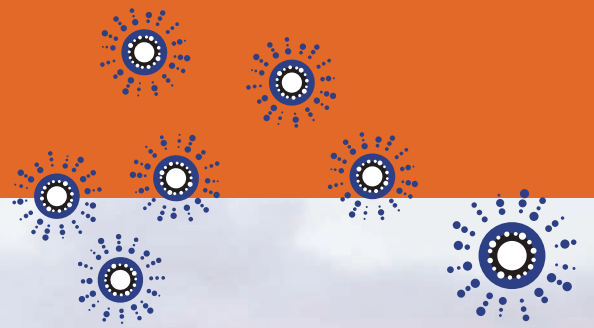


KOKATHA ANNUAL REPORT 2017/2018



One People, One Country, One Dreaming

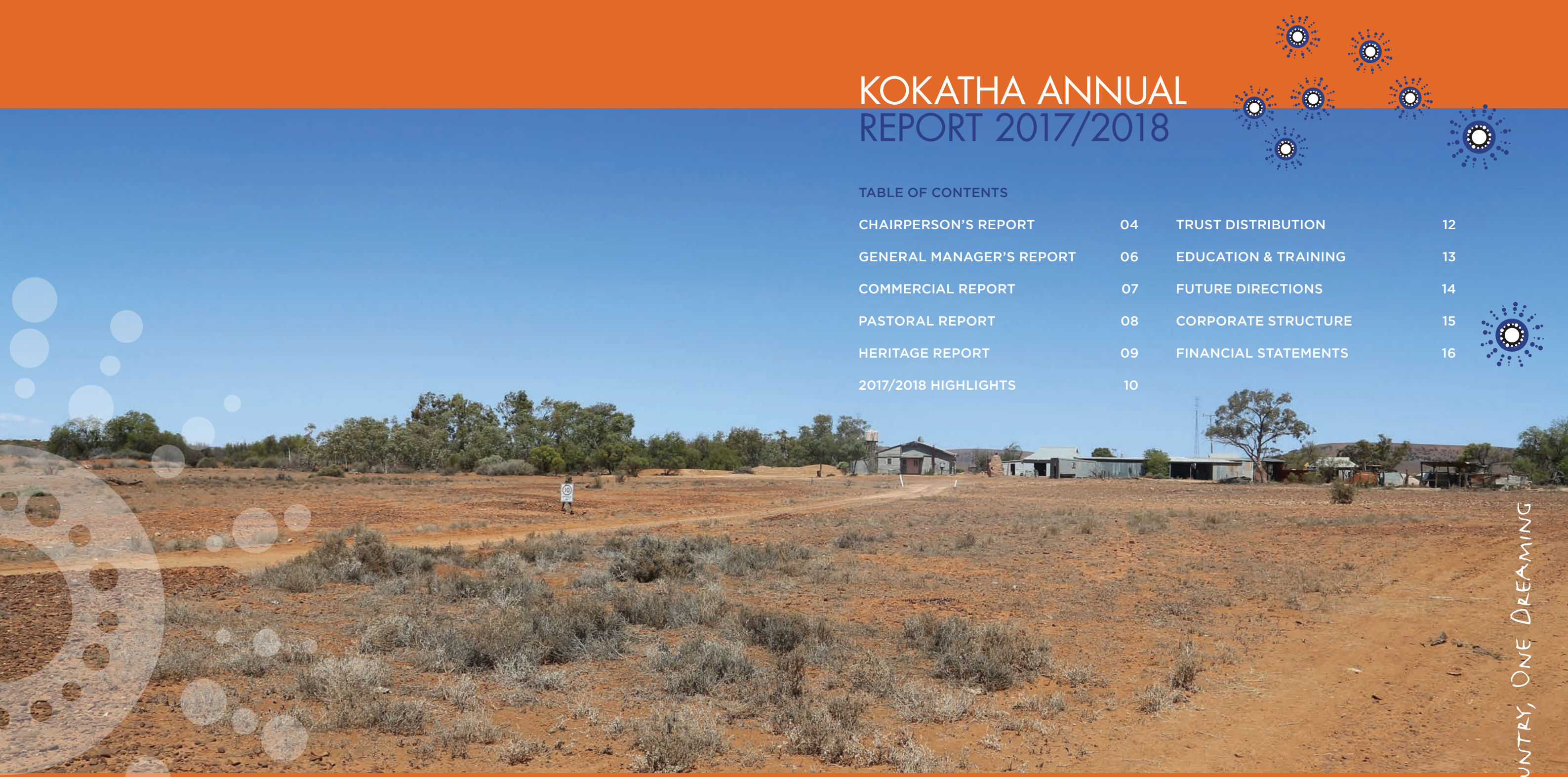
Kokatha

ONE PEOPLE, ONE COUNTRY, ONE DREAMING

KOKATHA ANNUAL REPORT 2017/2018

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ONE PEOPLE, ONE COUNTRY, ONE DREAMING

CHAIRPERSON'S REPORT

04

It is a pleasure to provide this Director's report for the Kokatha Aboriginal Corporation, RNTBC 2017/2018 Annual Report. The year has been one of immense activity and change for the KAC Board and Management and there is a great deal of promise in the future with exciting times ahead.

The year saw the creation of employment for more than 30 KAC members, as business opportunities have been developed through the mining, pastoral and heritage sectors. Kokatha is operated for our members and the employment results lead to benefits for the wider community which is satisfying. It's great to see our membership increasing, demonstrating a confidence in the Kokatha Board and its future.

I welcome staff who have joined the Kokatha team over the past 12 months and Board members and alternate Directors who have also given their time and commitment to keep Kokatha moving forward in its progress to improve the lives of Kokatha people through economic development, social investment and the maintenance of our culture and heritage.

While the KAC Board remains dedicated to delivering employment, training and economic benefits for our community we also recognise the importance of improving social standards and cultural maintenance and integrity.

The partnership with OZ Minerals has developed extensive financial gains but it must be recognised that Kokatha land has been sacrificed to benefit our community.



Kokatha has received substantial compensation for the sacrifice of our land for OZ Minerals and BHP mining production and will continue to receive milestone payments throughout the life of the mines which will assist in Kokatha's economic prosperity.

Employment numbers at Carrapateena continue to rise and through the Enterprise Committee and Partnership meetings we are able to assess future opportunities and develop and implement training programs which lead directly to jobs.

Over the past year, Kokatha has made significant progress in its aim to pursue economic development and social venture progress. This has seen outcomes including:

- commercial contracts established at Carrapateena through Kokatha Mining Services
- development of Kokatha Cultural Heritage Services as a commercial service provider
- continued growth and development of the pastoral enterprise through Kokatha Pastoral Pty Ltd
- successful joint venture enterprises with both PA & CI Martin Pty Ltd and Complete Personnel
- acquisition of key properties in Port Augusta including those at Yon Street and Press Road.

05



Underpinning Kokatha's endeavours for sustainable economic and social development we have continued to work hard at establishing and maintaining positive relationships with key stakeholders including:

- BHP Olympic Dam
- OZ Minerals Carrapateena
- Commonwealth Department of Defence
- Commonwealth Department of Prime Minister and Cabinet

Kokatha works to serve our members and it's important that the Board and senior staff make the effort to engage with our communities, listen to concerns and suggestions and work towards achieving better outcomes for all.

I commend Rowe Partners for its continued support and diligence in providing accounting and book keeping services as well as advice regarding complex governance issues.

The Board continues to refine accounting procedures to improve transparency and simplify content to enable a clear understanding which Directors can present to their families with confidence that all finances are accounted for.

As Kokatha strives to protect and maintain our culture and our land and pressure increases for access to our land for exploration, resource extraction and mine development the Board has required extensive legal advice throughout the year to ensure the best possible outcomes. Our thanks to Shaun Berg and Osker Linde for their diligence in providing legal advice and being available to address issues of concern directly with the Board.

I would like to thank my colleagues on the Board for their efforts and assistance in advancing the work we do to improve the lives of our members and wider Kokatha community. I would also like to thank the staff of KAC who support the work of the Board and who remain focused on serving our membership in a professional and understanding manner. It's been wonderful and a privilege to be a director and Chair, and I have confidence in the KAC team to continue to work diligently towards your best interests.

Chris Larkin
Chairperson

Above: The Kokatha Board of Directors. Back row, left to right: Andrew Starkey, Khatija Thomas (Treasurer), Chris Larkin (Chairperson), Michael Turner (Secretary), Max Reid and Glen Wingfield (Deputy Chair). Front row, left to right: Elaine Kite, Karen Joslyn, Anne Strzelecki, Barbara Amos, Jennifer Williams and Lynnette Strangways. Absent: Allan Wallace and Dianna Allen.

ONE PEOPLE, ONE COUNTRY, ONE DREAMING

GENERAL MANAGER'S REPORT

06

This has been a year of significant achievements for the Kokatha Aboriginal Corporation and a key development has been the increasing capability of our business entities through the resources, cultural heritage and pastoral property sectors.

Kokatha has developed and delivered strategies that have paved the way for long term, sustainable business over the coming years.

It is a great achievement and most significantly, the majority of profits have been invested back into business development and growth. This has expanded business, creating employment and opportunities which will prove their worth more so over the coming year as contracts in the resource sector stabilise and Kokatha capability builds to meet the demands of the workplace.

