



**ANNUAL REPORT  
2016-17**



## OUR VISION

TO HELP CREATE SUSTAINABLE  
COMMUNITIES FOR OUR FAMILIES  
THROUGH HEALTH, HOUSING, EDUCATION  
AND LAW & CULTURE.





## Gumala Aboriginal Corporation Annual Report

# 2016-17

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## Chair Report

**It is my honour and pleasure to provide this commentary for the Gumala Aboriginal Corporation (GAC) 2016-2017 Annual Report. The past year has been one of immense activity and change for the GAC Board and Management and there is a great deal of promise in the future with exciting times ahead.**

Earlier this year, GAC made a strategic and self-determined move to exit shared services with GIPL and build its own corporate team. I'm proud that this year saw the employment of more members than ever before, as Gumala should be run by our members, for our members.

I'm excited to see that our member programs have been reinstated. While the GAC Board remains dedicated to delivering programs and services to our members, it is important to recognise that there has been a significant decrease in land disturbances by Rio Tinto which has resulted in a considerable decrease in funding compared to recent years. The Board are disappointed that payments from Rio Tinto have declined to the current levels, as it does raise concerns about the sustainability of our activities. We have prioritised against our three-year strategic plan on where to best allocate the available funding. Moreover, the GAC Board instigated discussions with RTIO regarding payments and is seeking to find a way forward that is beneficial to all members.

The GAC Board are proud of the support we gave for this year's Karijini Experience, which you can read more about in this report. With more administrative controls put into place, Gumala remains committed to showcasing Karijini National Park and will continue as platinum sponsors for the 2018 event.

It was a great opportunity for myself and other senior Gumala staff to travel to the homelands in September and engage in an open and honest dialogue with members about the activities of the General Gumala Foundation. Gumala 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.

We also appreciate the response we received from members completing our recent survey, which will allow us to commence budget and program preparations for the 2018-2019 financial year. Your continued feedback is



*Steven W. Dhu (Chairperson)*

crucial to help us move forward as one and make the best decisions for all members.

On 26 August, GIPL held an extraordinary general meeting for members to vote on receiving benefits in cash form. Cash payments would have had several benefits, including equality of payments to members, decreased administrative costs and self-determination in choosing how members decided to spend their entitlements. However, the proposed motion was not supported by members at the meeting. That said, Gumala will continue to the best of its ability will deliver service to members in line with financial budgets.

GAC announced in July that it had launched legal action against former Chief Executive Officer Steven Mavrigiannakis (Steve Mav) in relation to alleged breaches of his employment contract and the duties he owed by reason of his former position. GAC is seeking compensation orders as part of this action. We want to reassure members that costs from this case are not coming from Trust funds.

I would like to thank my colleagues on the Board and Executive Officer Jahna Cedar for their efforts and assistance in advancing the work we do to improve the lives of our members. I would also like to thank the staff of GAC who support the work the Board does 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 GAC team to continue to work diligently towards your best interests.

Thanks and Regards,

A handwritten signature in blue ink, appearing to read 'S. Dhu', written over a light blue horizontal line.

**STEVEN W. DHU**

GUMALA ABORIGINAL CORPORATION, CHAIRPERSON

## EO Report

### THANARRU

**It is my privilege to present this report on the activities and position of the Gumala Aboriginal Corporation. In December 2016, the GAC Board appointed myself as the permanent Executive Officer, after previously serving in the role in an interim capacity. It is a great honour to serve as the first Gumala member EO and the first female to lead our organisation.**

GAC have carried out a major overhaul of our organisational structure over the last financial year, which has included decreasing our numbers considerably in order to deliver programs that are cost effective and efficient. I'm happy to report that there has been an 84 per cent decrease in administration expenses at GAC. GAC has delivered its first financial surplus since FY2013. The operating surplus for the 2017 financial year was \$635,226 (FY2016: Deficit of \$508,892). Additionally, when I started as EO in December last year our Indigenous employment rate was 33 per cent. As of September 2017, it has now risen to 75 per cent.

One highlight of our Traditional owner traineeship/ internship program was the recent successful completion of a Cert III in Business Administration by Banyjima member Noreen Derschow. Noreen has now accepted an Executive Assistant role with Gumala and continues to build her skills, knowledge and capacity to serve our families. In 2017, Gumala was fortunate to engage Amber Phillips (Banyjima) as a business trainee and are excited to continue in our strategic pillar of increasing traditional owner employment.

We have also become heavily involved in the Pilbara Aboriginal Corporations and Enterprises (PACE) committee, which brings together CEOs and Chairpersons from all Pilbara Aboriginal Corporations. We have benefitted greatly from our participation and the committee serves as a great platform for collective advocacy on political matters.

This year GAC carried out a membership survey as part of our efforts to facilitate full consultation and engagement with our families about their needs. Dialysis was again confirmed as the number one need in the Pilbara, and I am proud to say a feasibility study and discussions with likely stakeholder partners have commenced, including securing a facility in Tom Price. This was the most successful consultation with members to date, with 935



*Jahna Cedar (Executive Officer)*

members participating in providing their views on the future of the business.

GAC leadership also embarked on a homelands tour to meet with community and discuss their sustainable futures and what opportunities may be created for people to remain on their traditional lands. It was a chance to audit unfinished community development works, from prior years, to create an action plan to ensure safe and successful completion.

I'm proud of GAC reaching the semi-finals of the Community TAB Community Service Awards in this year's Western Australian Regional Achievement and Community Awards. Gumala has been recognised for the work we do for members in the Pilbara and in particular for the positive impact of our 3a program, which you can read more about in this report.

We continue to move towards investment strategies that are strategically aligned with the social interests of Aboriginal people. Being able to influence investment strategies positively in this manner is important. Engaging in partnerships that bring about employment opportunities outside of the mining sector is also very rewarding.

I would like to thank the GAC Board and all staff for their work through what was a busy year for our organisation. The board have worked extremely hard to implement internal controls and build strategic stakeholder relationships that affirm not only our strategic plan objectives, but four main values; Accountability, stewardship, integrity and teamwork. On behalf of the Management, it remains a privilege to serve and to continue to pursue and achieve successful outcomes for our members.



**JAHNA CEDAR**

GUMALA ABORIGINAL CORPORATION EO

## GUMALA ABORIGINAL CORPORATION MISSION STATEMENT

**Our Vision: To help create sustainable communities for our families through health, housing, education and law & culture.**

### OUR PURPOSE

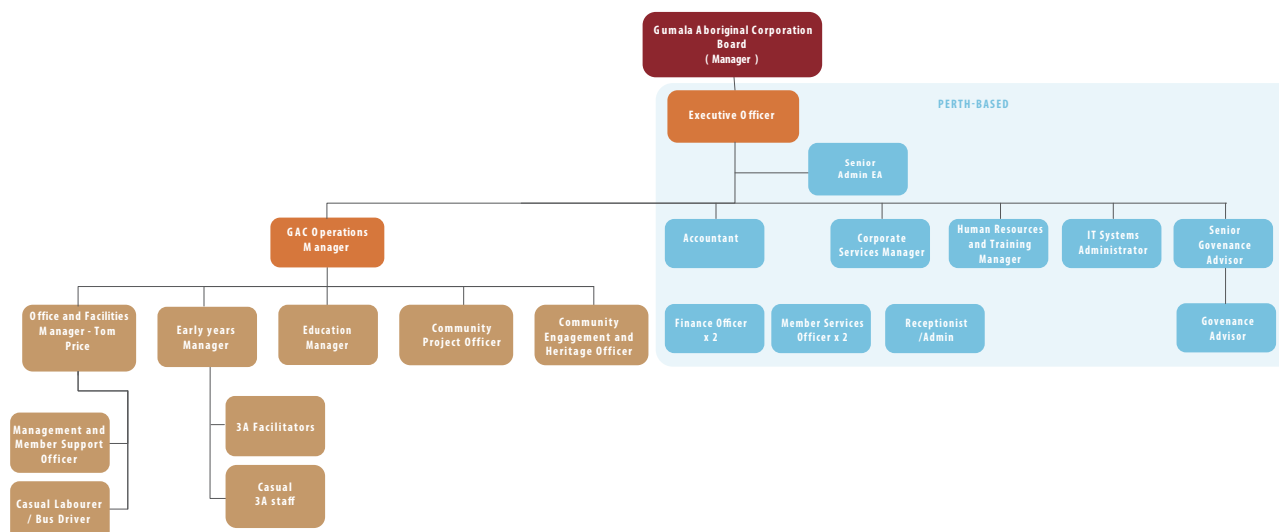
Work with our families, advocate and develop trusted partnerships to effectively alleviate poverty by building capacity and independence in the areas of health, housing, education and law & culture.

### OUR STRATEGIC OBJECTIVES

1. Demonstrate effective and inclusive leadership to explore the relevance and identity of GAC and its ability to evolve its structures to serve the priorities of our families and people across the Pilbara to achieve our purpose.
2. Nurture relationships and provide clear and meaningful communication to our families and key community, government and industry stakeholders.
3. Develop impactful partnerships that supports the long-term health and wellbeing of our families.
4. Develop impactful partnerships to provide appropriate, affordable living spaces that actively facilitate health, employment and education outcomes and respect the land.
5. Develop impactful partnerships that support our families to achieve educational outcomes that are specific to our cultural needs as well as being equivalent to or higher than the general population.
6. Develop impactful partnerships to create opportunities where we can build and maintain our law, culture and language capital.

