

Mates4Mates Limited

ABN 54160 646 999

Annual Report- For the Year Ended 31 December 2015

**Mates4Mates Limited**  
**Financial report**  
**For the year ended 31 December 2015**

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**General information**

The financial report covers Mates4Mates Limited as an individual entity. The financial report is presented in Australian dollars, which is Mates4Mates Limited's functional and presentation currency.

The financial report consists of the financial statements, notes to the financial statements and the directors' declaration.

Mates4Mates Limited is a not-for-profit unlisted public company limited by guarantee, incorporated and domiciled in Australia. Its registered office and principal place of business is:

<i>Registered office</i>	<i>Principal place of business</i>
4 Higgs Street	4 Higgs Street
Albion	Albion
Brisbane QLD 4010	Brisbane QLD 4010

A description of the nature of the company's operations and its principal activities are included in the directors' report, which is not part of the financial report.

The financial report was authorised for issue, in accordance with a resolution of directors, on 16 February 2016. The directors have the power to amend and reissue the financial report.

**Mates4Mates Limited**  
**Directors' report**  
**For the year ended 31 December 2015**

The directors present their report, together with the financial statements, on the company for the year ended 31 December 2015.

**Directors**

The following persons were directors of the company during the whole of the financial year and up to the date of this report, unless otherwise stated:

- Edward Peter Davies CBE
- Terrance John Meehan AM
- Catherine Miriam Dwyer
- Rickman Charles Ralph (commenced 17th March 2015)
- Simon Roach AM (commenced 17th March 2015)
- Stewart Cameron CSC (commenced 10th February 2015, ceased 22nd June 2015)
- William Joseph Alan Whitburn OAM (commenced 30th September 2015, ceased 20th January 2016)

**Who we help**

Mates4Mates supports our "Mates", who are current and ex-serving Australian Defence Force (ADF) members (and their immediate families) who have suffered physical or psychological wounds, injuries or illnesses as a result of their service. This is supported by our:

- **Vision**: An Australia where all members of the Military Family are supported;
- **Mission**: To provide enduring physical and psychological support to the military family; and
- **Values** : Trust, Humility, Mateship, Empathy, and Dignity.

**Objectives**

The short-term objective of the company is that Mates4Mates has a core commitment to recognise and support the existing and emerging need amongst our Mates. Mates4Mates maintains an ethos that "every Mate and their family deserve our support".

The long-term objective of the company is to extend its reach via the establishment of additional regional hubs throughout the nation, which will provide services in support of our principal activities.

**Strategy for achieving the objectives**

Mates4Mates has a comprehensive Strategic and Business plan that articulates business activities that will strengthen its presence through the delivery of services and subsequent expansion throughout the nation. These strategies are:

1. Deliver and evaluate evidence based treatment programs that provide enduring physical and psychological rehabilitation to the military family.
2. Provide a financial basis to meet current commitments and growth aspirations.
3. Garner corporate and community support to enhance service delivery and promote individual and family rehabilitation.
4. Grow the Mates4Mates culture to reflect the values of Trust Humility, Mateship, Empathy, and Dignity.

**Mates4Mates Limited**  
**Directors' report**  
**For the year ended 31 December 2015**

**Principal activities**

During the financial year the principal continuing activities of the company were the following:

- Psychological Services;
- Physical Rehabilitation and Wellbeing Services;
- Employment and Education Support Services;
- Rehabilitative Adventure Challenges; and
- Social Connection Activities.

These service streams were delivered from our three Family Recovery Centres (Brisbane, Townsville and Hobart) and across outreach locations throughout Australia.

**Performance measures**

To support our adventure challenges, all Mates and their families were 'screened' by our team of psychologists to ensure the activities did deliver on expectations and are improving the physical, psychological and social rehabilitation of our Mates. In 2016 Mates4Mates will be working with the Gallipoli Medical Research Foundation (GMRF) to review and validate our pre /post activity assessment regime. The outcomes of the GMRF review /validation activity will allow the company to review KPIs and performance measurement metrics and processes as part of the strategies detailed in the Strategic Plan.