Training opportunities in collaboration with TAFE Aboriginal Access Centre and other providers have delivered capability in machinery and vehicle operation, Occupational Health and Safety and various practical skills. Cultural Heritage services have improved and expanded as Kokatha staff have undertaken accredited training to improve services and ensure the protection and maintenance of cultural sites and appropriate delivery of cross cultural awareness training to industry representatives.

Kokatha community members have benefitted through the distribution of Trust funds to improve the lives of Kokatha people and provide opportunities for improved education and health and wellbeing.

I recognise and thank the dedicated staff who have embraced the challenges associated with implementing continued improvements as we strive to deliver opportunities to enhance the lives of not just Kokatha people but through a regional boost from job creation and the Kokatha principle to support local business in service provision and supplies.



2018/2019 will see a strengthening and extension of relationships with other regional business providers, a consolidation of developing businesses and further investment into the Kokatha and wider regional community.

It is with respect I thank the Kokatha Board of Directors for their support and the opportunity to engage in robust debate.

It is the management team, past and present that faces the day-to-day challenges and I acknowledge their commitment and hard work.

Once again my thanks to all Directors, staff, and their families. 2017/2018 has been a very demanding year and everybody met the challenges. I thank our various partners for supporting the Kokatha Aboriginal Corporation including Australian Camp Services, CI & PA Martins, Kokatha Complete Personnel and look forward to continuing relationships with them and future new contract recruitment partners and associates.

Bill Ryan
General Manager

Above: The Kokatha Aboriginal Corporation business centre, Port Augusta. Right: The Kokatha Directors and OZ Minerals management team meet at the official opening of the Carrapateena mine site.

COMMERCIAL REPORT

Kokatha Aboriginal Corporation has continued to make progress in the development of its commercial arm this financial year.

The Kokatha Martin Joint Venture P/L established in 2017 has successfully tendered for various contracts in civil works in the region. Extensive work has been carried out for the Department of Defence at Woomera in civil work and building upgrades. The joint venture has provided employment for Kokatha in operating roles, labouring and heritage clearances and monitoring.

Kokatha Complete Joint Venture was awarded the position of preferred Labour Hire provider for the OZ Minerals Carrapateena mine site. The JV continues to place contractors at Olympic Dam and at other projects in the region. Over 20 employment positions have been awarded to Kokatha people through the joint venture at Carrapateena and a similar number at Olympic Dam. To strengthen and expand the joint venture business strong relationships are being established with regional contractors to encourage the utilisation of the KMJV employment agency.

Australian Camp Services in its partnership with Kokatha Aboriginal Corporation unfortunately was unsuccessful in the tender for the OZ Minerals Camp Services contract at Carrapateena. The tender has been awarded to a competitor, ISS, and the transition will take place and be completed by 30 September 2018. However the Australian Camp Services/ Kokatha partnership remains strong and will continue to collaborate in future contract throughout the region.



KAC has developed a strong working relationship with ISS. This relationship has resulted in ISS giving a commitment to KAC that all bipartisan arrangements developed with ACS will be supported. This secures continued employment, training and business opportunities for Kokatha.

KAC purchased an industrial property at Yon Street, Port Augusta. Negotiations are underway with a number of interested parties to lease all or part of the property for the near future with further assessment for the establishment of Kokatha business.

Additional to the Yon Street property KAC has also negotiated a peppercorn lease with the State Government for an industrial property located in Port Augusta West. The property, previously controlled by the Department of Planning and Infrastructure has the potential and flexibility to create an additional community space with the current business centre in Flinders Terrace, Port Augusta.

07



ONE PEOPLE, ONE COUNTRY, ONE DREAMING

PASTORAL REPORT

08

Kokatha Pastoral Pty Ltd has continued its growth and development towards a sustainable cattle business under the guidance of the Kokatha Pastoral Board.

The three properties, Roxby Downs, Purple Downs and Andamooka Station, under a sub-lease from BHP now hold a herd of around 1,000 cattle. Infrastructure improvements have provided for increased living standards for staff, safer working conditions and an increased grazing capacity, building the cattle numbers from around 600 at the start of the year.

Among the major achievements are:

- the signing of an Agistment Agreement with Saltbush Ag P/L
- the upgrade and renovation of the Roxby Downs Station Homestead
- installation of staff quarters and service facilities
- installation of a remote water point monitoring network
- development of watering points including fencing to exclude cattle from dams, installation of pumps, tanks and troughs
- skill-based training and transition of Kokatha staff to career employment.

The new agistment agreement allows Kokatha Pastoral Company to concentrate on infrastructure projects including watering supply improvement, fencing, building maintenance and training.

The agreement with support from Saltbush Ag P/L removes the responsibility from Kokatha for the management of cattle without impacting on income. As the infrastructure develops, with the right conditions, Kokatha Pastoral has the opportunity to increase the agistment herd or introduce its own stock.

Kokatha Pastoral Company recognises BHP for continuing to underwrite the important infrastructure improvements.



Over \$500,000 has been invested into the infrastructure upgrade over the year. BHP has also approved a financial contribution to the wages of the recently recruited manager who now is recognised as a project manager and the wages assigned toward individual projects.

A number of managers have been recruited throughout the year but unfortunately have not been able to commit long term.

The Indigenous Land Corporation (ILC) contributed funding for staff wages. The ILC funds are invested to assist with the training of Indigenous employees with the aim to develop skills to assist them to transition to alternative employment in other areas. Several of the employees transitioned to employment in mining and civil industries over the year and several transferred to other pastoral properties.

HERITAGE REPORT

09



Maintaining culture and heritage is one of the most important aspects of the Kokatha business.

To ensure we remain **One People, One Country, One Dreaming** we have embarked on a number of programs this year.

The Kokatha clearance team is engaged in various projects to minimise the impacts on sites of significance and the disturbance of artefacts.

Much of this work presently revolves within the Carrapateena mine site but is expanding as companies, agencies and contractors become more aware of their regulatory responsibilities, importance of the cultural sites and gain a respect for the land and the significance it holds.

To further expand on this growing concern and to provide opportunities for developers to gain knowledge a short form Cross Culture Awareness program has been implemented.

The program was initially created for delivery to all contractors at Carrapateena, Olympic Dam and to the Australian Government Department for Defence workers who conduct projects or work on our traditional owner lands. With growing public awareness the program is expanding as an extensive stockpile of enquiries grows from regional businesses.

Work has commenced on a more detailed version of the Cross Cultural Awareness program, which will be delivered to our corporate partners and senior management. It is anticipated that a future program will be developed to cater for schools and other education institutions.

Kokatha also continues cultural monitoring work on civil projects commenced through the year to ensure stakeholders comply with their obligations to protect designated heritage sites.

To meet the increasing demands and improve our service training in Cultural Heritage legislation and site identification, a course has been delivered to Kokatha interested in employment with the Heritage Unit and further courses will be held in future to improve understanding and open up opportunities for community employment.

Although cultural awareness and site protection is a priority, the business creates valuable income to go toward training and development in the field through payment for clearance personnel, vehicle hire and anthropological services.

Left, top: The Pastoral Board and staff. Back row, left to right: Max Reid (Director), Luke Wingfield, (Station Hand), Tim Strangways (Station Hand), Barbara Amos (Director), Michael Turner (Director), Glen Wingfield (Chair) and D. Larkins (Housekeeper). Front row, left to right: Visitor, H. Reid (Station Hand). Left, bottom: The renovated Roxby Downs homestead.

ONE PEOPLE, ONE COUNTRY, ONE DREAMING

2017/2018 HIGHLIGHTS



30 KAC
MEMBERS
EMPLOYMENT

ONE PEOPLE,
ONE COUNTRY,
ONE DREAMING



14 BOARD
MEMBERS



22 GRADUATES
TRAINING & EMPLOYMENT
PROGRAM



20 JOBS FOR
KOKATHA PEOPLE
CARRAPATEENA/
OZ MINERALS



2 PROPERTIES
ACQUIRED



ROXBY DOWNS
STATION
UPGRADE



1,000 CATTLE
ACROSS
3 STATIONS



8 WEEKS
TRAINING & EMPLOYMENT
PROGRAM



\$500,000
INFRASTRUCTURE
INVESTMENT
KOKATHA PASTORAL
COMPANY



ONE PEOPLE, ONE COUNTRY, ONE DREAMING

TRUST DISTRIBUTION

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Kokatha Charitable Trust as at 30 June 2018

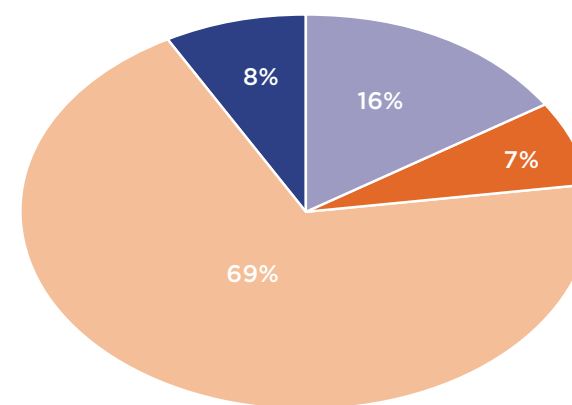
	Year-to-date actuals (\$)
Income	
Carryover clearing	298,714.81
KNTCC Trust	95,000.00
Kokatha General Trust	150,000.00
CBA interest received	1,111.87
Total income	544,826.68
Gross profit	544,826.68
Expense	
Bookkeeper/accounting	15,835.56
Bank charges	187.27
Contract admin service	12,716.60
Audit	10,000.00
Company fees	254.00
Trustee expenses	2,755.30
Education, training & employment	83,048.96
Funerals	39,931.48
Health & wellbeing	368,464.85
Total expense	533,194.02
Operating profit	11,632.66
Net profit	11,632.66

The Kokatha Charitable Trust fulfilled its charter of assisting community members with funding in the three key areas of:

- education, training & employment
- funerals
- health & wellbeing

The Trust approved 427 applications received from community members. Some of the funding assisted individuals and families with school fees and other education expenses, medical expenses and funeral costs.