## GUMALA ABORIGINAL CORPORATION

### Organisational Structure



As at 14 August 2017



## OUR VALUES

**ACCOUNTABILITY:** To always make decisions that will allow our families to have more choice and independence in their own lives.

**INTEGRITY:** To honour where we have come from and our cultural ways.

**STEWARDSHIP:** To always look after our mob.

**TEAMWORK:** To look for opportunities where we can partner with others

## SHARED ORGANISATIONAL GOALS

### OUR MEMBERSHIP

Keep connected to and listen to what our families need.

Deliver programs and services that support the wellbeing of our families.

### INTERNAL OPERATIONS

Drive efficiency through the organisation by having good governance - clear levels of authority, operating processes and financial modelling to support business decisions.

Establish and embed a set of best practice frameworks, processes and tools that support our team to be effective in the work they do.

### FINANCIAL CAPACITY

Diversify our funding sources so we are not totally reliant on funding from "The Trustee".

Start to shift to a sustainable business model where we work to deliver programs through our partnerships and get a percentage of our funding from external funding bodies.

### OUR WORKFORCE

Cultivate an organisational culture based on alignment and achievement of real outcomes.

Attract and retain highly skilled and qualified people, guided by the practice of the right people for the right role.

Increase the number of Traditional Owners employed.



The GAC Board works to achieve these desired outcomes for our families:

- Healthier people;
- An increase in the number of our families living in appropriate and suitable housing;
- An increase in the number of our families achieving educational outcomes;
- An increase in the level of financial literacy of our families;
- An increase in the number of our families speaking Traditional languages; and
- Encourage culture to be regularly practised and knowledge passed on.

### WORKING WITH GEPL TO ACHIEVE

- Increase in the number of Traditional Owners in employment;
- Increase in the # of sustainable Traditional Owner businesses; and



## Gumala Aboriginal Corporation

### Board members 2016

#### BANYJIMA



Steven Dhu  
(Chairperson)



Karen Tommy



Andrew Dhu



May Byrne

#### INNAWONGA



Stuart Ingie (Snr)  
(Deputy Chairperson)



Darren Injie  
(Secretary)



Julie Walker



Aaron Martin

#### NYIYAPARLI



Brian Tucker



Ailsa Roy



Christina Stone



Lisa Coffin



## YEAR IN REVIEW



## Homeland Tour

### Homeland tour provides chance for dialogue between members and Gumala

Senior Gumala staff, including Gumala Chairperson Steven Dhu and Executive Officer Jahna Cedar, took part in a three-day homeland tour in early September in an attempt to create an open and honest dialogue with members.

The contingent of Gumala staff visited Wakuthuni, Bellary Springs, Bidiltha, Youngaleena and Wirrilimarra, with invitation extended to Mingullatharndo and Bardulnah.

The tour gave members the chance to speak directly with Gumala about the activities of the General Gumala Foundation (GGF) and have candid discussions about community concerns.

During the trip they were able to gain community specific direction on matters of cultural significance and long term sustainability, as well as complete an audit of unfinished projects from the last five years, allowing them to prioritise future actions based on current community needs.

"It was amazing to be welcomed by so many community members, get in touch with their real needs and address some of the legacy issues. It was a fantastic opportunity to re-establish working relationships," said Chairperson Steven Dhu.

There was surprise from some homeland representatives at the trip, as this was the first time an EO and Chair had toured these communities. Many welcomed the opportunity to engage on their homelands and have conversations with Gumala.

"There needs to be regular contact in community by GAC staff. We need to develop a community engagement strategy and community development action plan. Gumala was created from grassroots and it is essential we remember the origin vision of the corporation," said Executive Officer Jahna Cedar.

The tour also included a visit to Bellary Springs to see rock art and the opportunity to enjoy a feast of fresh kangaroo and damper with Banyjima and Nyiyaparli Elder Timothy Parker from Youngaleena





## YEAR IN REVIEW



### NAIDOC Tom Price Celebration 2017

This year's celebrations were held at the Cultural Centre on the 24th June. Gumala had the privilege of hosting the event along with the Shire of Ashburton and various other Community stakeholders.

The event included a Flag Raising Ceremony and Welcome to Country performed by Wayne Stevens, who is a local Eastern Guruma Traditional Owner. Other guests and entertainers included Phil Walleystack and Innawonga's, Marlon Cooke and Dancers. We also had adult and children's art activities, storytelling sessions, a free sausage sizzle and giveaways. The Torres Strait Islander kids performed a song in their language and also displayed traditional artefacts. Everyone enjoyed the traditional food showcase of kangaroo tail stew and damper.





## YEAR IN REVIEW



### Karijini Experience

**Gumala were proud platinum sponsors of the 2017 Karijini Experience, hosted by Nintirri Centre held between 11 – 15 April 2017.**

The Karijini Experience is about “experiencing” Karijini National Park and the Inland Pilbara in many different ways that promote connection, culture and country.

The event hosts many free, family friendly activities and workshops focused on art, culture and enrichment.

The Wirlarra Rising on April 11 (pink moon) is the official

opening of the Karijini Experience with Banyjima Elders, Maitland Parker and Brian Tucker performing a Welcome to Country followed by traditional dancing.

Deadly artists including Archie Roach (right), The Pigram Brothers, Frank Yamma and others entertained the crowds over the 4-day event.

Gumala is committed to showcasing Banyjima Country and Karijini National Park by continuing as platinum sponsors for 2018.

Information can be found at [www.karijiniexperience.com](http://www.karijiniexperience.com)





## YEAR IN REVIEW



### 3a Early Childhood Project

**In 2011 Gumala Aboriginal Corporation developed a unique Early Childhood Centre and learning program at our remote community at Wakuthuni, thanks to an innovative partnership with The University of Melbourne and Tom Price Primary School.**

The Abecedarian Approach Australia (3a) is a collection of teaching and learning strategies, and has been developed by world-renowned academic Professor Joseph Sparling

and his associates. Since 2011, the 3a Project has expanded across the Pilbara and Gumala now has 3a Centres in many towns and remote communities in the north-west.

The 3a Project uses learning strategies which incorporate educational games, conversational reading and enriched care giving. The approach also assists parents through education on appropriate care-giving and learning activities for their children.

"0-4 years is a crucial time in a child's development," Gumala's 3a Coordinator Julie Christine said.

"Historically, children in remote communities haven't had access to quality early childhood education, but now they're getting the same support as children in larger regional towns," Julie said.

In 2016 the program moved to the centre of Karratha and began working in collaboration with the Baynton West Primary School. All Aboriginal children aged 0-4 are welcome at the centre.

With a highly experienced staff and support team in place, a real and appreciable impact is being made in the local community. Attendance numbers are up, thanks in part to the support with The Graham (Polly) Farmer Foundation with bus transportation.

"We've found that parents and the community acknowledge the importance of early childhood education and fully support the 3a programme," Julie said.

"They have a great desire for their child to succeed in life and understand their roles in building the capacity of their children so they grow into strong adults."





## YEAR IN REVIEW

### Community Development Projects

Gumala's Community Development Program has had a busy year, with a range of projects and works initiated and completed at various sites during the period.

Perhaps most significantly, Cane River has now been recognised and registered by the Department of Aboriginal Affairs WA as an official lore ground. In preparation for Lore, work was carried out this year to install temporary fencing at the site.

Wakuthuni Lore Camp has had materials purchased for the installation of new bough sheds, with work commencing soon.

Six 40-foot dongas, each with six fully equipped rooms, are being prepared and will be delivered later this year, with Bidiltha, Bardulanha and Mingullatharndo each receiving two dongas. Sewer tanks have already been delivered ahead of installing the dongas on site.

In March, Gumala installed boundary fencing at Bidiltha and delivered a small tin shed for the use of the community. Bidiltha will also receive two of the new dongas being prepared for installation later this year.

In April, Gumala installed a shade cloth at Youngaleena lore ground for the local community. We also carried out maintenance for the site and serviced a back hoe and





## YEAR IN REVIEW



### LIST OF 2016 – 2017 PROJECTS

- Cane River Ground Registration
- Bidiltha Fencing
- Youngaleena shed cloth structure
- Youngaleena back hoe and tipper servicing
- Wirrillimarra clearing land for lore maintenance (provided 6000 litres of diesel fuel)
- Delivery of small tin shed to Bidiltha
- Delivery of temporary fencing – Cane River Lore Camp
- Construction of Pitt toilets –Cane River Lore Camp
- Donga Project - Delivery of sewer tanks in preparation of donga installation – Bidiltha
- Purchase of bough shed materials for installation at Wakuthuni Lore Camp
- removal of asbestos from Peedamulla homestead

tipper. Gumala also provided 6000 litres of diesel fuel to enable land clearing and maintenance at Wirrillimarra.

Gumala was also able to complete the clean-up and removal of asbestos around the Peedamulla homestead area caused by cyclone damage,

With several ongoing projects and more planned for the future, the Community Development Program is looking forward to another busy year ahead.





## YEAR IN REVIEW



## Murdoch student placement brings chiropractic service to the Pilbara

**With the support of Gumala Aboriginal Corporation, students from Murdoch University completed an annual two-week remote placement to bring chiropractic services to the Pilbara region.**

Six students and two supervisors from Murdoch made the trip between August 6<sup>th</sup> and August 20<sup>th</sup> in 2017. They were able to provide around 500 patient consultations, including local Members, between Tom Price, Paraburdoo and at the Wakuthuni community during the placement.