**Information on directors**

**Name:** Simon Roach AM  
**Title:** Director (period from 17 March to 24 November 2015). Chairman (from 24 November 2015).  
**Qualifications:** Masters-level academic qualifications in Strategy, Security and Defence.  
**Experience and expertise:** Thirty years leading servicemen and women, Senior Defence experience in operational planning, project delivery, strategy and change management. Stakeholder engagement nationally and internationally in defence, heavy industrial and transport sectors.  
Graduate of the Australian Institute of Company Directors.  
Chair and member of senior Army capability and resource committees.  
**Special responsibilities:** None.

**Name:** Edward Peter Davies CBE  
**Title:** Director.  
**Qualifications:** Masters-level academic qualification in business administration.  
**Experience and expertise:** Twelve years' experience as a not-for-profit Director.  
Seven years' senior commercial experience.  
27 years leading servicemen and women, Senior Defence experience in the development and implementation of welfare strategy and policy.  
Institute of Directors (UK); Strategic Business Leadership, Leading Strategic Change.  
**Special responsibilities:** None.

**Mates4Mates Limited**  
**Directors' report**  
**For the year ended 31 December 2015**

**Name:** **Terrence John Meehan AM JP**  
**Title:** Director.  
**Qualifications:** Graduate of the Australian Institute of Company Directors and also language studies.  
**Experience and expertise:** Chairman of RSL (Queensland Branch) (until 22 June 2015); Director (RSL (Queensland Branch)) since 2005; previously been the chairman of the Queensland Veterans' Advisory Committee; State Representative of the National Veterans' Affairs Committee since 2006; and is a practicing Veterans Advocate.  
Active member of the Naval Association of Australia, a Justice of the Peace and maintains close ties with ex-serving members of the Royal Australian Navy (RAN) as well as with current and former Police Officers.  
**Special responsibilities:** None.

**Name:** **Catherine Miriam Dwyer**  
**Title:** Chairman (period from 1 January to 24 November 2015). Director (from 24 November 2015).  
**Qualifications:** Higher-level academic qualification in education and science.  
**Experience and expertise:** Five years' experience as a not-for-profit Director.  
CEO Gallipoli Medical Research Foundation.  
Australian Institute of Company Directors - Strategy & Risk for Directors.  
**Special responsibilities:** None.

**Name:** **Rickman Charles Ralph**  
**Title:** Director (from 17 March 2015).  
**Qualifications:** Higher Education and Tertiary Qualifications in Management.  
Justice of the Peace (Qualified).  
Member Australian Institute Company Of Directors- Completion Company Directors modules.  
Member Australian Institute of Management- Applied Management, Business Innovation.  
**Experience and expertise:** Founder & Chief Executive Officer Waste Recycling Industry Association Queensland.  
Founder & Executive Officer Waste Recycling Industry Association Northern Territory.  
Company Director Specialised Industry Mentoring and Environmental Governance business.  
35 years Public and Private Sector Industry, Commercial and Not for Profit Expertise.  
**Special responsibilities:** None.

**Mates4Mates limited**  
**Directors' report**  
**For the year ended 31 December 2015**

**Name:** **William Joseph Alan Whitburn OAM**  
**Title:** Director (period from 30 September to 20 January 2016).  
**Qualifications:** Higher-level academic qualification in education.  
**Experience and expertise:** Ten years as either the President, Vice President or committee member of the Townsville RSL a not-for-profit organisation.  
 One year as a Director for the North Queensland District RSL as the Vice President.  
 Forty years Military service with extensive roles in leadership, management and training within the Defence arena.  
 Advisor (Military and Veteran's) to the board of the Townsville Day Surgery for the past two years.  
**Special responsibilities:** None.