Kokatha Charitable Trust expenditure for the year ended 30 June 2018



- Operational costs \$41,749
- Education, training & employment \$83,049
- Funerals \$39,931
- Health & wellbeing \$368,465

EDUCATION & TRAINING

Kokatha Aboriginal Corporation continues to invest in the community through training and education programs.

Kokatha Aboriginal Corporation partnered with TAFE SA and Australian Camp Services to deliver two training programs throughout the year, which led to jobs at the Carrapateena Mine.

In February 2018, the first group of twelve students graduated after undergoing an eight-week program that combined specialised hospitality skill sets in kitchen and housekeeping with basic job skills practice, learning how to manage finances and First Aid. In May, the second group of ten students graduated after another successful program. Of the 22 who have undergone training, twelve have been employed in the industry. The majority of those remaining will have opportunity for employment with ISS, the new Camp Service provider at Carrapateena.

ISS, a well-respected remote site services company operating throughout Australian and the Asia Pacific Region, is planning on replicating the training and employment program at Carrapateena and in other locations it operates across Australia.

Aboriginal Access Centre TAFE SA works to improve participation in education and employment outcomes by addressing issues regarding access to institutions, financial restraints and community expectation. The Centre, in collaboration with Kokatha Aboriginal Corporation and our associated entities, is committed to developing training programs which will provide skills that will lead to employment opportunities.

The training includes subjects such as managing finances, basic job skills practices, First Aid, gaining a White Card, machinery operation and even gaining a Driver's Licence. This program attracted positive media attention. Chairperson, Chris Larkin, was interviewed about the program by local and national media.

The Driver's Licence program is a collaboration between TAFE AAC, Red Cross and Kokatha Aboriginal Corporation. The program provides volunteer drivers to mentor and train learner permit holders who attain the required hours and skills so that they can go on to gain their provisional licence.



To date six people are participating and two have achieved the required hours

Kokatha Aboriginal Corporation also conducted a truck licence course. Eight Kokatha people have participated with two achieving their Heavy Combination licence. It is anticipated that employment will be gained by a number of those who have achieved the required licence as opportunities build in the resource and civil industries. This program continues with more participants being accepted.

On the Pastoral property TAFE has provided training in chainsaw operation, tractor operation and truck mounted crane operation. This training has developed skills for our pastoral employees to enable transition to other positions and industries including mining.

Kokatha will continue to invest in training and development of our community to provide opportunities for employment flexibility and to build the capacity and capability of Kokatha resources so that we can work in and build our businesses, increase income and the ability for our community to continue to improve its education, health and wellbeing.

Above: TAFE participants achieved their Certificates in Hospitality, presented by Glen Wingfield. Back row, left to right: Brian Rungie ED (Education TAFE SA), Poppy Jones ACS, Marg Mibus (Manager AAC-TAFESA), Grant Warren, Leticia Warren, Glen Wingfield (Kokatha) and Elouise Gepp. Front row, left to right: Craig Freer, Liam Reid, Kristy Treloar, Cara Strangways and Deidre Coulthard (AAC-TAFESA).

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FUTURE DIRECTIONS

14

Kokatha Aboriginal Corporation is positioning itself to take advantage of the business opportunities that flow from the resource sector over the next three to five years.

A review of the KAC relationship with OZ Minerals and the intent of the Native Title Mining Agreement (NTMA) signed last year has resulted in a more strategic alliance that provides Kokatha with an ability to forward plan and build commercial capability. This will allow KAC to participate in more opportunities at Carrapateena and ultimately in the wider Upper Spencer Gulf and Far North region.

Kokatha Martin Joint Venture P/L (KMJV) also continues as opportunities are generated at Woomera with the Department of Defence and through a range of presently active contracts in civil works and more to come in the future. Kokatha will continue to seek opportunity in the civil works contracts to advance business through the joint venture or as a sole stakeholder. This approach is supported by numerous stakeholders including OZ Minerals and BHP.

Kokatha Complete Joint Venture (KMJV) was awarded the position of preferred Labour Hire provider for the OZ Minerals Carrapateena mine site. The joint venture continues to place contractors at Carrapateena and Olympic Dam and at other resource projects in the region. Kokatha will continue to gain support from employers to get recognition as a preferred staff provider.

To improve outcomes for the employer and employee options are encouraged for a fee for service to present suitable employee resumes for consideration or alternatively encourage casual employment through Complete Personnel prior to a transition to full time employment with the contractor/employer.

ACS Kokatha P/L will finish its position from 30 September as camp services provider at the Carrapateena mine and has tendered for other work in the region including the OZ Minerals Hill to Hill powerline clearance over a number of months toward the end of 2018.

Kokatha will continue to build on capacity to take advantage of opportunities that may arise in the future concentrating on the heritage, civil works and pastoral industries.

Under consideration are:

Heritage

Clearances
Monitoring
Cultural awareness

Civil Works

Plant operation
Plant hire
Waste management
Training
Road maintenance

Services

Waste management
Cleaning
Hospitality
Training
Transport
Procurement services

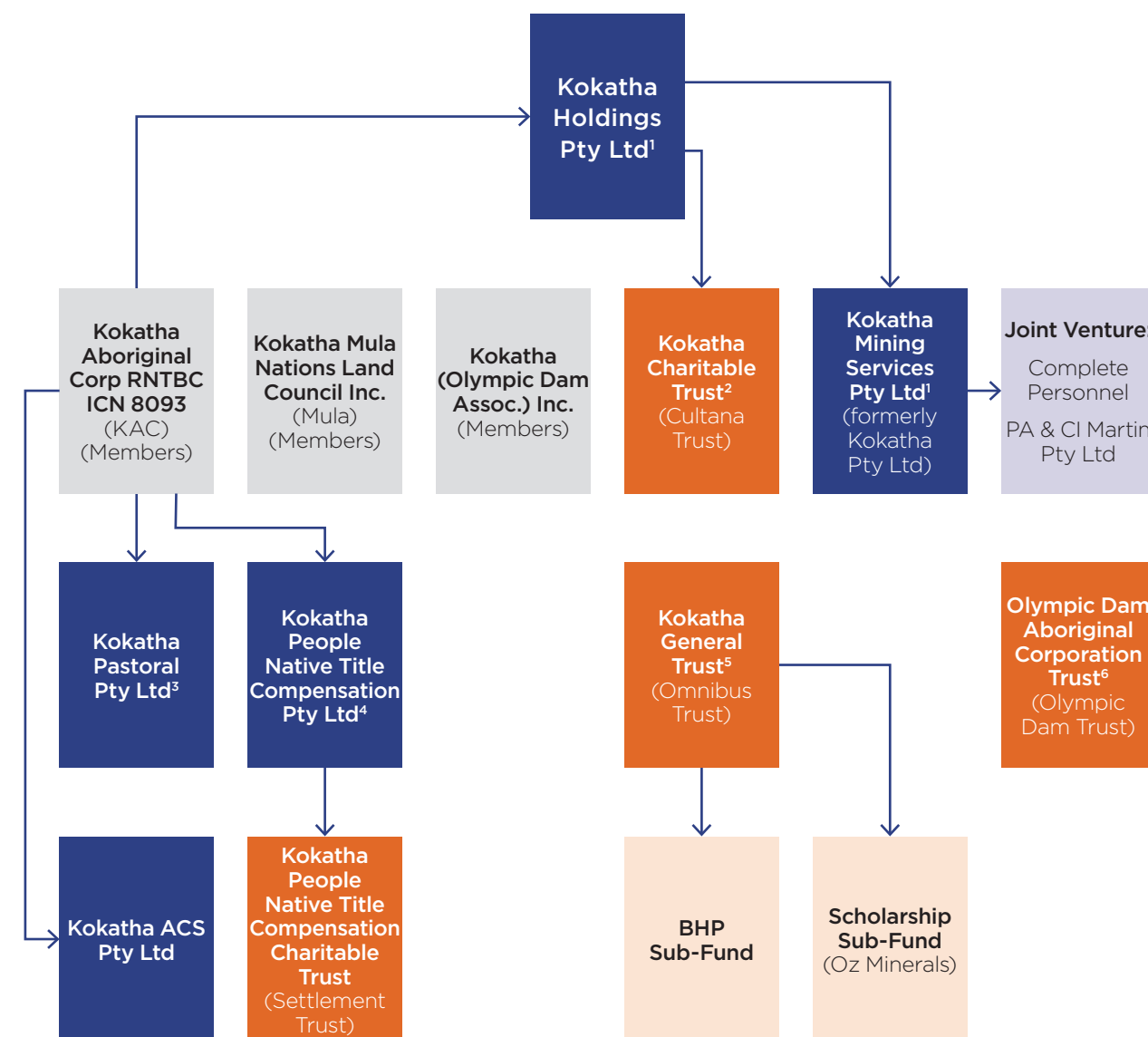
Pastoral

Infrastructure upgrade
Stock ownership
Training

The priority is to build businesses that will be long term, ethical and sustainable with the objective to provide positive outcomes for the Kokatha community in social and cultural wellbeing.