One student provided positive feedback on the trip, saying *"I had some really rewarding experiences with a few people who had never presented to a chiropractor before & they were really happy with the treatment they received & came back for follow up care. We were treated very well by members of the community & the generous sponsors of the trip."*

Associate Professor Bruce Walker AM gave special thanks to Gumala for providing accommodation for the students and for making the group feel welcome, noting that the trip would not have been a success without our support. Murdoch and Gumala hope to continue the program next year and look at other ways to work together to improve health outcomes for people in remote areas in the Pilbara.



## YEAR IN REVIEW



## 20th Anniversary of Yandi Land Use Agreement

**GAC would like to acknowledge that March of this year marked the the 20 year anniversary of the signing of the groundbreaking Yandi Land Use Agreement.**

After a great deal of negotiating and many robust meetings, The Yandi Land Use Agreement was ratified by a community meeting and signed in Tom Price on 1 March 1997. The Agreement between Hamersley Iron (now a subsidiary of Rio Tinto), Gumala Aboriginal Corporation, the Registered Native Title Claimants and Traditional Owners reconciles the cultural, community and economic aspirations of the Banyjima, Nyiyaparli and Innawonga people with Rio Tinto's desire to develop the Yandicoogina mine.

The first major land use agreement signed in Australia, the Agreement provided a comprehensive framework for protecting Aboriginal culture and promoting economic development.

It was a testament to the willingness of the Traditional Owners and Hamersley Iron (a subsidiary of Rio Tinto) to work together in "sharing country". Over the last 20 years,

the Agreement has provided funding opportunities that have allowed GAC to pursue numerous projects aimed at improving our communities and the lives of our Members.

Rio Tinto and Gumala held an event on the 19 September 2017 commemorating the 20th anniversary of the agreement. The anniversary gives us a chance to reflect on the success of the Agreement and look forward to the possibilities and opportunities the future holds for our Members.









# FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2017

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# GUMALA ABORIGINAL CORPORATION

ABN 93 807 596 843

## Financial Statements

### DIRECTORS

Steven Dhu (Chair)  
Stuart Ingie Snr (Vice Chair)  
May Byrne  
Lisa Coffin  
Andrew Dhu  
Darren Injie (Secretary)  
Aaron Martin  
Ailsa Roy  
Christina Stone  
Karen Tommy  
Brian Tucker  
Julie Walker

### CONTACT PERSON

Darren Injie

### REGISTERED OFFICE

1 Stadium Road  
Tom Price WA 6751  
Tel: 1800 486 252  
Fax: +61 8 9219 4555

### AUDITORS

Bentleys Audit & Corporate (WA) Pty Ltd  
Level 3, London House  
216 St Georges Terrace  
Perth WA 6000  
Tel: +61 8 9226 4500  
Fax: +61 8 9226 4300

### WEBSITE

[www.gumala.com.au](http://www.gumala.com.au)  
Facebook @GumalaAboriginalCorporation



## Directors' Report

### GAC Director Summary Information

Our Directors present their report, together with the financial statements of the Corporation, for the financial year ended 30 June 2017.

|                      | Summary of Director's Term |                        | Summary of Board Attendance           |                             |
|----------------------|----------------------------|------------------------|---------------------------------------|-----------------------------|
|                      | Term of Office             | Position on GIPL Board | Number of Meetings Eligible to Attend | Number of Meetings Attended |
| BANYJIMA DIRECTORS   |                            |                        |                                       |                             |
| Steven Dhu           | 1 July 16 – 30 June 17     | Chairperson            | 13                                    | 13                          |
| May Byrne            | 1 July 16 – 30 June 17     | Director               | 13                                    | 11                          |
| Andrew Dhu           | 1 July 16 – 30 June 17     | Director               | 13                                    | 11                          |
| Karen Tommy          | 1 July 16 – 30 June 17     | Director               | 13                                    | 10                          |
| INNAWONGA DIRECTORS  |                            |                        |                                       |                             |
| Stuart Ingie (Snr)   | 1 July 16 – 30 June 17     | Deputy Chairperson     | 13                                    | 5                           |
| Darren Injie         | 1 July 16 – 30 June 17     | Secretary              | 13                                    | 12                          |
| Aaron Martin         | 1 July 16 – 30 June 17     | Director               | 13                                    | 11                          |
| Julie Walker         | 1 July 16 – 30 June 17     | Director               | 13                                    | 6                           |
| NYIYAPARLI DIRECTORS |                            |                        |                                       |                             |
| Lisa Coffin          | 1 July 16 – 30 June 17     | Director               | 13                                    | 8                           |
| Ailsa Roy            | 1 July 16 – 30 June 17     | Director               | 13                                    | 12                          |
| Christina Stone      | 1 July 16 – 30 June 17     | Director               | 13                                    | 10                          |
| Brian Tucker         | 1 July 16 – 30 June 17     | Director               | 13                                    | 6                           |

Note: In 2016-17 FY there were 13 GAC Board Meetings.

### Foundation Joint Committees

A number of Foundation joint committees were established with Directors from each of GIPL and GAC. The GAC Directors who are members of each of the joint committees are listed below:

|  | PERIOD ON COMMITTEE  | NUMBER OF MEETINGS | NUMBER OF MEETINGS |
|--|----------------------|--------------------|--------------------|
|  |                      | Eligible to Attend | Attended           |
| FOUNDATION AUDIT AND RISK COMMITTEE            |                      |                    |                    |
| Steven Dhu                                     | 1 Jul 16 – 30 Jun 17 | 2                  | 1                  |
| Darren Injie                                   | 1 Jul 16 – 30 Jun 17 | 2                  | 2                  |
| Christina Stone                                | 1 Jul 16 – 30 Jun 17 | 2                  | 1                  |
| FOUNDATION INVESTMENTS COMMITTEE               |                      |                    |                    |
| Steven Dhu                                     | 1 Jul 16 – 30 Jun 17 | 1                  | 0                  |
| Darren Injie                                   | 1 Jul 16 – 30 Jun 17 | 1                  | 0                  |
| Christina Stone                                | 1 Jul 16 – 30 Jun 17 | 1                  | 1                  |
| FOUNDATION JOINT APPLICATIONS REVIEW COMMITTEE |                      |                    |                    |
| May Byrne                                      | 1 Jul 16 – 30 Jun 17 | 3                  | 2                  |
| Darren Injie                                   | 1 Jul 16 – 30 Jun 17 | 3                  | 0                  |
| Christina Stone                                | 1 Jul 16 – 30 Jun 17 | 3                  | 1                  |
| Karen Tommy                                    | 1 Jul 16 – 30 Jun 17 | 3                  | 2                  |
| Brian Tucker                                   | 1 Jul 16 – 30 Jun 17 | 3                  | 1                  |
| Julie Walker                                   | 1 Jul 16 – 30 Jun 17 | 3                  | 0                  |



The remuneration of those who held the position of Director during the course of the financial year is detailed in the following table:

| NAME               | REMUNERATION (\$) | SUPERANNUATION (\$) | COMMUNICATION ALLOWANCE (\$) | TOTAL (\$) | DATES RECEIVED DIRECTOR REMUNERATION DURING 2016/17 |
|--------------------|-------------------|---------------------|------------------------------|------------|---|
| May Byrne          | 35,000            | 3,325               | 886                          | 39,212     | 1 July 16 – 30 June 17                              |
| Lisa Coffin        | 35,000            | 3,325               | 886                          | 39,212     | 1 July 16 – 30 June 17                              |
| Andrew Dhu         | 35,000            | 3,325               | 886                          | 39,212     | 1 July 16 – 30 June 17                              |
| Steven Dhu         | 66,500            | 6,318               | 1,397                        | 74,215     | 1 July 16 – 30 June 17                              |
| Stuart Ingie (Snr) | 44,450            | 4,223               | 1,397                        | 50,070     | 1 July 16 – 30 June 17                              |
| Darren Injie       | 38,150            | 3,624               | 1,397                        | 43,171     | 1 July 16 – 30 June 17                              |
| Aaron Martin       | 35,000            | 3,325               | 886                          | 39,212     | 1 July 16 – 30 June 17                              |
| Ailsa Roy          | 35,000            | 3,325               | 886                          | 39,212     | 1 July 16 – 30 June 17                              |
| Christina Stone    | 35,000            | 3,325               | 886                          | 39,212     | 1 July 16 – 30 June 17                              |
| Karen Tommy        | 35,000            | 3,325               | 886                          | 39,212     | 1 July 16 – 30 June 17                              |
| Brian Tucker       | 35,000            | 3,325               | 886                          | 39,212     | 1 July 16 – 30 June 17                              |
| Julie Walker       | 35,000            | 3,325               | 886                          | 39,212     | 1 July 16 – 30 June 17                              |
| TOTAL              | 464,100           | 44,090              | 12,165                       | 520,360    |   |

Note 1: GAC Directors were not paid any additional performance bonuses or provided with any other incentives.

Note 2: The table refers to actual remuneration and communication allowance earned. It does not include costs incurred by GAC for travel related expenses.

## Overview of Financial Statements

These financial statements are for Gumala Aboriginal Corporation (GAC). The financial accounts of Gumala Enterprises Pty Ltd (GEPL) and, by virtue of the clarified principle arrangement in place, the Gumala Enterprises Trust (GET) are not consolidated in these statements.