**Name:** **Stewart Cameron CSC**  
**Title:** Director (period from 10 February to 22 June 2015).  
**Qualifications:** Masters in Business Administration, and Bachelor of Business.  
**Experience and expertise:** Five years director for not for profit.  
 Member Australian Institute of Management.  
 Member Australian Institute of Company Directors.  
 Master Project Director, Australian Institute of Project Management.  
**Special responsibilities:** None.

**Meetings of directors**

The number of meetings of the company's Board of Directors ('the Board') held during the year ended 31 December 2015, and the number of meetings attended by each director were:

	Full Board	
	Attended	Held
Simon Roach	5	5
Edward Peter Davies	4	6
Terrence John Meehan	6	6
Catherine Miriam Dwyer	6	6
Rickman Charles Ralph	5	5
William Joseph Alan Whitburn	2	2
Stewart Cameron	3	3

Held: represents the number of meetings held during the time the director held office.  
 There were no Board Committee meetings held in 2015.

**Mates4Mates limited**  
**Directors' report**  
**For the year ended 31 December 2015**

**Contributions on winding up**

In the event of the company being wound up, all the Company's debts and liabilities and any property whatsoever, shall not be transferred or distributed among the members but shall be transferred to another organisation with similar objects to the Company and holding income tax status of Deductible Gift Recipient ("DGR").

**Classes of Membership**

Ordinary member

On behalf of the directors



Simon Roach AM  
Chair

Date: 16 February 2016  
Brisbane

## INDEPENDENT AUDITOR'S REPORT

To the members of Mates4Mates Limited

We have audited the accompanying financial report, being a special purpose financial report of Mates4Mates Limited, which comprises the statement of financial position as at 31 December 2015, 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 comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

### Directors' Responsibility 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 and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the Australian Charities and Not for profits Commission Act 2012 and is appropriate to meet the needs of the members.

The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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



### Independence

In conducting our audit, we have complied with the independence requirements of the *Professional Accounting Bodies*. We confirm that the independence which has been given to the directors of Mates4Mates Limited, would be in the same terms if given to the directors as at the time of this auditor's report.

### Opinion

In our opinion the financial report of Mates4Mates Limited is in accordance with Division 60 of the Australian Charities and Not for profits Commission Act 2012, including:

- (a) giving a true and fair view of the company's financial position as at 31 December 2015 and of its performance for the year ended on that date; and
- (b) 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 of accounting

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the Australian Charities and Not for profits Commission Act 2012. As a result, the financial report may not be suitable for another purpose.

**BDO Audit Pty Ltd**

BDO Kendalls

**C J Skelton**

Director

Brisbane: 16 February 2016

Mates4Mates Limited  
Statement of Profit or Loss and Other Comprehensive Income  
For the year ended 31 December 2015

	Notes	2015 \$	2014 \$
Revenue	3	4,124,521	3,635,464
Expenses	4		
Advertising and Promotion		231,783	244,182
Cost of Sales		28,297	17,362
Depreciation		38,775	32,095
Donations and Welfare			16,236
Employee Benefits		1,535,468	1,099,864
Meetings and Travel Costs		361,243	508,167
Professional Fees		112,597	94,515
Property Outgoings		472,168	443,349
Psychological Services		570,003	456,786
Service Delivery		707,383	643,548
Other Expenses		52,251	140,090
Total Expenses		<u>4,109,968</u>	<u>3,696,194</u>
Surplus/(deficit) before Income Tax Expense		14,553	(60,730)
Income Tax Expense	1	<u>                    </u>	<u>                    </u>
Surplus/(deficit) after Income Tax Expense for the year	12	14,553	(60,730)
Other Comprehensive Income for the year, net of tax		<u>                    </u>	<u>                    </u>
Total Comprehensive Surplus/(deficit) for the year		<u>14,553</u>	<u>(60,730)</u>

The statement of profit or loss and other comprehensive income is to be read in conjunction with the attached notes.