CORPORATE STRUCTURE

15



Board members

Chris Larkin (Chairperson)
Glen Wingfield (Deputy Chair)
Khatija Thomas (Treasurer)
Michael Turner (Secretary)
Lynnette Strangways
Barbara Amos
Elaine Kite
Andrew Starkey
retired 18/11/2017
Rick Dadleh
retired 18/11/2017
Allan Wallace

Ken Smith
retired 18/11/2017
Jennifer Williams
Dianna Allen
Max Reid
Anne Strzelecki
appointed 18/11/2017
Karen Joslyn
appointed 18/11/2017
Michael Starkey
appointed 18/11/2017

Key management personnel

Bill Ryan *General Manager*
Chris Fisher *Business Development Manager*
Glen Wingfield *Heritage Manager*
Chris Van Woerkom *Pastoral Project Manager*
Alison Mundy *Corporate Services Manager*

1. 100% owned by Kokatha Holdings Pty Ltd. Chris, Glen and Khatija. 2. The trustee is Kokatha Holdings Pty Ltd. 3. 100% owned by Kokatha Holdings Pty Ltd. Chris and Glen. 4. 100% owned by Kokatha Holdings Pty Ltd. Chris, Khatija, Glen, Michael, Sabrina Ken, Shaun and John. 5. The trustee is Perpetual Trustee. 6. The trustee is Australian Trustee. 7. 50% owned by Kokatha Holdings Pty Ltd. Khatija and Glen.

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FINANCIAL STATEMENTS

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COMMITTEES' REPORT

18

Your committee members present this report on the company for the financial year ended 30 June 2018.

Committee

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

Chris Larkin

Glen Wingfield

Khatija Thomas

Michael Turner

Lynnette Strangways

Barbara Amos

Elaine Kite

Andrew Starkey
retired 18/11/2017

Rick Dadleh
retired 18/11/2017

Allan Wallace

Ken Smith
retired 18/11/2017

Jennifer Williams

Dianna Allen

Max Reid

Anne Strzelecki
appointed 18/11/2017

Karen Joslyn
appointed 18/11/2017

Michael Starkey
appointed 18/11/2017

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

Principal activities

The principal activity of the company during the financial year was:

To unite Kokatha people seeking to have their native title rights and interests recognised in respect of land or waters which comprise or form part of the Kokatha Lands.

Auditor's independence declaration

The lead auditor's independence declaration for the year ended 30 June 2018 has been received and can be found in the financial report.

This Committees' report is signed in accordance with a resolution of the Board.

Director



Chris Larkin

Dated this *23* day of *October* 2018

AUDITOR'S INDEPENDENCE DECLARATION

19

KOKATHA ABORIGINAL CORPORATION RNTBC AND CONTROLLED ENTITIES

AUDITORS INDEPENDENCE DECLARATION UNDER SECTION 60-40 AUSTRALIAN CHARITIES AND NOT-FOR-PROFITS COMMISSION ACT 2012 AND THE CORPORATIONS (ABORIGINAL AND TORRES STRAIT ISLANDER) ACT 2006 (CATSI ACT)

To the board of Kokatha Aboriginal Corporation RNTBC

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2018, there have been no contraventions of any applicable code of professional conduct in relation to the audit.



T A Basso - Director
Basso Newman Audit Pty Ltd
Chartered Accountants
286 Flinders Street, Adelaide
Dated this *26th* day of October 2018

**basso
newman**
audit
chartered
accountants

Basso Newman Audit Pty Ltd
ABN 98 618 562 824
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Adelaide, South Australia
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South Australia 5000
Telephone: (08) 8224 0066
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bnc@bassonewman.com.au
www.bassonewman.com.au
"Liability limited by a scheme
approved under Professional
Standards Legislation"

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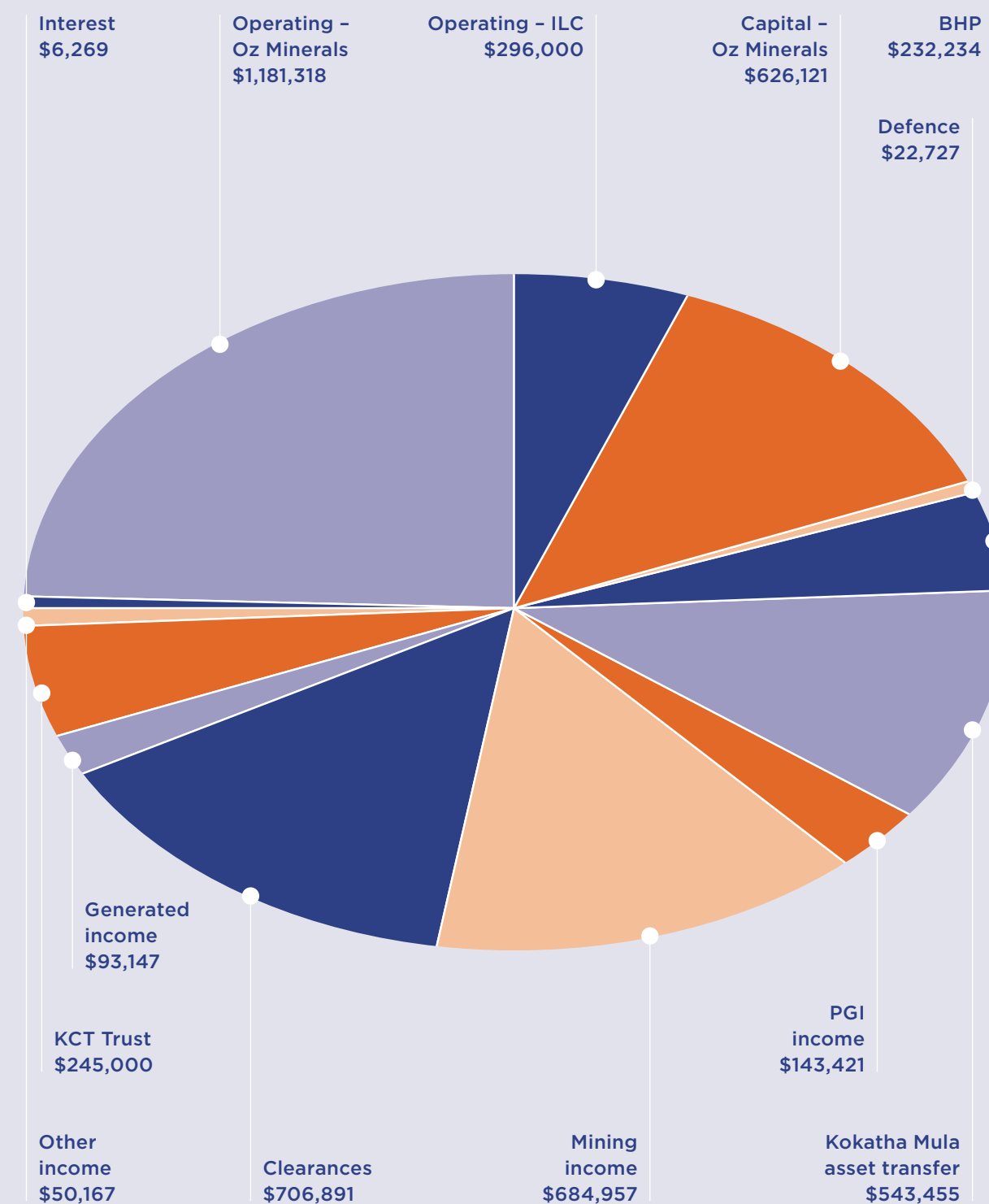
STATEMENT OF PROFIT OR LOSS

20

and other comprehensive income for the year ended 30 June 2018 (consolidated)

