates and allowances) as a result of certain misinterpretations of the applicable industry (SCHADS) award. An amount of \$356,539 was paid to support workers from this accrual in full and final settlement during the 2020 financial year. The balance of the accrual was released to profit and loss.

10 Employee Benefits

	2020	2019
	\$	\$
Current liabilities		
Long service leave	351,605	279,649
Annual Leave	171,540	194,782
Superannuation payable	-	251,837
	523,145	726,268

11 Other Liabilities

CURRENT		
FACS Funding	-	526,362
Acquittal to COS	237,903	75,830
Operating Lease Liability - Current	93,955	-
	331,858	602,192
NON-CURRENT		
Operating Lease Liability - Non-Current	104,244	-
	104,244	-

LIVING MY WAY LIMITED

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Notes to the Financial Statements For the Year Ended 30 June 2020

12 Directors Remuneration

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

	Directors Fees	Reimburse Expenses
	\$	\$
Milena Morrow	20,333	-
Angela Li	6,750	-
Ken Ferris	-	-
Phillipa Gormly	4,000	-
Sanjeev Gupta	9,500	-
Peter Strohkorb	9,500	-
Frank Burke	15,000	-
Huw Thomas	-	-
Peter Whyntie	9,500	-
	74,583	-

13 Transactions with Related Parties

During the financial year, there were no further transactions with related parties, other than the directors' remuneration listed above.

14 Members' Guarantee

The Company is incorporated under the *Corporations Act 2001* 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 2020 the number of members was 287 (2019: 257).

15 Auditors' Remuneration

	2020	2019
	\$	\$
Remuneration of the auditor, for:		
- auditing or reviewing the financial statements	15,000	15,000

16 Contingencies

In the opinion of the Responsible persons, the Company did not have any contingencies at 30 June 2020 (30 June 2019: Nil).

LIVING MY WAY LIMITED

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Notes to the Financial Statements For the Year Ended 30 June 2020

17 Cash Flow Information

Reconciliation of net income to net cash provided by operating activities:

	2020	2019
	\$	\$
Profit for the year	(191,224)	(295,958)
Non-cash flows in profit:		
- depreciation	58,960	16,310
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	666,476	(294,800)
- (increase)/decrease in acquittal to ADHC	-	38,269
- increase/(decrease) in trade and other payables	(946,146)	228,315
- increase/(decrease) in employee benefits	62,978	(105,785)
Cashflows from operations	<u>(348,956)</u>	<u>(413,649)</u>

18 Statutory Information

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

LIVING MY WAY LIMITED
44-60 Allison Crescent,
MENAI NSW 2234

LIVING MY WAY LIMITED


ABN 47 110 995 518


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 (Chairperson)

Responsible person 
Mr Frank Burke

Dated this 30th day of October 2020

LIVING MY WAY LIMITED

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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 2020, 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 2020 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...*30 October*...2020

LIVING MY WAY LIMITED

ABN 47 110 995 518

For the Year Ended 30 June 2020

Detailed Income & Expenditure Statement

	2020 \$	2019 \$
Income		
Members Services Revenue		
Administration Fees	576,447	48,730
Participants Funds Received	10,619,866	11,256,288
Total Members Services Revenue	11,196,313	11,305,018
General Income		
Rental Income	56,446	48,000
Interest Income	77,604	109,584
Other Income	81	-
Total General Income	134,131	157,584
Total Income	11,330,444	11,462,602
Members Services Expenses		
Acquittal of Unused Funds to COS	-	75,830
Employment Expenses	8,378,711	8,744,889
Administration Fees	53,053	53,603
Agency Costs	219,398	153,608
Other Expenses	(249,265)	53,940
Total Members Services Expenses	8,401,897	9,081,870
Less: General & Administrative Expenses		
Accounting fees	33,045	29,305
Auditors fees	15,000	15,000
Advertising	33,444	23,377
Bad debts expense	28,001	19,697
Bank charges	5,595	4,893
Cleaning	11,237	6,242
Computer expenses	219,985	97,008
Consumables	2,445	3,363
Contractors	18,776	7,773
Consultancy	28,065	36,875
Depreciation and amortisation expense	58,961	16,310
Donations	-	28
Fringe Benefits Tax	1,410	-
Corporate Hire Purchase - Vehicle	1,072	201
Governance	84,388	76,092
Marketing for growth	65,653	90,056
Insurance	30,271	25,851
Legal fees	8,218	10,198
Motor Vehicle expenses	8,747	8,109
Postage	5,952	8,071
Printing and stationery	81,423	44,986
Repairs and maintenance	1,260	-
Staff Expenses	14,920	3,959

LIVING MY WAY LIMITED

ABN 47 110 995 518

For the Year Ended 30 June 2020

Detailed Income & Expenditure Statement

	2020	2019
	\$	\$
Subscriptions	29,856	20,823
Telephone and internet	27,487	21,916
Travel expenses	2,002	2,630
Utilities	13,593	16,047
Other expenses	8,467	-
Staff Recruiting & Training	88,905	44,503
Wages & Salaries	1,844,442	1,716,169
Superannuation	210,832	190,267
Annual Leave	39,216	28,038
Personal Leave	-	(81,387)
Long Service Leave	12,634	14,183
Automation Project costs	70,204	176,107
Total General & Administrative Expenses	3,105,506	2,676,691
Net Surplus/(Deficit) for the Year	(176,959)	(295,958)