Mates4Mates limited  
Statement of Financial Position  
As at 31 December 2015

	Notes	2015 \$	2014 \$
<b>Assets</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	5	403,568	354,144
Trade and Other Receivables	6	45,071	74,977
Inventories	7	77,706	46,236
Other Current Assets	8	48,551	36,592
<b>Total Current Assets</b>		<u>574,896</u>	<u>511,949</u>
<b>Non-Current Assets</b>			
Property, Plant and Equipment	9	<u>131,928</u>	<u>156,756</u>
<b>Total Non-Current Assets</b>		<u>131,928</u>	<u>156,756</u>
<b>Total Assets</b>		<u>706,824</u>	<u>668,705</u>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and Other Payables	10	105,126	133,494
Employee Benefits	11	<u>82,063</u>	<u>36,255</u>
<b>Total Current Liabilities</b>		<u>187,189</u>	<u>169,749</u>
<b>Non-Current Liabilities</b>			
Employee Benefits	11	<u>6,126</u>	
<b>Total Non-Current Liabilities</b>		<u>6,126</u>	
<b>Total Liabilities</b>		<u>193,315</u>	<u>169,749</u>
<b>Net Assets</b>		513,509	<u>498,956</u>
<b>Equity</b>			
Retained Surpluses	12	<u>513,509</u>	<u>498,956</u>
<b>Total Equity</b>		<u>513,509</u>	<u>498,956</u>

The statement of financial position is to be read in conjunction with the attached notes.

Mates4Mates Limited  
Statement of Changes in Equity  
For the year ended 31 December 2015

	Retained Surpluses \$	Total Equity \$
Balance at 31 December 2013	559,686	559,686
Surplus/(deficit) after Income Tax Expense for the year Other Comprehensive Income for the year, net of tax	(60,730)	(60,730)
	<hr/>	<hr/>
Total Comprehensive Surplus/(deficit) for the year	(60,730)	(60,730)
	<hr/>	<hr/>
Balance at 31 December 2014	498,956	498,956
	<hr/>	<hr/>
Surplus/(deficit) after Income Tax Expense for the year Other Comprehensive Income for the year, net of tax	14,553	14,553
	<hr/>	<hr/>
Total Comprehensive Surplus/(deficit) for the year	14,553	14,553
	<hr/>	<hr/>
Balance at 31 December 2015	513,509	513,509
	<hr/>	<hr/>

The statement of changes in equity is to be read in conjunction with the attached notes.

Mates4Mates Limited  
Statement of cash Flows  
For the year ended 31 December 2015

	Notes	2015 \$	2014 \$
Cash flows from Operating Activities			
Payments to Suppliers and Employees		(4,069,040)	(3,681,586)
Donations Received		3,811,177	3,510,764
Grants Received		35,000	14,949
Other Receipts		<u>286,234</u>	<u>97,367</u>
Net cash from Operating Activities	18	<u>63,371</u>	(58,506)
Cash flows from Investing Activities			
Payments for Property, Plant & Equipment	9	<u>(13,947)</u>	(154,193)
Net cash used in Investing Activities		(13,947)	(154,193)
Cash flows from Financing Activities			
Net cash from Financing Activities		<u>                    </u>	<u>                    </u>
Net Increase/(Decrease) in Cash and Cash Equivalents		49,424	(212,699)
Cash and Cash Equivalents at the beginning of the year		<u>354,144</u>	<u>566,843</u>
Cash and Cash Equivalents at the end of the year	5	<u>403,568</u>	<u>354,144</u>

The statement of cash flows is to be read in conjunction with the attached notes.

**Mates4Mates Limited**  
**Notes to the financial statements**  
**For the year ended 31 December 2015**

**Note 1. Significant accounting policies**

Mates4Mates Limited is a company incorporated in Australia. The company is an unlisted public company limited by Guarantee.