	Note	2018 (\$)	2017 (\$)
Revenue	2	2,364,670	540,397
Other income	2	2,467,037	3,436,990
Employee benefits expense		(845,084)	(201,926)
Depreciation and amortisation expense	3	(257,032)	(91,868)
Repairs, maintenance and vehicle running expenses		(174,209)	(65,550)
Training expense		(33,102)	(11,658)
Audit, legal and consultancy fees		(424,374)	(403,881)
Marketing expenses		(6,187)	(1,920)
Client support services expense		-	-
Accountancy fees		(171,038)	(118,060)
Agistment costs		(27,962)	(13,500)
Bank charges		(2,616)	(817)
Clearances		(367,115)	(101,957)
Computer expenses		(6,788)	(5,647)
Contract work		(625,983)	(278,677)
Insurance		(38,946)	(12,670)
Permits, licences and fees		(1,695)	(842)
Printing and stationery		(8,626)	(3,587)
Rates and taxes		(12,258)	(553)
Telephone		(12,938)	(6,160)
Travelling expenses		(29,983)	(9,170)
Provision for grant funding surplus		577,397	428,893
Program expenses		(149,867)	(11,421)
Kokatha Charitable Trust expenses		(418,575)	(284,608)
Freight		-	(9,278)
Meetings and seminars		(40,317)	(156,343)
Subscriptions		-	(2,727)
Board meetings and costs		(193,835)	-
Property improvements		(27,484)	(113,553)
Sundry expenses		{691 120}	{40,017}
Net current year surplus		1,463,966	2,459,892
Net current year surplus attributable to members of the entity		1,463,966	2,459,892
Other comprehensive income			
Total other comprehensive (losses)/income for the year			
Total comprehensive income for the year		1,463,966	2,459,892
Profit attributable to members of the entity		1,463,966	2,459,892
Total comprehensive income attributable to members of the entity		1,463,966	2,459,892

Income for the year ended 30 June 2018

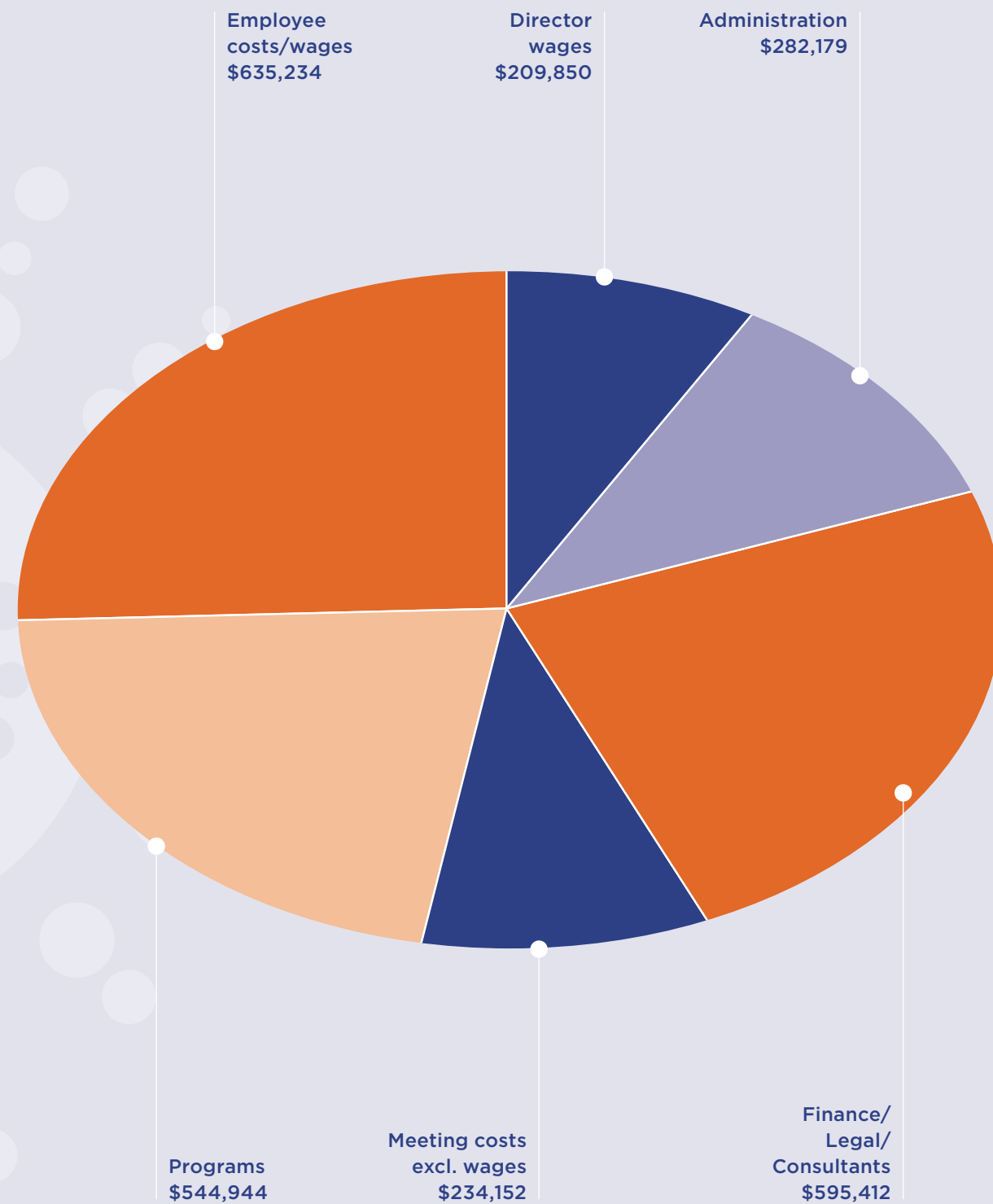


The accompanying notes form part of these financial statements.

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ONE PEOPLE, ONE COUNTRY, ONE DREAMING

Expenditure for the year ended 30 June 2018



The accompanying notes form part of these financial statements.

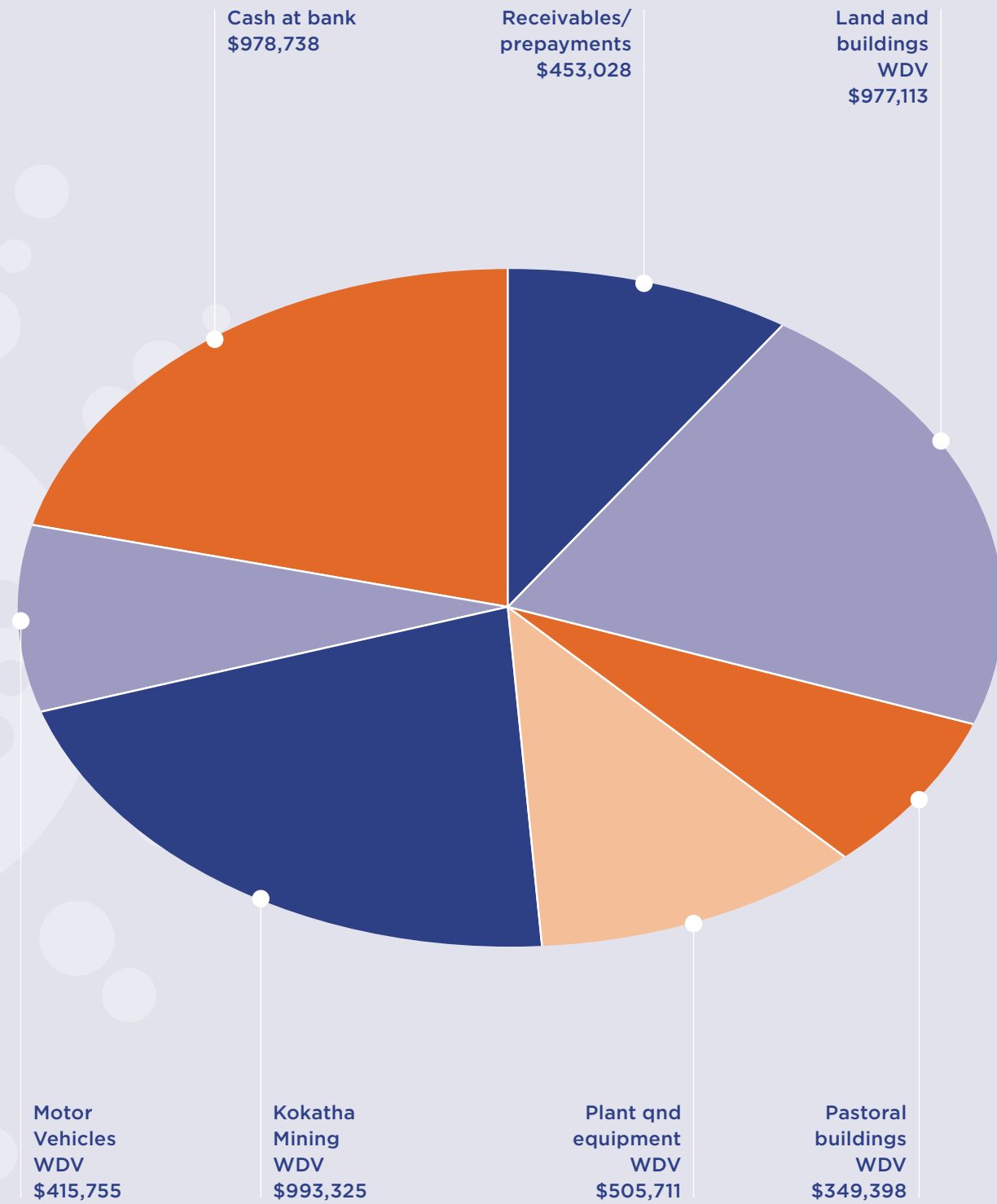
STATEMENT OF
FINANCIAL POSITION

for the year ended 30 June 2018 (consolidated)