## Operating Surplus

GAC has delivered its first financial surplus since FY2013. The operating surplus for the 2017 financial year was \$635,226 (FY2016: Deficit of \$508,892).

|  | 2016/17       | 2015/16       |
|--|---------------|---------------|
| Funding from General Gumala Foundation   | \$3,266,330   | \$3,586,145   |
| Other Income                             | \$1,287,471   | \$1,196,984   |
| Reversal of Provision for Doubtful Debts | \$1,340,086   | \$-           |
| GGF Funded Member Benefits               | (\$1,366,411) | (\$1,128,023) |
| GGF Funded Administration Costs          | (\$1,725,242) | (\$2,861,654) |
| Depreciation and Amortisation Expense    | (\$405,532)   | (\$537,248)   |
| Impairment of PPE                        | (\$803,037)   | \$-           |
| Other Funded Member Benefits             | (\$849,869)   | (\$621,680)   |
| Other Funded Administration Costs        | (\$108,570)   | (\$143,416)   |
|  | \$635,226     | (\$508,892)   |

## Principal Activities

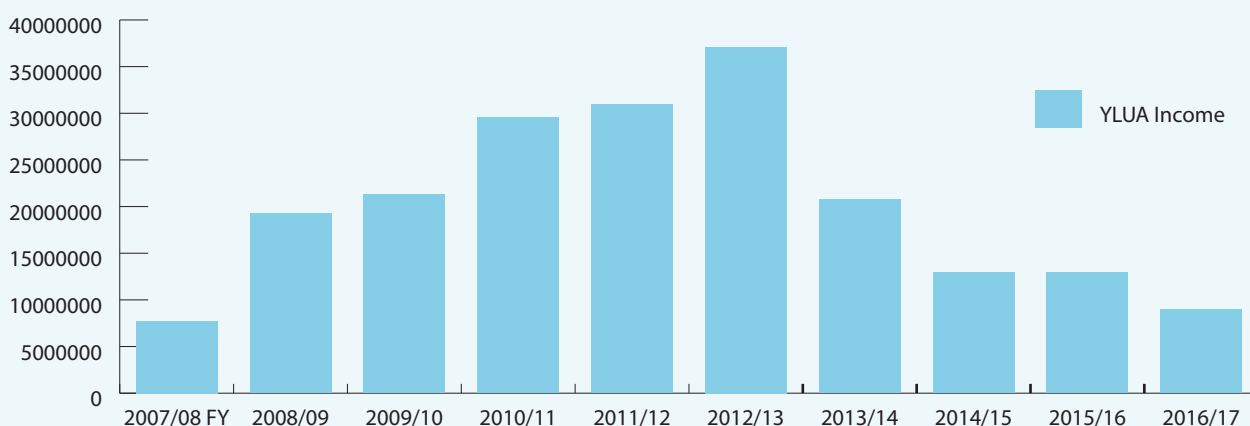
As the manager of the General Gumala Foundation ("GGF"), GAC mainly delivers benefits to members through member programs, in-kind assistance for community development and joint partnership with external parties.



## Key GAC Events

The significant decline in commodities prices and land disturbance from mining activities at the Yandicoogina Mine site has had major consequences on the revenue received by the GGF from Rio Tinto. Compensation for land disturbance to Gumala, as set up in the Yandi Land Use Agreement ("Y LUA"), is highly dependent on the surface area of land disturbed and is not impacted by the volume of iron ore mined. Therefore, in times where the mine is not expanding in the area the compensation received is reduced. The graph below shows the impact on Y LUA income since its peak in 2012/13.

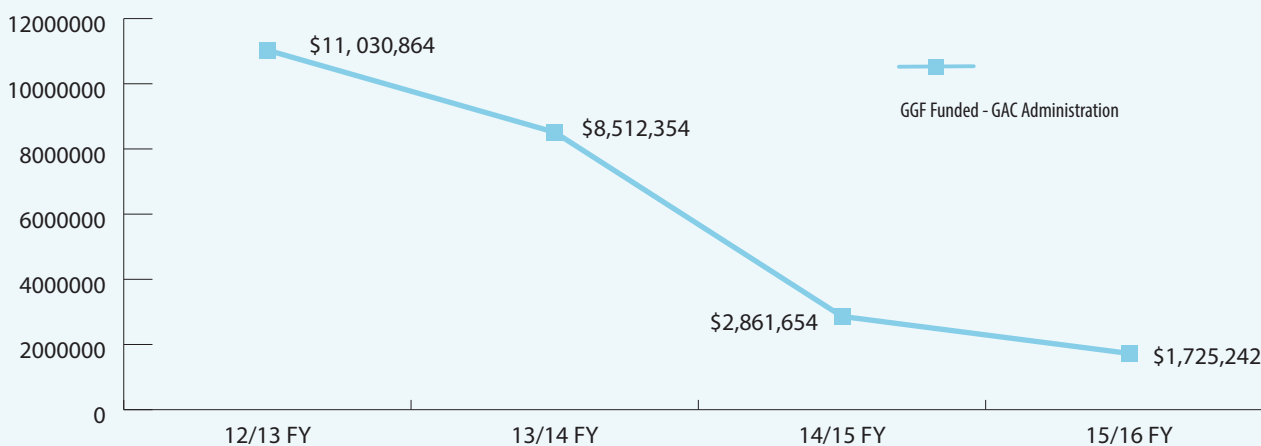
### Y LUA INCOME



This decline in GGF mining revenue from a high of \$37.1M in FY2013 to \$20.7M in FY2014 to \$8.9m in FY2017, continued to have a significant impact on Gumala Members. After the GGF received only \$7.6M in Y LUA income in FY2015, the GAC board worked very hard to reduce administration costs to maximise funds available for member programs. As part of the process to achieve these cost saving, the Tom Price office was made the location for member services staff while key support areas of finance, governance, human resource

and IT & communications were supported by a Shared-Services Team funded by Gumala Investment Pty Ltd ("GIPL"). Significant staff restructuring has led to overall administration costs being reduced for GAC over the past three years. The total GGF-funded administration costs of \$11m in FY2014 fell to \$8.5m and \$2.8m in FY2015 and FY2016 respectively, and a further reduce to \$1.7m in FY2017. This is an 84% reduction in administration costs over the past four years.

### GGF FUNDED - GAC ADMINISTRATION



## Member Programs

In FY2017, \$2.2m was spent on member programs. It should be noted that a further \$2.2m was budgeted in FY2017 but not implemented due to the proposed introduction of cash payments at the GIPL AGM in October 2016. The motion to allow the amendments to the Trust Deed to authorise direct cash distributions to beneficiaries was rejected at the AGM, however, a subsequent meeting was proposed to authorise cash payments in March 2017. This was deferred due to bad weather conditions on the day. The meeting has been rescheduled to later this year and the proposed amendment to the Trust Deed remains unresolved at 30 June 2017.

As the cash payment proposal was rejected at the GIPL AGM, the community projects and education support program were reinstated in the second half of the financial year. Given the available income has not been spent from FY2017's land use compensation, these funds are carried forward for future periods such that the community projects have been extended and the following member programs have been relaunched for FY2018:

- Health Assistance Program
- Funeral Program
- Education Support and Assistance
- Chrisco Hampers

On top of the member programs, GAC will partner with external providers to deliver community projects and services to continue the focus on Health, Housing, Education and Law & Culture in order to create long term sustainable communities.

## Gumala General Foundation – Trustee Renewal

Under the GGF trust deed the appointment of the GGF trustee is subject to review every five years., GAC, as the manager of the trust, fulfilled its obligation by bringing the trustee renewal decision to the trust beneficiaries to vote on. An appointing committee was established to review proposals from alternative professional trustees with Australian Executor Trustees ("AET") selected as the best option. A meeting was then conducted in April 2017 with AET and GIPL presenting to beneficiaries prior to a vote being conducted. Although 54% of the present beneficiaries voted for the change to AET, the GGF Trust requires 75% of the present beneficiaries' vote for a change of the Trustee. Therefore, GIPL was re-appointed as Trustee of the GGF for the next five years until March

2022. Following the results of the vote, the GAC board noted that the majority of the members were not satisfied with GIPL's performance as the Trustee and took action to replace the three independent directors of GIPL. As a result, another appointing committee was established to conduct a recruitment process and three new independent GIPL directors were appointed in May 2017.

## Consultation Survey

As part of developing baseline data for future planning in Gumala, GAC has developed a consultation survey to collect members' information and suggestions through a web survey system. The survey went officially live in the last week of June 2017 and was available for all members for six weeks, closing on 6 August 2017. The information collected during this survey will ensure GAC has a more updated and accurate database for both current and future strategic planning to closely link the needs and desires for members.

## ORIC Compliance Notice

GAC acknowledged that a compliance notice was issued by ORIC in July 2016. The GAC board actively responded to the matters raised on this notice during the monitoring period such that in December 2016, ORIC advised that GAC had successfully met all the requirements of this notice and the monitoring period officially concluded.

When ORIC informed GAC in late May 2016 that it would issue a compliance notice, GAC sought an internal review of ORIC's decision. In October 2016, the results of that internal review were made known to GAC and did not result in any substantial change to ORIC's decision. GAC filed an application with the Administrative Appeals Tribunal against the decision by ORIC, in order to have the Compliance Notice overturned. This application is still in progress as at 30 June 2017.