**Basis of preparation**

In the directors' opinion, the company is not a reporting entity because there are no users dependent on general purpose financial statements.

These financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the *Australian Charities and Not-for-profits Commission Act (ACNC Act 2012)*.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') 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', AASB 1031 'Materiality', AASB 1048 'Interpretation of Standards' and AASB 1054 'Australian Additional Disclosures', as appropriate for not-for-profit oriented entities.

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies adopt the recognition and measurement requirements of the Australian Accounting Standards and have been consistently applied to all the years presented, unless otherwise stated.

The financial statements were approved by the Board of Directors on 16 February 2016.

*Historical cost convention*

The financial statements have been prepared under the historical cost convention.

*Critical accounting estimates*

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 2.

**Going Concern**

Due to the stage of infancy of the company until sustainable profitable operations are achieved, the company is reliant upon financial support from the Returned & Services League of Australia (Queensland Branch) (RSL QLD) to meet its debts as and when they fall due. RSL QLD has confirmed its support in writing provided Mates4Mates submits an annual budget to RSL QLD and that RSL QLD will not unnecessarily hold such approval so as to impact the operations of Mates4Mates. Therefore on this basis the directors have continued to adopt the going concern assumption in the preparation of the financial statements.

**Mates4Mates Limited**  
**Notes to the financial statements**  
**For the year ended 31 December 2015**

**Revenue recognition**

Revenue is recognised when it is probable that the economic benefit will flow to the company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable.

*Sales revenue*

Events, fundraising and raffles are recognised when received or receivable.

*Donations*

Donations are recognised at the time when the company gains control, when the economic benefits are probable and the amount of the donation can be measured reliably.

*Grants*

Grants are recognised at their fair value where there is a reasonable assurance that the grant will be received and all attached conditions have been complied with.

*Other revenue*

Other revenue is recognised when it is received or when the right to receive payment is established.

**Income tax**

As the company is a charitable institution in terms of subsection 50-5 of the *Income Tax Assessment Act 1997*, as amended, it is exempt from paying income tax.

**Cash and cash equivalents**

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

**Trade and other receivables**

Other receivables are recognised at amortised *cost*, less any provision for impairment.

**Inventories**

Inventories comprise of goods for resale. Inventories of goods purchased for resale are valued at cost. The cost of bringing each item to its present location and condition is determined on a first-in, first-out basis. Recoverable amount is based on lower of cost and replaceable cost if the company was deprived of the asset.

**Mates4Mates Limited**  
**Notes to the financial statements**  
**For the year ended 31 December 2015**

**Property, plant and equipment**

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Furniture and fittings	10-40%
Other equipment	10-40%
Motor vehicles	12-30%

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the company. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

**Impairment of non-financial assets**

Non-financial assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

Recoverable amount is the higher of an asset's fair value less costs to sell and value-in-use. Where the future economic benefits of an asset are not primarily dependent on the asset's ability to generate net cash inflows and where the entity would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement cost of the asset.

**Trade and other payables**

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

**Employee benefits**

*Wages and salaries and annual leave*

Liabilities for wages and salaries, including non-monetary benefits, and annual leave expected to be settled within 12 months of the reporting date are recognised in current liabilities in respect of employees' services up to the reporting date and are measured at the amounts expected to be paid when the liabilities are settled.

*Long service leave*

The liability for long service leave is recognised in current and non-current liabilities, depending on the unconditional right to defer settlement of the liability for at least 12 months after the reporting date. The liability is measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

*Defined contribution superannuation expense*

Contributions to defined contribution superannuation plans are expensed in the period in which they are incurred.

**Goods and Services Tax ('GST') and other similar taxes**

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

Receivables and payables are stated exclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the tax authority is included in other receivables or other payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority.