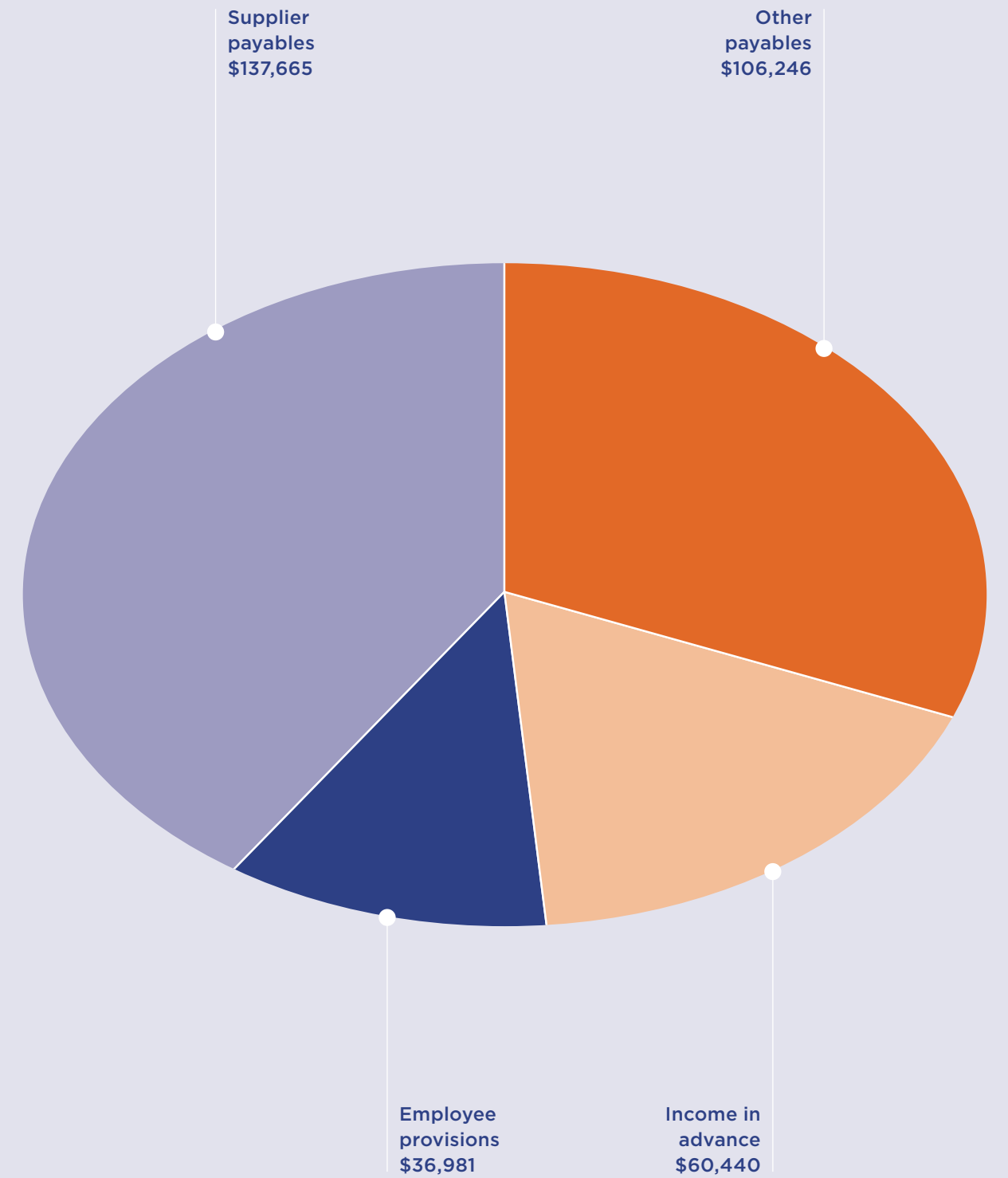
	Note	2018 (\$)	2017 (\$)
Assets			
Current assets			
Cash and cash equivalents	4	978,740	1,312,709
Accounts receivable and other debtors	5	434,661	761,297
Other current assets	6	18,366	16,665
Total current assets		1,431,766	2,090,672
Non-current assets			
Property, plant and equipment	7	3,241,302	1,963,364
Total non-current assets		3,241,302	1,963,364
Total assets		4,673,068	4,054,036
Liabilities			
Current liabilities			
Accounts payable and other payables	8	243,912	497,919
Income in advance	9	60,440	91,758
Provisions	10	36,981	596,589
Total current liabilities		341,332	1,186,265
Non-current liabilities			
Total non-current liabilities		-	-
Total liabilities		341,332	1,186,265
Net assets		4,331,736	2,867,770
Equity			
Retained surplus		4,331,736	2,867,770
Total equity		4,331,736	2,867,770

The accompanying notes form part of these financial statements.

Assets as at 30 June 2018



Liabilities as at 30 June 2018



The accompanying notes form part of these financial statements.

STATEMENT OF CHANGES IN EQUITY

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for the year ended 30 June 2018 (consolidated)

	Note	Retained surplus (\$)	Total (\$)
Balance at 1 July 2016		407,877	407,877
Comprehensive Income			
Surplus for the year attributable to members of the entity		2,459,892	2,459,892
Total comprehensive income attributable to members of the entity		2,459,892	2,459,892
Balance at 30 June 2017		2,867,769	2,867,769
Balance at 1 July 2017		2,867,769	2,867,769
Comprehensive Income			
Surplus for the year attributable to members of the entity		1,463,966	1,463,966
Total comprehensive income attributable to members of the entity		1,463,966	1,463,966
Balance at 30 June 2018		4,331,735	4,331,735

The accompanying notes form part of these financial statements.

STATEMENT OF CASH FLOWS

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for the year ended 30 June 2018 (consolidated)

	Note	2018 (\$)	2017 (\$)
Cash flows from operating activities			
Commonwealth, state and local government grants		2,423,840	527,765
Receipts from other sources		1,162,674	2,202,620
Payments to suppliers and employees		(3,937,295)	(1,743,052)
Interest received		6,269	7,632
Other Income received		1,545,512	1,133,800
Net cash generated from operating activities	12	1,201,000	2,128,765
Cash flows from investing activities			
Payment for property, plant and equipment		(1,534,970)	(1,568,112)
Net cash used in investing activities		(1,534,970)	(1,568,112)
Cash flows from financing activities			
Net cash used in financing activities		-	-
Net increase in cash held		(333,970)	560,654
Cash on hand at beginning of the financial year		1,312,709	752,056
Cash on hand at end of the financial year	4	978,740	1,312,709

The accompanying notes form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

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for the year ended 30 June 2018

Note 1: Summary of significant accounting policies

Basis of preparation

Kokatha Aboriginal Corporation RNTBC ICN:8093 & Controlled Entities applies Australian Accounting Standards – Reduced Disclosure Requirements as set out in AASB 1053: Application of Tiers of Australian Accounting Standards.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements of the Australian Accounting Standards Board (AASB) and the Australian Charities and Not-for-profits Commission Act 2012. The entity is incorporated under the Corporations (Aboriginal and Torres Strait Islander) Act 2006 (CATSI Act) and is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements, except for the cash flow information, have been prepared on an accrual basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

The financial statements were authorised for issue on 20th October 2018 by the members of the corporation.

Accounting policies

(a) Revenue

Non-reciprocal grant revenue is recognised in profit or loss when the entity obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Kokatha Aboriginal Corporation RNTBC ICN:8093 & Controlled Entities receives non-reciprocal contributions of assets from the government and other parties for zero or a nominal value. These assets are recognised at fair value on the date of acquisition in the statement of financial position, with a corresponding amount of income recognised in profit or loss.

Donations and bequests are recognised as revenue when received.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers. All revenue is stated net of the amount of goods and services tax.

(b) Property, plant and equipment

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

Freehold Property

Freehold land and buildings are shown at their fair value based on periodic, but at least triennial, valuations by external independent valuers, less subsequent depreciation for buildings.

In periods when the freehold land and buildings are not subject to an independent valuation, the directors conduct directors' valuations to ensure the carrying amount for the land and buildings is not materially different to the fair value.

Increases in the carrying amount arising on revaluation of land and buildings are recognised in other comprehensive income and accumulated in the revaluation surplus in equity. Revaluation decreases that offset previous increases of the same class of assets shall be recognised in other comprehensive income under the heading of revaluation surplus. All other decreases are recognised in profit or loss.

Any accumulated depreciation at the date of the revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

Freehold land and buildings that have been contributed at no cost, or for nominal cost, are initially recognised and measured at the fair value of the asset at the date it is acquired.

Plant and equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than the estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount and impairment losses are recognised either in profit or loss or as a revaluation decrease if the impairment losses relate to a revalued asset. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(f) for details of impairment).

Plant and equipment that have been contributed at no cost, or for nominal cost, are valued and recognised at the fair value of the asset at the date it is acquired.

Depreciation

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

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

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are recognised in profit or loss in the period in which they arise. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

(c) Leases

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset (but not the legal ownership) are transferred to the entity, are classified as finance leases.

Finance leases are capitalised, recognising an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual values.

Leased assets are depreciated on a straight-line basis over their estimated useful lives where it is likely that the entity will obtain ownership of the asset. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are recognised as expenses on a straight-line basis over the lease term.