## Significant Changes in State of Affairs

The elected board members all continued from FY2016 and all served throughout the full FY2017 year.

The GAC board officially appointed Jahna Cedar as the Executive Officer to the Corporation in December 2016. The appointment of Jahna marks a historic step towards self-determination for the Corporation as Jahna is the first Gumala member to become Executive Officer and the first female to lead the organisation.



On 1 June 2017, the Foundation Shared Services Team was dissolved to meet the administrative demands of the reinstated member benefit programs. All employees in the Shared-Services Team who were made redundant, accepted positions in GAC, ensuring the corporate knowledge remained within Gumala.

### After Balance Date Events

Other than noted in the legal proceedings paragraph no matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Corporation, the results of those operations or the state of affairs of the Corporation in future financial years.

### Indemnifying Officers or Auditors

During the Financial Year, the Corporation has paid a premium in respect of insuring Directors and Officers of the Corporation. The terms of the premium paid are commercial in confidence and, therefore, have not been disclosed.

### Compensation of Key Management Personnel

|  | 2016/17 (\$) | 2015/16 (\$) |
|--|--------------|--------------|
| Directors                                      | 520,360      | 525,979      |
| Key Management Personnel – Salaries and Wages* | 256,904      | 426,882      |
| Key Management Personnel - Other Benefits      | 2,136        | -            |
| Total  | 779,440      | 952,861      |

\*During the reporting period a total of 2 (2015/16:7) Key Management Personnel were employed by the Corporation. Legal Proceedings

The Board decided to commence on behalf of the Corporation legal action against Steven Mavrigiannakis, former chief executive officer. The originating application and statement of claim has been lodged with the Federal Court of Australia.

### Options

The Corporation does not have any options to declare at the date of this report.

### Non Audit Services

None of the non audit services were provided to the Corporation.

### Auditor's Independence Declaration

A copy of the Auditors independence declaration is attached. Signed in accordance with a resolution of the Board of Directors:



Director:

CHAIRPERSON

**STEVEN DHU**

Dated this 1st day of September 2017





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To The Board of Directors

**Auditor's Independence Declaration under Section 339-50 of the  
Corporations (Aboriginal and Torres Strait Islander) Act 2006**

In accordance with section 339-50 of the Corporations (Aboriginal and Torres Strait Islander) Act 2006, I am pleased to provide the following declaration of Independence to the Board of Directors of Gumala Aboriginal Corporation.

As lead audit director for the audit of the financial statements of Gumala Aboriginal Corporation for the financial year ended 30 June 2017, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- the auditor independence requirements of the *Corporations (Aboriginal and Torres Strait Islander) Act 2006* in relation to the audit; and
- any applicable code of professional conduct in relation to the audit.

Yours faithfully

**BENTLEYS**  
Chartered Accountants

**CHRIS NICOLOFF CA**  
Director

Dated at Perth this 1<sup>st</sup> day of September 2017



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- Accountants
- Auditors
- Advisors



## Statement of Profit or Loss and Other Comprehensive Income

|  | NOTE | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|--|------|-------------------|-------------------|
| <b>Income</b>  |      |                   |                   |
| Funding from General Gumala Foundation - Member Benefits | 3(a) | 845,910           | 968,679           |
| Funding from General Gumala Foundation - Administration  | 3(b) | 2,420,420         | 2,617,466         |
| Other Income   | 3(c) | 1,287,471         | 1,196,984         |
| Reversal of Provision for Doubtful Debts                 |      | 1,340,086         | -                 |
| <b>TOTAL INCOME</b>                                      |      | <b>5,893,887</b>  | <b>4,783,129</b>  |
| <b>GGF Funded Expenditure</b>                            |      |                   |                   |
| Member Benefits  | 4(a) | 1,366,411         | 1,128,023         |
| Administration Costs                                     | 4(b) | 1,725,242         | 2,861,654         |
| Depreciation   | 9,11 | 316,331           | 444,851           |
| Amortisation   | 10   | 89,201            | 92,397            |
| Impairment of PPE (Community Assets)                     | 9,11 | 803,037           | -                 |
| <b>Total GGF Funded Expenditure</b>                      |      | <b>4,300,222</b>  | <b>4,526,925</b>  |
| <b>Other Funded Expenditure</b>                          |      |                   |                   |
| Member Benefits  | 4(c) | 849,869           | 621,680           |
| Administration Costs                                     | 4(d) | 108,570           | 143,416           |
| Total Other Funded Expenditure                           |      | 958,439           | 765,096           |
| <b>TOTAL EXPENSES</b>                                    |      | <b>5,258,661</b>  | <b>5,292,021</b>  |
| <b>SURPLUS / (DEFICIT) FOR THE YEAR</b>                  |      | <b>635,226</b>    | <b>(508,892)</b>  |

This Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

## Statement of Financial Position

|                                      |    | 30 JUNE 2017     | 30 JUNE 2016     |
|--------------------------------------|----|------------------|------------------|
|                                      |    | (\$)             | (\$)             |
| <b>Assets</b>                        |    |                  |                  |
| Current Assets                       |    |                  |                  |
| Cash and Cash Equivalents            | 5  | 1,700,705        | 1,090,562        |
| Trade and Other Receivables          | 6  | 1,545,376        | 1,246,466        |
| Other Assets                         | 7  | 133,511          | 115,188          |
| <b>Total Current Assets</b>          |    | <b>3,379,592</b> | <b>2,452,216</b> |
| Non-Current Assets                   |    |                  |                  |
| Receivables                          | 6  | 690,086          | -                |
| Investments                          | 8  | 3                | 52               |
| Property, Plant and Equipment        | 9  | 110,692          | 88,983           |
| Intangible Assets                    | 10 | 89,965           | 179,166          |
| Projects                             | 11 | 76,266           | 1,145,235        |
| <b>Total Non-Current Assets</b>      |    | <b>967,012</b>   | <b>1,413,436</b> |
| <b>TOTAL ASSETS</b>                  |    | <b>4,346,604</b> | <b>3,865,652</b> |
| <b>Liabilities</b>                   |    |                  |                  |
| Current Liabilities                  |    |                  |                  |
| Trade and Other Payables             | 12 | 744,479          | 1,014,025        |
| Provisions                           | 13 | 102,095          | 58,355           |
| Other Liabilities                    | 14 | 70,000           | -                |
| <b>Total Current Liabilities</b>     |    | <b>916,574</b>   | <b>1,072,380</b> |
| Non-Current Liabilities              |    |                  |                  |
| Provisions                           | 13 | 9,474            | 7,942            |
| <b>Total Non-Current Liabilities</b> |    | <b>9,474</b>     | <b>7,942</b>     |
| <b>TOTAL LIABILITIES</b>             |    | <b>926,048</b>   | <b>1,080,322</b> |
| <b>NET ASSETS</b>                    |    | <b>3,420,556</b> | <b>2,785,330</b> |
| <b>EQUITY</b>                        |    |                  |                  |
| Retained Surplus                     | 15 | 3,420,556        | 2,785,330        |
| <b>TOTAL EQUITY</b>                  |    | <b>3,420,556</b> | <b>2,785,330</b> |

This Statement of Financial Position should be read in conjunction with the accompanying notes.



## Statement of Changes in Equity

|                                    | RETAINED SURPLUS (\$) | TOTAL (\$)       |
|------------------------------------|-----------------------|------------------|
| <b>30 JUNE 2016 FINANCIAL YEAR</b> |                       |                  |
| Balance at 1 July 2015             | 3,294,222             | 3,294,222        |
| Deficit for the year               | (508,892)             | (508,892)        |
| <b>BALANCE AT 30 JUNE 2016</b>     | <b>2,785,330</b>      | <b>2,785,330</b> |
| <b>30 JUNE 2017 FINANCIAL YEAR</b> |                       |                  |
| Balance at 1 July 2016             | 2,785,330             | 2,785,330        |
| Surplus for the year               | 635,226               | 635,226          |
| <b>BALANCE AT 30 JUNE 2017</b>     | <b>3,420,556</b>      | <b>3,420,556</b> |

This Statement of Changes in Equity should be read in conjunction with the accompanying notes.

## Statement of CashFlows

|   | NOTE      | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$)  |
|---|-----------|-------------------|--------------------|
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>                    |           |                   |                    |
| Receipts from customers                                       |           | 4,405,369         | 4,222,628          |
| Payments to suppliers and employees                           |           | (4,198,049)       | (5,676,815)        |
| <b>NET CASH PROVIDED BY / (USED IN) OPERATING ACTIVITIES</b>  | <b>16</b> | <b>207,320</b>    | <b>(1,454,187)</b> |
| <b>CASH FLOW FROM INVESTING ACTIVITIES</b>                    |           |                   |                    |
| Interest received   |           | 15,595            | 10,428             |
| Proceeds from sale of plant and equipment                     |           | 9,336             | 220,409            |
| Purchase of property, plant and equipment                     |           | (72,108)          | (97,257)           |
| <b>NET CASH PROVIDED BY / (USED IN) INVESTING ACTIVITIES</b>  |           | <b>(47,177)</b>   | <b>133,580</b>     |
| <b>CASH FLOW FROM FINANCING ACTIVITIES</b>                    |           |                   |                    |
| Loan Repayments from GEPL                                     |           | 450,000           | -                  |
| <b>NET CASH FROM FINANCING ACTIVITIES</b>                     |           | <b>450,000</b>    | <b>-</b>           |
| Net increase / (decrease) in cash held                        |           | 610,143           | (1,320,607)        |
| Cash and cash equivalents at beginning of financial year      |           | 1,090,562         | 2,411,169          |
| <b>CASH AND CASH EQUIVALENTS AT THE END OF FINANCIAL YEAR</b> | <b>5</b>  | <b>1,700,705</b>  | <b>1,090,562</b>   |

This Statement of Cash Flows should be read in conjunction with the accompanying notes.