**New, revised or amending Accounting Standards and Interpretations adopted**

The company has adopted all of the new, revised or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

**New Accounting Standards and Interpretations not yet mandatory or early adopted**

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the company for the year ended 31 December 2015. The company has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

**Mates4Mates Limited**  
**Notes to the financial statements**  
**For the year ended 31 December 2015**

**Note 2. Critical accounting judgements, estimates and assumptions**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

*Estimation of useful lives of assets*

The company determines the estimated useful lives and related depreciation charge for its property, plant and equipment. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

**Note 3. Revenue**

	<b>2015</b>	<b>2014</b>
	\$	\$
<i>Sales Revenue</i>		
Merchandise	35,615	12,051
	<u>35,615</u>	<u>12,051</u>
<i>Other Revenue</i>		
Donations - Founder	2,850,000	3,150,000
Donations - Other	953,317	360,764
Grants	35,000	14,949
Sponsorship	79,476	37,068
Other Revenue	171,113	60,632
	<u>4,088,906</u>	<u>3,623,413</u>
	<b><u>4,124,521</u></b>	<b><u>3,635,464</u></b>

**Mates4Mates Limited**  
**Notes to the financial statements**  
**For the year ended 31 December 2015**

**Note 4. Expenses**

	<b>2015</b>	<b>2014</b>
	\$	\$
Surplus/(deficit) before income tax includes the following specific expenses:		
<i>Superannuation Expense</i>		
Defined contribution superannuation expense	144,572	73,599
<i>Depreciation Expense</i>		
Depreciation Expense	38,775	32,095
<i>Lease/Rental Expenses</i>		
Lease/Rental Expenses	249,336	236,440

**Note 5. Current assets- cash and cash equivalents**

	<b>2015</b>	<b>2014</b>
	\$	\$
Cash at bank	<u>403,568</u>	<u>354,144</u>
	<b><u>403,568</u></b>	<b><u>354,144</u></b>

**Note 6. Current assets - trade and other receivables**

	<b>2015</b>	<b>2014</b>
	\$	\$
Other receivables	4,304	12,070
GST receivable	40,767	<u>62,907</u>
	<b><u>45,071</u></b>	<b><u>74,977</u></b>

Mates4Mates Limited  
Notes to the financial statements  
For the year ended 31 December 2015

Note 7. Current assets- inventories

	2015 \$	2014 \$
Inventory at cost	<u>77,706</u>	<u>46,236</u>
	<u><b>77,706</b></u>	<u><b>46,236</b></u>

Note 8. Current assets- other assets

	2015 \$	2014 \$
Prepayments	<u>48,551</u>	<u>36,592</u>
	<u><b>48,551</b></u>	<u><b>36,592</b></u>

Note 9. Non-current assets- property, plant and equipment

	2015 \$	2014 \$
Furniture & Fittings - at cost	111,736	105,756
Less: Accumulated depreciation	<u>(39,431)</u>	<u>(17,551)</u>
	<u>72,305</u>	<u>88,205</u>
Motor Vehicles - at cost	55,248	55,248
Less: Accumulated depreciation	<u>(18,133)</u>	<u>(7,084)</u>
	<u>37,115</u>	<u>48,164</u>
Other Equipment - at cost	29,227	29,227
Less: Accumulated depreciation	<u>(14,686)</u>	<u>(8,840)</u>
	<u>14,541</u>	<u>20,387</u>
Work in Progress	<u>7,967</u>	<u></u>
	<u><b>131,928</b></u>	<u><b>156,756</b></u>

Mates4Mates Limited  
Notes to the financial statements  
For the year ended 31 December 2015

Note 10. Current liabilities- trade and other payables

	2015	2014
	\$	\$
Trade payable	62,421	42,624
PAYG payable	29,164	12,878
Other payables	13,541	<u>77,992</u>
	<u>105,126</u>	<u>133,494</u>

Note 11. Current liabilities- employee benefits

	2015	2014
	\$	\$
<b>Current</b>		
Employee benefits	<u>82,063</u>	<u>36,255</u>
<b>Non-Current</b>		
Employee benefits	<u>6,126</u>	<u>          </u>
	<u><b>88,189</b></u>	<u><b>36,255</b></u>