Lease incentives under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

(d) Financial instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Corporation commits itself to either purchase or sell the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transactions costs except where the instrument is classified 'at fair value through profit or loss' in which case transaction costs are recognised immediately as expenses in profit or loss.

Classification and subsequent measurement

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest method, or cost.

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ONE PEOPLE, ONE COUNTRY, ONE DREAMING

Amortised cost is calculated as the amount at which the financial asset or financial liability is measured at initial recognition less principal repayments and any reduction for impairment, and adjusted for any cumulative amortisation of the difference between that initial amount and the maturity amount calculated using the effective interest method.

to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying amount with a consequential recognition of an income or expense item in profit or loss.

(i) Financial assets at fair value through profit or loss

Financial assets are classified at 'fair value through profit or loss' when they are held for trading for the purpose of short-term profit taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying amount being included in profit or loss.

(ii) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

(iii) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the Corporation's intention to hold these investments to maturity. They are subsequently measured at amortised cost.

Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

(iv) Available-for-sale investments

Available-for-sale investments are non-derivative financial assets that are either not capable of being classified into other categories of financial assets due to their nature or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

They are subsequently measured at fair value with any remeasurements other than impairment losses and foreign exchange gains and losses recognised in other comprehensive income. When the financial asset is derecognised, the cumulative gain or loss pertaining to that asset previously recognised in other comprehensive income is reclassified into profit or loss.

Available-for-sale financial assets are classified as non-current assets when they are expected to be sold within 12 months after the end of the reporting period. All other available-for-sale financial assets are classified as current assets.

Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expire or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised when the related obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability, which is extinguished or transferred to another party, and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

(e) Impairment of assets

At the end of each reporting period, the entity assesses whether there is any indication that an asset may be impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs of disposal and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable

amount is recognised immediately in profit or loss, unless the asset is carried at a revalued amount in accordance with another Standard (e.g. in accordance with the revaluation model in AASB 116). Any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other Standard.

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

Impairment testing is performed annually for goodwill and intangible assets with indefinite lives.

(f) Employee benefits

Short-term employee benefits

Provision is made for the Corporation's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The Corporation's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as part of current trade and other payables in the statement of financial position.

Other long-term employee benefits

The Corporation classifies employees' long service leave and annual leave entitlements as other long-term employee benefits as they are not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Provision is made for the Corporation's obligation for other long-term employee benefits, which are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures, and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations.

Upon the remeasurement of obligations for other long-term employee benefits, the net change in the obligation is recognised in profit or loss classified under employee benefits expense.

The Corporation's obligations for long-term employee benefits are presented as non-current liabilities in its statement of financial position, except where the Corporation does not have an unconditional right to defer settlement for at least twelve months after the reporting date, in which case the obligations are presented as current liabilities.

Retirement benefit obligations

Defined contribution superannuation benefits
All employees of the Corporation receive defined contribution superannuation entitlements, for which the Corporation pays the fixed superannuation guarantee contribution (currently 9.5% of the employee's average ordinary salary) to the employee's superannuation fund of choice. All contributions in respect of employees' defined contribution entitlements are recognised as an expense when they become payable. The Corporation's obligation with respect to employees' defined contribution entitlements is limited to its obligation for any unpaid superannuation guarantee contributions at the end of the reporting period. All obligations for unpaid superannuation guarantee contributions are measured at the (undiscounted) amounts expected to be paid when the obligation is settled and are presented as current liabilities in the Corporation's statement of financial position.

(g) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

(h) Goods and Services Tax (GST)

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

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



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

(i) Income tax

No provision for income tax has been raised as the entity is exempt from income tax under Div 50 of the *Income Tax*.

(j) Provisions

Provisions are recognised when the entity has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of reporting period.

(k) Comparative figures

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

Note 2: Revenue and other income (consolidated)

	2018 (\$)	2017 (\$)
Revenue		
Revenue from (non-reciprocal) government grants and other grants		
Other government grants	2,358,401	532,765
Other revenue		
Interest received	6,269	7,632
Total revenue	2,364,670	540,397
Other income		
Charitable Trust contribution	-	610,132
Project generated income	921,525	2,271,104
Other income	814,602	523,668
Fuel tax credit	12,564	13,778
Rebates	11,455	18,308
Clearances and monitoring	706,891	-
Total other income	2,467,037	3,436,990
Total revenue and other income	4,831,706	3,977,387

(l) Trade and other payables

Trade and other payables represent the liabilities for goods and services received by the Corporation during the reporting period that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(m) Economic dependence

Kokatha Aboriginal Corporatton RNTBC ICN:8093 & Controlled Entities is dependent on the Federal and State Governments for the majority of its revenue used to operate the business.

At the date of this report the Board of Directors has no reason to believe the Federal and State Governments will not continue to support Kokatha Aboriginal Corporation RNTBC ICN:8093 & Controlled Entities.

(n) New and amended accounting standards

The entity has assessed all new and amended accounting standards issued and effective for financial reporting periods beginning on or after 1 January 2017, and determined there to be no effect on the current or prior period financial statements.

Note 3: Profit for the year (consolidated)

	2018 (\$)	2017 (\$)
(a) Expenses		
Employee benefits expense		
Contributions to defined contribution superannuation funds	96,182	20,341
Wages	683,015	149,556
Workcover	14,092	3,363
Provision for annual leave	17,789	19,192
Staff amenities	24,571	9,051
Leave loading	(263)	422
Fringe benefits tax	9,696	-
Total employee benefits expense	845,084	201,926
Depreciation and amortisation		
Pastoral building assets	22,888	3,420
Buildings	12,835	-
Motor vehicles	33,885	21,244
Plant and equipment	44,629	22,909
Kokatha Mining Services plant	142,795	44,295
Total depreciation and amortisation	257,032	91,868
Audit fees		
Audit services	36,309	20,018
Taxation services	-	-
Total audit remuneration	36,309	20,018
(b) Significant revenue and expenses		
Net fair value loss on disposal of non-current assets	-	-

Note 4: Cash and cash equivalents (consolidated)

	2018 (\$)	2017 (\$)
Current		
Cash at bank	978,736	1,312,705
Cash on hand	4	4
Total cash on hand as stated in the statement of financial position and statement of cash flows	978,740	1,312,709

Note 5: Trade and other receivables (consolidated)

	2018 \$	2017 \$
Current		
Accounts receivable	434,661	761,297
Total current accounts receivable and other debtors	434,661	761,297



Note 6: Other assets (consolidated)

	2018 (\$)	2017 (\$)
Accrued income	-	11,272
Prepayments	18,366	5,393
Total	18,366	16,665

Note 7: Property, plant and equipment (consolidated)

	2018 (\$)	2017 (\$)
Land and buildings		
Freehold land at fair value		
Directors valuation in 2018	270,000	-
Total land	270,000	-
Buildings		
At cost	719,947	-
Less accumulated depreciation	(12,835)	-
Total buildings	707,113	-
Total land and buildings	977,113	-
Plant and equipment		
Plant and equipment		
At cost	584,386	402,149
Less accumulated depreciation	(78,675)	(34,046)
	505,711	368,103
Motor vehicles		
At cost	485,075	276,982
Less accumulated depreciation	(69,320)	(35,435)
	415,755	241,547
Pastoral building assets		
At cost	382,003	227,310
Less accumulated depreciation	(32,605)	(9,717)
	349,398	217,593
Kokatha Mining Services assets		
At cost	1,180,415	1,180,415
Less accumulated depreciation	(187,090)	(44,295)
	993,325	1,136,120
Total plant and equipment	2,264,189	1,963,364
Total property, plant and equipment	3,241,302	1,963,364

Movements in carrying amounts

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

	Land and buildings (\$)	Kokatha Mining Services plant (\$)	Pastoral building assets (\$)	Motor vehicles (\$)	Plant and equipment (\$)	Total (\$)
2017						
Balance at the beginning of the year	-	-	16,572	216,813	253,735	487,120
Additions at cost	-	1,180,415	204,441	45,978	137,277	1,568,112
Depreciation expense	-	(44,295)	(3,420)	(21,244)	(22,909)	(91,868)
Carrying amount at the end of the year	-	1,136,120	217,593	241,547	368,103	1,963,364
2018						
Balance at the beginning of the year	-	1,136,120	217,593	241,547	368,103	1,963,364
Additions at cost	989,947	-	154,693	208,093	182,237	1,534,970
Depreciation expense	(12,835)	(142,795)	(22,888)	(33,885)	(44,629)	(257,032)
Carrying amount at the end of the year	977,113	993,325	349,398	415,755	505,711	3,241,302

Note 8: Trade and other payables (consolidated)

	Note	2018 (\$)	2017 (\$)
Current			
Accounts payable		137,665	405,455
Net GST payable/(refundable)		(6,024)	24,838
Amounts withheld		62,918	39,128
Accrued expenses		49,352	28,497
Total	8(a)	243,912	497,919

	2018 (\$)	2017 (\$)
(a) Financial liabilities at amortised cost classified as accounts payable and other payables		
Accounts payable and other payables	243,912	497,919
Total current	243,912	497,919



Note 9: Income in advance (consolidated)

	2018 (\$)	2017 (\$)
Current		
Income in advance	60,440	91,758
Total	60,440	91,758

Note 10: Provisions (consolidated)

	2018 (\$)	2017 (\$)
Current		
Provision for employee benefits: annual leave	36,981	19,192
Provision for grant funding surplus	-	577,397
Total	36,981	596,589

Analysis of employee provisions	Employee benefits	Total
Opening balance at 1 July 2017	19,192	19,192
Additional provisions raised during the year	40,119	40,119
Amounts used	(22,330)	(22,330)
Balance at 30 June 2018	36,981	36,981

Employee Provisions

Employee provisions represents amounts accrued for annual leave and long service leave.