## Notes to the Financial Statements

These financial statements cover the economic entity of Gumala Aboriginal Corporation, which is established and domiciled in Australia with its registered office at 1 Stadium Road, Tom Price, WA6751.

### Note 1 Summary of Significant Accounting Policies

#### a) Basis of Preparation

This financial report is a general purpose report that has been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board and the Corporations (Aboriginal and Torres Strait Islanders) Act 2006. The Corporation 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 a financial report containing relevant and reliable information about transactions, events and conditions. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of this financial report are presented below and have been consistently applied unless otherwise stated.

The financial report is presented in Australian dollars, has been prepared on an accruals basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets financial assets and financial liabilities.

#### b New Accounting Standards

In the financial year ended 30 June 2017, the Corporation has reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to its operations and effective for annual reporting periods beginning on or after 1 July 2016. It has been determined by the Corporation that there is no impact, material or otherwise, of the new and revised standards and interpretations on its business and therefore no change is necessary to the Corporation's accounting policies.

In addition, the AASB has issued new and amended accounting standards and interpretation that have mandatory application dates for future reporting periods. The Corporation has taken steps to ensure timely application of these standards. The new and amended standards that are relevant to the Corporation are listed below:

#### AASB 9 Financial Instruments

AASB 9 introduces new requirements for the classification and measurement of financial assets and liabilities. These requirements improve and simplify the approach for classification and measurement of financial assets compared with the requirements of AASB 139.

The effective date for this standard is for annual reporting periods beginning on or after 1 January 2018. GAC is yet to undertake a detailed assessment of the impact of AASB 9. However, based on the Corporation's preliminary assessment, the Standard is not expected to have a material impact on the transactions and balances recognised in the financial statements when it is first adopted for the year ending 30 June 2019.

#### AASB 15 Revenue from Contracts with Customers

AASB 15 replaces AASB 118: Revenue, AASB 111 Construction Contracts and some revenue-related Interpretations. In summary, AASB 15:

- establishes a new revenue recognition model;
- changes the basis for deciding whether revenue is to be recognised over time at a point in time;
- provides a new and more detailed guidance on specific topics (e.g. multiple element arrangements, variable pricing, rights of return and warranties); and
- expands and improves disclosures about revenue.

When this Standard is first adopted for the year ending 30 June 2019, there is not expected to be any material impact on the transactions and balances recognised in the financial statements.

#### AASB 16 Leases

AASB 16 introduces new requirements for the classification and measurement of operating leases. These requirements involve the recognition of a lease liability and a corresponding right-of-use asset for all lease arrangements.

The effective date for this standard is for annual reporting periods beginning on or after 1 January 2019. GAC is yet to undertake a detailed assessment of the impact of AASB 16. However, based on the Corporation's preliminary assessment, the Standard is not expected to have a material impact on the transactions and balances recognised in the financial statements when it is first adopted for the year ending 30 June 2020.



### c) Revenue and Other Income

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Corporation and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

#### *Funding from Gumala General Foundation*

Funding is provided by Gumala Investments Pty Ltd ("GIPL") the trustee for the General Gumala Foundation based on budgeted expenditure for the delivery of benefits to members and other projects. Income from GIPL is recognised in line with the related expenditure and budgeted period. Quarterly acquittals are required to reimburse GIPL funded expenditure which has been spent according to the budget.

#### *Heritage Surveys*

Revenue is generated under the Yandi Land Use Agreement to implement its key objectives to deliver benefits to Traditional Owners. Revenue is recognised following provision of the service to Rio Tinto.

#### *Interest*

Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets, is the rate inherent in the instrument.

#### *Government grants*

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

When the grant relates to an expense item, it is recognised as income over the periods necessary to match the grant on a systematic basis to the costs that it is intended to compensate.

#### *Gumala Enterprise Trust ("GET") Distribution*

Distributions from GET are recognised when they are declared.

### d) Interests in Subsidiaries

The interest in Gumala Aboriginal Corporation's owned subsidiaries, Gumala Enterprises Pty Ltd ("GEPL") and, by virtue of the classified principle arrangement in place, the Gumala Enterprises Trust, are not consolidated into these financial statements on the basis that control by Gumala Aboriginal Corporation has not existed at any time during or since the end of the reporting period.

### e) Principles of Consolidation

#### *Subsidiaries*

The financial statements do not incorporate the assets and liabilities of all subsidiaries of GAC as at 30 June 2017. As disclosed in Note 1(d), GAC did not control GEPL during the reporting period.

#### f) Income Tax

No income tax has been charged as the Corporation is exempt from paying income tax.

#### g) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cashflows are presented in the statement of cashflows on a gross basis. The GST component of investing and financing activities, which are recoverable from or payable to the taxation authority are classified as operating cashflows.

#### h) Cash and Cash Equivalents

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

#### i) Property, Plant and Equipment

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

#### *Plant and Equipment*

Plant and equipment are measured on the cost basis less depreciation and impairment losses. The carrying amount of plant and equipment is reviewed annually by Directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

### Depreciation

The depreciable amount of all fixed assets including buildings and capitalised leased assets, but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Corporation commencing from the time the asset is held ready for use.

The estimated useful lives used for each class of depreciable assets are:

| CLASS OF FIXED ASSETS          |                 |
|--------------------------------|-----------------|
| Motor Vehicles                 | 12.50% - 20.00% |
| Buildings                      | 6.67%           |
| Plant, Furniture and Equipment | 5.00% - 20.00%  |

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

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

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

### j) Projects

Each project is carried at cost or fair value as indicated, less, where applicable, any accumulated depreciation and impairment losses.

### Capitalised Costs

Projects are measured on the cost basis less any accumulated depreciation and any impairment losses. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Corporation and the cost can be reliably measured. All other repairs and maintenance are charged to profit or loss during the financial period in which they are incurred.

### Depreciation

The depreciable amount of all projects are depreciated on a straight-line basis over the asset's useful life to the Corporation commencing from the time the asset is held ready for use.

The estimated useful lives used for each class of depreciable assets contained within in projects are:

### CLASS OF FIXED ASSETS

|                                |                 |
|--------------------------------|-----------------|
| Motor Vehicles                 | 12.50% - 20.00% |
| Buildings                      | 6.67%           |
| Plant, Furniture and Equipment | 5.00% - 20.00%  |

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

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

### k) Intangible Assets Recognition of in tangible assets

Acquired computer software and computer licenses are capitalised on the basis of the costs incurred to acquire and install the specific software.

### Subsequent measurement

All intangible assets, are accounted for using the cost model whereby capitalised costs are amortised on a straight-line basis over their estimated useful lives, as these assets are considered finite. Residual values and useful lives are reviewed at each reporting date. In addition, they are subject to impairment testing.

The following estimated useful lives are applied:  
Software: 20 -40%

Amortisation has been included within depreciation, amortisation and impairment of non-financial assets. Subsequent expenditures on the maintenance of computer software are expensed as incurred.

When an intangible asset is disposed of, the gain or loss on disposal is determined as the difference between the proceeds and the carrying amount of the asset, and is recognised in profit or loss within other income or other expenses.

### l) Impairment of Assets

At each reporting date, the Corporation assesses whether there is any indication that an asset may be impaired. The assessment will include the consideration of external and internal sources of information. 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 to sell and value in use), to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement. Where it is not possible to estimate the recoverable amount of an individual asset,



the Corporation estimates the recoverable amount of the cash-generating unit to which the asset belongs.

#### m) Trade and Other Payables

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

#### n) Provisions

Provisions are recognised when the Corporation has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

#### o) Employee Benefits

Provision is made for the Corporation's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Those cash flows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

#### Superannuation

The Corporation pays fixed contributions at the statutory rate to defined contribution plans as specified by the choice of the employees. The Corporation has no legal or constructive obligations to pay contributions in addition to its fixed contributions, which are recognised as an expense in the period that relevant employee services are received.

#### p) 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

the equivalent to the date that the Corporation commits itself to either the purchase or sale of the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

##### Classification and Subsequent Measurement

Financial instruments are subsequently measured at either of fair value, amortised cost using the effective interest rate method, or cost. Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

- (a) Amortised cost is calculated as:
- (b) the amount at which the financial asset or financial liability is measured at initial recognition;
- (c) less principal repayments;
- (d) plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and
- (e) the maturity amount calculated using the effective interest method; and
- (f) less any reduction for impairment.

The effective interest method is used to allocate interest income or interest expense over the relevant period and is equivalent 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 value with a consequential recognition of an income or expense in profit or loss. The Corporation does not designate any interest as being subject to the requirements of accounting standards specifically applicable to financial instruments.

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

Financial assets are classified at 'fair value through profit or loss' when they are either 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 value 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.

Loans and receivables are included in current assets, except for those which are not expected to mature within 12 months after the end of the reporting period. All other loans and receivables are classified as non-current assets.