Note 12. Equity- retained surpluses

	2015	2014
	\$	\$
Retained Surpluses at the beginning of the year	498,956	559,686
Surplus/(deficit) after Income Tax Expense for the year	<u>14,553</u>	<u>{60,730}</u>
Retained surpluses at the end of the year	<u><b>513,509</b></u>	<u><b>498,956</b></u>

**Mates4Mates Limited**  
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**Note 13. Remuneration of auditors**

During the financial year the following fees were paid or payable for services provided by BOO, the auditor of the company:

	<b>2015</b>	<b>2014</b>
	\$	\$
Audit services	2,530	2,500
Employment advisory services		<u>5,638</u>
	<b>2,530</b>	<b><u>8,138</u></b>

**Note 14. Contingent liabilities**

The company had no contingent liabilities as at 31 December 2015.

**Note 15. Commitments**

The company had no commitments for expenditure as at 31 December 2015.

**Note 16. Operating Leases**

	<b>2015</b>	<b>2014</b>
	\$	\$
<b>Operating Lease Commitments</b>		
Non-cancellable operating leases contracted for but not capitalised in the financial statements		
Payable - minimum lease payments		
- not later than 12 months	169,381	252,558
- later than 12 months but not later than 5 years		47,870
- greater than 5 years		<u>          </u>
	<b>169,381</b>	<b><u>300,428</u></b>

**Note 17. Events after the reporting period**

No matter or circumstance has arisen since 31 December 2015 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

**Mates4Mates Limited**  
**Notes to the financial statements**  
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Note 18. Reconciliation of surplus after income tax to net cash from operating activities

	2015	2014
	\$	\$
Surplus/(Deficit) after income tax expense for the year	14,553	(60,730)
Adjustments for:		
Depreciation and amortisation	38,775	32,095
Change in operating assets and liabilities:		
Decrease/(increase) in trade and other receivables	29,906	(4,923)
Decrease/(increase) in inventories	(31,470)	(46,236)
Increase in prepayments	(11,959)	(36,592)
Decrease in trade and other payables	(28,368)	30,743
Increase in employee benefits	<u>51,934</u>	<u>27,137</u>
Net cash from operating activities	<u>63,371</u>	<u>(58,506)</u>

**Mates4Mates Limited by Guarantee**  
**Directors' declaration**

The directors have determined that Mates4Mates Limited is not a reporting entity and that these special purpose financial statements have been prepared in accordance with the accounting policies described in Note 1 to the financial statements:

The directors of Mates4Mates Limited declare that:

1. The financial statements, comprising the statement of comprehensive income, statement of financial position, statement of cash flows, statement of changes in equity, and accompanying notes, are in accordance with the *Australian Charities and Not-for-profits Commission Act (ACNC Act 2012)* and:
  - a. comply with Accounting Standards as described in Note 1 to the financial statements and the *Australian Charities and Not-for-profits Commission Regulation 2013*; and
  - b. give a true and fair view of the entity's financial position as at 31 December 2015 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements.
2. In the directors' opinion, there are reasonable grounds to believe that the entity will be able to pay its debts as and when they become due and payable.

Due to the stage of infancy of the company until sustainable profitable operations are achieved the company is reliant upon financial support from the Returned and Services League of Australia (Queensland Branch) (RSL QLD) to meet its debts as and when they fall due. RSL QLD has confirmed its support in writing provided Mates4Mates submits an annual budget to RSL QLD and that RSL QLD will not unnecessarily hold such approval so as to impact the operations of Mates4Mates. Therefore on this basis the directors have continued to adopt the going concern assumption in the preparation of the financial statements .

On behalf of the directors by:



Simon Roach AM  
Chair

Date: 16 February 2016  
Brisbane