The current portion for this provision includes the total amount accrued for annual leave entitlements and the amounts accrued for long service leave entitlements that have vested due to employees having completed the required period of service. Based on past experience, the Corporation does not expect the full amount of annual leave or long service leave balances classified as current liabilities to be settled within the next 12 months. However, these amounts must be classified as current liabilities since the Corporation does not have an unconditional right to defer the settlement of these amounts in the event employees wish to use their leave entitlement

Note 11: Key management personnel compensation (consolidated)**Key management personnel**

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity directly or indirectly, including any director (whether executive or otherwise) is considered key management personnel (KMP). The totals of remuneration paid to KMP of the Corporation during the year are as follows:

	2018 (\$)	2017 (\$)
KMP compensation		
Short-term employee benefits	279,589	97,485
Post-employment benefits	8,135	1,865
Other long-term benefits	-	-
Total	287,724	99,350

Note 12: Cash flow information (consolidated)

	2018 (\$)	2017 (\$)
Reconciliation of cash flows from operating activities with net current year surplus		
Net current year surplus	1,463,966	2,459,892
Adjustment for:		
Depreciation and amortisation expense	257,032	91,868
Charges to provisions	(559,608)	(409,700)
(Increase)/decrease in accounts receivable and other debtors	331,884	(197,329)
Increase/(decrease) in accounts payable and other payables	(268,838)	69,173
Increase/(decrease) in accrued charges	31,294	28,497
Increase/(decrease) in income in advance	(41,758)	91,758
(Increase)/decrease in prepayments	(12,972)	(5,393)
Total	1,201,000	2,128,765



Note 13: Financial risk management (consolidated)

The Corporation's financial instruments consist mainly of deposits with banks, local money market instruments, short-term and long term investments, receivables and payables, and lease liabilities.

The carrying amounts for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

	Note	2018 (\$)	2017 (\$)
Financial assets			
Cash and cash equivalents	4	978,740	1,312,709
Loans and receivables	5	434,661	761,297
Total financial assets		1,413,401	2,074,006
Financial liabilities			
Financial liabilities at amortised cost:			
Accounts payable and other payable	8(a)	243,912	497,919
Total financial liabilities		243,912	497,919

Note 14: Parent information

The following information has been extracted from the books and records of the parent and has been prepared in accordance with Australian Accounting Standards.

	2018 (\$)	2017 (\$)
Statement of financial position		
Assets		
Current assets	1,153,143	1,448,907
Non-current assets	2,283,733	1,246,380
Total assets	3,436,876	2,695,287
Liabilities		
Current liabilities	274,334	1,038,461
Total liabilities	274,334	1,038,461
Equity		
Retained earnings	3,162,541	1,656,826
Total equity	3,162,541	1,656,826
Statement of profit or loss and other comprehensive income		
Total profit	1,505,713	1,633,169
Total comprehensive income	1,505,713	1,633,169

Guarantees

Kokatha Aboriginal Corporation RNTBC ICN:8093 & Controlled Entities has not entered into any guarantees, in the current or previous financial year, in relation to the debts of its subsidiaries.

Note 15: Interests in subsidiaries**(a) Information about principal subsidiaries**

The subsidiaries listed below have share capital consisting solely of ordinary shares, which are held directly by the Group. The proportion of ownership interests held equals the voting rights held by the Group. Each subsidiary's principal place of business is also its country of incorporation or registration.

Name of subsidiary	Principal place of business	No of shares	Ownership interest held by the Group		Proportion of non-controlling interests	
			2018 (%)	2017 (%)	2018 (%)	2017 (%)
Kokatha Pastoral Pty Ltd	35 Flinders Terrace	1	100%	100%	0%	0%
Kokatha Mining Services Pty Ltd	35 Flinders Terrace	2	100%	100%	0%	0%
Kokatha Holdings Pty Ltd	35 Flinders Terrace	2	100%	100%	0%	0%

Subsidiary financial statements used in the preparation of these consolidated financial statements have also been prepared as at the same reporting date as the Group's financial statements.

(b) Significant restrictions

There are no significant restrictions over the Group's ability to access or use assets, and settle liabilities, of the Group.

(c) Interest in other controlled entities

Name of entity	Principal place of business
Kokatha Holdings Pty Ltd as trustee of the Kokatha Charitable Trust	35 Flinders Terrace, Port Augusta

Pursuant to AASB10 an assessment of control was performed by Kokatha Aboriginal Corporation based on whether Kokatha Aboriginal Corporation has the practical ability to direct the relevant activities of the trust unilaterally. On assessment of the trust deed and of the operations of the trust Kokatha Aboriginal Corporation believes it has control over the activities of the Trust and hence it considers it has control of the Trust. As a controlled entity it has been included in the consolidated financial statements.



(d) Interest in other non-controlled entities

Name of entity	Principal place of business
Kokatha Peoples Native Title Compensation Pty Ltd as trustee of the Kokatha People Native Title Compensation Charitable Trust	35 Flinders Terrace, Port Augusta
Perpetual Trustee Company Ltd as trustee of the Kokatha General Trust	Level 12/123 Pitt Street, Sydney
Kokatha Holdings Pty Ltd as trustee of the Kokatha Community Trust	35 Flinders Terrace, Port Augusta

Pursuant to AASB10 an assessment of control was performed by Kokatha Aboriginal Corporation based on whether Kokatha Aboriginal Corporation has the practical ability to direct the relevant activities of the trusts unilaterally. On assessment of the trust deed and of the operations of the trusts Kokatha Aboriginal Corporation believes it does not have control over the activities of the Trusts and hence it considers it does not have control of the Trusts. As these entities are not considered controlled entities they have not been included in the consolidated financial statements.

Note 16: Entity details

The registered office of the entity is:

Kokatha Aboriginal Corporation RNTBC ICN:8093 & Controlled Entities
35 Flinders Terrace, Port Augusta SA 5700

The principal place of business is:

Kokatha Aboriginal Corporation RNTBC ICN:8093 & Controlled Entities
35 Flinders Terrace, Port Augusta SA 5700

COMMITTEES' DECLARATION

In accordance with a resolution of the Directors of Kokatha Aboriginal Corporation RNTBC ICN:8093 & Controlled Entities, the Directors declare that:

- The financial statements and notes are in accordance with the Australian Charities and Not-for-profits Commission Act 2012 and the Corporations (Aboriginal and Torres Strait Islander) Act 2006 (CATSI Act) and:
 - comply with Australian Accounting Standards – Reduced Disclosure Requirements; and
 - give a true and fair view of the financial position of the registered entity as at 30 June 2018 and of its performance for the year ended on that date.
- There are reasonable grounds to believe that the registered entity will be able to pay its debts as and when they become due and payable.

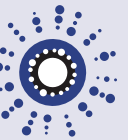
This declaration is signed in accordance with subs 60.15(2) of the Australian Charities and Not-for-profits Commission Regulation 2013.

Director



Chris Larkin

Dated this 23 day of October 2018



INDEPENDENT AUDITOR'S REPORT

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KOKATHA ABORIGINAL CORPORATION RNTBC AND CONTROLLED ENTITIES

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KOKATHA ABORIGINAL CORPORATION RNTBC

Opinion

We have audited the financial report of Kokatha Aboriginal Corporation RNTBC and controlled entities ("the group") which comprises the consolidated statement of financial position as at 30 June 2018, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies, and the committee's declaration.

In our opinion the accompanying financial report of the group is in accordance with Div 60 of the Australian Charities and Not-for-profits Commission Act 2012 and the Corporations (Aboriginal and Torres Strait Islander) Act 2006 including:

- (a) giving a true and fair view of the group's financial position as at 30 June 2018 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards—Reduced Disclosure Requirements and 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 group in accordance with the auditor independence 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.

Responsibilities of Management and Those Charged with Governance for the Financial Report

Management is responsible for the preparation of the financial report that gives a true and fair view in accordance with the Australian Accounting Standards—Reduced Disclosure Requirements, the Corporations (Aboriginal and Torres Strait Islander) Act 2006 and the Australian Charities and Not-for-profits Commission Act 2012 and for such internal control as management determines 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 financial report, management is responsible for assessing the group'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 management either intend to liquidate the group or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the group's financial reporting process.



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KOKATHA ABORIGINAL CORPORATION RNTBC AND CONTROLLED ENTITIES

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KOKATHA ABORIGINAL CORPORATION RNTBC

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 group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the management's 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 group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance 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.

We also provide the those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Trevor Basso - Director
Basso Newman Audit Pty Ltd
Chartered Accountants
286 Flinders Street, Adelaide
Dated this 26th day of October 2018



ONE PEOPLE, ONE COUNTRY, ONE DREAMING

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