#### q) Leases

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

#### r) Key Judgement – Receivables

The Corporation assesses at each reporting date the recoverability of its receivable balances. Where evidence exists that the amount might not be recoverable, the recoverable amount to be recorded is considered.

In the 2015 financial year, based on the financial position of the Gumala Enterprises Trust ("GET"), GAC provided fully for a debt of

\$2,213,753 owing from distributions from the GET. During the 2017 year the GET and GAC finalised a repayment arrangement with the 2015 distribution being amended from \$901,929 to \$28,262, and \$450,000 being paid in accordance with the agreed schedule. Due to the demonstration of capacity to repay the debt, GAC has reversed the previously provided-for balance of \$2,213,753 and the full remaining debt of \$890,086 is now recognised as fully recoverable.

### Note 3 Income

#### Note 3(a) Funding from General Gumala Foundation – Member Benefits

| NOTE  | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|---|-------------------|-------------------|
| Business Development Grants                                     | 29,786            | 176,411           |
| Community Development Grants                                    | 300,671           | 215,350           |
| Cultural Purposes Grants  | 90,490            | -                 |
| Education and Training Grants                                   | 326,126           | 475,988           |
| Health and Wellbeing Grants                                     | 76,477            | 99,836            |
| Other Grants  | 22,360            | 1,094             |
| <b>FUNDING FROM GENERAL GUMALA FOUNDATION - MEMBER BENEFITS</b> | <b>845,910</b>    | <b>968,679</b>    |

#### Note 3(b) Funding from General Gumala Foundation – Administration

| NOTE   | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|--|-------------------|-------------------|
| Administration Funding   | 1,634,025         | 2,583,426         |
| GAC Annual General Meeting   | 48,379            | 34,040            |
| GGF Extraordinary Meeting  | 173,708           | -                 |
| Consultation Meeting   | 424,708           | -                 |
| Consultation Meeting (2015)  | 139,600           | -                 |
| <b>TOTAL FUNDING FROM GENERAL GUMALA FOUNDATION - ADMINISTRATION</b> | <b>2,420,420</b>  | <b>2,617,466</b>  |



**Note 3(c) Other Income**

|  | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|--|-------------------|-------------------|
| Department of Parks and Wildlife         | -                 | 30,000            |
| Department of Social Services            | 192,975           | 129,511           |
| Department of Prime Minister and Cabinet | 395,783           | 416,283           |
| Rangelands NRM WA                        | -                 | 35,545            |
| Rio Tinto                                | 268,924           | 217,971           |
| Lotterywest                              | -                 | 50,564            |
| <b>TOTAL</b>                             | <b>857,682</b>    | <b>879,874</b>    |
| Interest Received                        | 15,595            | 10,428            |
| Sale of Non-Current Assets               | 9,336             | (5,164)           |
| Bus Program Sponsorship                  | 10,894            | 8,870             |
| NAIDOC Sponsorship Contributions         | 11,420            | -                 |
| GEPL Service Agreement Income            | -                 | 34,869            |
| Other                                    | 382,544           | 268,107           |
| <b>TOTAL OTHER INCOME</b>                | <b>1,287,471</b>  | <b>1,196,984</b>  |

**Note 4 Expenses****Note 4(a) GGF Funded Member Benefits**

|   | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|---|-------------------|-------------------|
| Member Business Development Projects                          |                   |                   |
| Strategic Partnerships Project                                | -                 | 166,634           |
| <b>TOTAL MEMBER BUSINESS DEVELOPMENT PROJECTS</b>             | <b>-</b>          | <b>166,634</b>    |
| Member Community Development Assistance Programs              |                   |                   |
| Donga Relocation  | 16,077            | -                 |
| Youngaleena Football Goals & Shade Structure                  | 16,147            | -                 |
| Bardulnah Infrastructure Upgrades                             | 10,000            | -                 |
| Bidiltha Fencing  | 49,958            | -                 |
| Jundaru Make Safe   | 917               | -                 |
| Wirrillimarra Stage 3 Completion Works                        | 82,696            | -                 |
| Wakuthuni Community Place Planning Stage 1                    | 2,241             | -                 |
| <b>TOTAL MEMBER COMMUNITY DEVELOPMENT ASSISTANCE PROGRAMS</b> | <b>178,036</b>    | <b>-</b>          |
| Member Community Development Projects                         |                   |                   |
| Community Development Project (ex. Place Plans Project)       | 71,486            | 175,655           |
| <b>TOTAL MEMBER DEVELOPMENT COMMUNITY PROJECTS</b>            | <b>71,486</b>     | <b>175,655</b>    |
| <b>TOTAL COMMUNITY DEVELOPMENT MEMBER BENEFITS</b>            | <b>249,522</b>    | <b>175,655</b>    |
| Member Cultural Assistance Programs                           |                   |                   |
| Cane River Toilets  | 5,825             | -                 |
| Lore Camp Maintenance   | 25,095            | -                 |

|  |                  |                  |
|--|------------------|------------------|
| Elders Advisory Council  | 50,000           | -                |
| <b>TOTAL MEMBER CULTURAL ASSISTANCE PROGRAMS</b>                 | <b>80,920</b>    | <b>-</b>         |
| Member Culture Community Projects                                |                  |                  |
| Culture Projects   | 9,570            | -                |
| <b>TOTAL MEMBER CULTURAL ASSISTANCE PROJECTS</b>                 | <b>9,570</b>     | <b>-</b>         |
| <b>TOTAL CULTURAL PURPOSES MEMBER BENEFIT</b>                    | <b>90,490</b>    | <b>-</b>         |
| Member Education and Training Programs                           |                  |                  |
| Kindergarten Education   | 823              | -                |
| Primary Education  | 16,822           | 58,135           |
| Secondary Education  | 30,493           | 44,819           |
| Education Incentive  | 13,412           | -                |
| 3A Support   | 148,123          | -                |
| Traineeships and Internships                                     | 29,786           | -                |
| <b>TOTAL EDUCATION AND TRAINING MEMBER PROGRAMS</b>              | <b>239,459</b>   | <b>102,954</b>   |
| Member Education and Training Community Projects                 |                  |                  |
| 3A Program   | -                | 297,064          |
| School Years Education Project (Ex. Transition Pathways Project) | 137,975          | 88,233           |
| Workforce Development Project                                    | -                | 59,725           |
| <b>TOTAL MEMBER EDUCATION AND TRAINING COMMUNITY PROJECTS</b>    | <b>137,975</b>   | <b>445,022</b>   |
| <b>TOTAL EDUCATION AND TRAINING MEMBER BENEFITS</b>              | <b>377,434</b>   | <b>547,976</b>   |
| Member Health and Wellbeing Programs                             |                  |                  |
| St. John Ambulance Cover   | 15,009           | -                |
| Mental Health First Aid  | 1,581            | -                |
| Protective Behaviours Training                                   | 10,930           | -                |
| <b>TOTAL HEALTH AND WELLBEING MEMBER PROGRAMS</b>                | <b>27,520</b>    | <b>-</b>         |
| Member Health and Wellbeing Projects                             |                  |                  |
| Health Project   | 48,955           | 101,658          |
| <b>TOTAL MEMBER HEALTH AND WELLBEING PROJECTS</b>                | <b>48,955</b>    | <b>101,658</b>   |
| <b>TOTAL MEMBER HEALTH AND WELLBEING BENEFITS</b>                | <b>76,475</b>    | <b>101,658</b>   |
| Member Other Programs  |                  |                  |
| NAIDOC Sponsorship   | 19,859           | -                |
| Member Consultation Meeting                                      | 142,881          | 136,100          |
| Consultation Survey  | 255,000          | -                |
| Extraordinary General Meeting                                    | 154,750          | -                |
| <b>TOTAL MEMBER OTHER PROGRAMS</b>                               | <b>572,490</b>   | <b>136,100</b>   |
| <b>TOTAL OTHER MEMBER BENEFITS</b>                               | <b>572,490</b>   | <b>136,100</b>   |
| <b>TOTAL GGF FUNDED MEMBER BENEFITS</b>                          | <b>1,366,411</b> | <b>1,128,023</b> |
| Member Health and Wellbeing Programs                             |                  |                  |
| St. John Ambulance Cover   | 15,009           | -                |
| Mental Health First Aid  | 1,581            | -                |
| Protective Behaviours Training                                   | 10,930           | -                |
| <b>TOTAL HEALTH AND WELLBEING MEMBER PROGRAMS</b>                | <b>27,520</b>    | <b>-</b>         |



**Note 4(a) GGF Funded Member Benefits (continued)**

|  | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|--|-------------------|-------------------|
| Member Health and Wellbeing Projects       |                   |                   |
| Health Project                             | 48,955            | 101,658           |
| TOTAL MEMBER HEALTH AND WELLBEING PROJECTS | 48,955            | 101,658           |
| TOTAL MEMBER HEALTH AND WELLBEING BENEFITS | 76,475            | 101,658           |
| Member Other Programs                      |                   |                   |
| NAIDOC Sponsorship                         | 19,859            | -                 |
| Member Consultation Meeting                | 142,881           | 136,100           |
| Consultation Survey                        | 255,000           | -                 |
| Extraordinary General Meeting              | 154,750           | -                 |
| TOTAL MEMBER OTHER PROGRAMS                | 572,490           | 136,100           |
| TOTAL OTHER MEMBER BENEFITS                | 572,490           | 136,100           |
| TOTAL GGF FUNDED MEMBER BENEFITS           | 1,366,411         | 1,128,023         |

**Note 4(b) GGF Funded Administration Costs**

|                                       | 30 June 2017 (\$) | 30 June 2016 (\$) |
|---------------------------------------|-------------------|-------------------|
| Employee Benefits Expense             | 1,054,196         | 1,290,815         |
| IT and Communication Expenses         | 30,824            | 62,808            |
| Motor and Travel Expenses             | 44,899            | 29,840            |
| Board and Subcommittee Meeting Costs  | 69,861            | 133,419           |
| Occupancy Costs                       | 25,549            | 138,773           |
| Annual General Meeting                | 48,379            | 34,040            |
| Extraordinary General Meeting         | 18,958            | -                 |
| Member Consultation Meeting           | 26,827            | -                 |
| Insurance                             | 115,367           | 121,484           |
| Printing and Stationery               | 12,942            | 13,299            |
| Accounting and Audit Fees             | 39,049            | 73,032            |
| Consultancy Expenses                  | -                 | 402,679           |
| Legal Expenses                        | 167,086           | 497,041           |
| Recruitment Costs                     | 6,575             | 9,757             |
| Training and Development              | 49,399            | 15,745            |
| Utilities                             | 4,933             | 16,504            |
| Bank Charges                          | 2,090             | 4,162             |
| Other Administration Expenses         | 8,308             | 18,256            |
| TOTAL GGF FUNDED ADMINISTRATION COSTS | 1,725,242         | 2,861,654         |

**Note 4(c) Other Funded Member Benefits**

| NOTE                                      | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|---|-------------------|-------------------|
| Ranger Program                            | -                 | 75,020            |
| 3A Program                                | 590,257           | 545,294           |
| Gumala Bus Sponsorship                    | 9,765             | 1,366             |
| Heritage Survey                           | 67,609            | -                 |
| NAIDOC Sponsorship                        | 11,420            | -                 |
| Festive Season Gift Card                  | 170,817           | -                 |
| <b>TOTAL OTHER FUNDED MEMBER BENEFITS</b> | <b>849,868</b>    | <b>621,680</b>    |

**Note 4(d) Other Funded Administration Costs**

|  | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|--|-------------------|-------------------|
| Employee Benefits Expense                      | 107,487           | 138,871           |
| IT and Communications                          | 789               | 177               |
| Motor and Travel Expenses                      | 294               | 3,827             |
| Printing and Stationery                        | -                 | -                 |
| Other Expenses                                 | -                 | 541               |
| <b>TOTAL OTHER FUNDED ADMINISTRATION COSTS</b> | <b>108,570</b>    | <b>143,416</b>    |

**Note 4(e) Employee Benefits (All Sources)**

|  | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|--|-------------------|-------------------|
| Key Management Personnel (Excluding Directors) | 256,904           | 426,882           |
| Non Key Management Personnel                   | 886,866           | 1,490,622         |
| <b>TOTAL EMPLOYEES BENEFITS</b>                | <b>1,143,770</b>  | <b>1,917,504</b>  |

|   | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|---|-------------------|-------------------|
| GGF Funded Administration                               | 533,905           | 1,290,815         |
| Other Funded Member Benefits – Heritage Survey Payments | 67,610            | 5,100             |
| Other Funded Member Benefits – 3A Program               | 439,682           | 425,984           |
| Other Funded Administration                             | 102,573           | 195,605           |
| <b>TOTAL EMPLOYEES BENEFITS</b>                         | <b>1,143,770</b>  | <b>1,917,504</b>  |

**Note 5 Cash and Cash Equivalents**

|  | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|--|-------------------|-------------------|
| Cash at bank                           | 1,700,705         | 1,090,562         |
| <b>Total Cash and Cash Equivalents</b> | <b>1,700,705</b>  | <b>1,090,562</b>  |

Cash at bank earns interest at floating rates based on daily bank rates.



### Reconciliation of Cash

Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to items in the Statement of Financial Position as outlined above. There are no restrictions on any cash held.

### Note 6 Trade and Other Receivables

|  | NOTE | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|--|------|-------------------|-------------------|
| <b>Current</b>                                   |      |                   |                   |
| Trade Receivables                                | a)   | 288,602           | 518,197           |
| Other Related Parties                            |      | 1,432             | 2,375             |
| Tax Receivable                                   |      | -                 | 49,961            |
| Unpaid Present Entitlement from GEPL             | c)   | 200,000           | -                 |
| Other Receivables                                | a)   | 1,221,062         | 675,933           |
| Provision for Doubtful Debts                     |      | (165,720)         | -                 |
| <b>TOTAL CURRENT TRADE AND OTHER RECEIVABLES</b> |      | <b>1,545,376</b>  | <b>1,246,466</b>  |
| <b>Non-Current</b>                               |      |                   |                   |
| Unpaid Present Entitlement from GEPL             | c)   | 690,086           | 2,213,753         |
| Provision for Doubtful Debts                     |      | -                 | (2,213,753)       |
| <b>TOTAL NON-CURRENT RECEIVABLES</b>             |      | <b>690,086</b>    | <b>-</b>          |

#### a) Trade Receivables

The largest trade debtor and other receivables as at 30 June 2017 is the General Gumala Foundation (GGF). Of the GGF trade receivable balance of \$272,774 as at 30 June 2017, \$255,021 has been owing for more than a period of 90 days. The GGF other receivables balance is 1,053,372 which is made up primarily of the June 2017 quarter acquittal claim. Refer to Note 18 for further information.

#### b) Financial Assets Classified as Loans and Receivables

|   | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|---|-------------------|-------------------|
| Trade receivables   | 288,602           | 518,197           |
| Other Receivables   | 790,646           | 675,933           |
| <b>TOTAL FINANCIAL ASSETS CLASSIFIED AS LOANS AND RECEIVABLES</b> | <b>1,079,248</b>  | <b>1,194,130</b>  |

#### c) GEPL Distribution

In the 2015 financial year, based on the financial position of the Gumala Enterprises Trust ("GET"), GAC provided fully for a debt of \$2,213,753 owing from prior year profit distributions from the GET. During the 2017 year the GET and the Trust finalised a repayment arrangement, with:

- (i) the 2015 distribution being amended from \$901,929 to \$28,262, and
- (ii) a repayment plan for the balance of \$1,340,086, with payments to be completed in 2020 (at \$50,000 per quarter). Of this balance, \$450,000 was paid in accordance with the agreed schedule during the current year. Due to the demonstration of capacity to repay the debt, GAC has reversed the previously provided for balance of \$2,213,753 and the full remaining debt of \$890,086 is recognised as recoverable.

## Note 7 Other Assets

|                               | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|-------------------------------|-------------------|-------------------|
| Current                       |                   |                   |
| Prepayments                   | 124,061           | 104,738           |
| Bonds and refundable deposits | 9,450             | 10,450            |
| <b>TOTAL OTHER ASSETS</b>     | <b>133,511</b>    | <b>115,188</b>    |

## Note 8 Investments in Subsidiaries at Cost

|                                  | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|----------------------------------|-------------------|-------------------|
| Gumala Enterprises Pty Ltd       | 2                 | 2                 |
| Gumala Investments Pty Ltd       | 1                 | 1                 |
| Gumala Advisory Pty Ltd**        | -                 | 49                |
| Gumala Tourism Pty Ltd           | -                 | -                 |
| <b>TOTAL INVESTMENTS AT COST</b> | <b>3</b>          | <b>52</b>         |

\*\* Gumala Advisory Pty Ltd was formally deregistered on 19th March 2017.

## Note 9 Property, Plant and Equipment

|   | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|---|-------------------|-------------------|
| Plant, Furniture and Equipment              |                   |                   |
| At cost                                     | 667,362           | 1,067,924         |
| Accumulated depreciation                    | (657,689)         | (1,036,332)       |
| <b>TOTAL PLANT, FURNITURE AND EQUIPMENT</b> | <b>9,673</b>      | <b>31,592</b>     |
| Motor Vehicles                              |                   |                   |
| At cost                                     | 399,705           | 410,370           |
| Accumulated depreciation                    | (298,686)         | (352,979)         |
| <b>TOTAL MOTOR VEHICLES</b>                 | <b>101,019</b>    | <b>57,391</b>     |
| <b>TOTAL PROPERTY, PLANT AND EQUIPMENT</b>  | <b>110,692</b>    | <b>88,983</b>     |

### Movement in Carrying Amounts

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

### 2017

|   | PLANT, FURNITURE AND EQUIPMENT (\$) | MOTOR VEHICLES (\$) | TOTAL (\$)     |
|---|-------------------------------------|---------------------|----------------|
| Balance at the beginning of the year      | 31,592                              | 57,391              | 88,983         |
| Additions                                 | 3,858                               | 70,000              | 73,858         |
| Disposals                                 | -                                   | -                   | -              |
| Depreciation expense                      | (25,777)                            | (26,372)            | (52,149)       |
| <b>CARRYING AMOUNT AS AT 30 JUNE 2017</b> | <b>9,673</b>                        | <b>101,019</b>      | <b>110,692</b> |



## 2016

|                                      | PLANT, FURNITURE AND EQUIPMENT (\$) | MOTOR VEHICLES (\$) | TOTAL (\$) |
|--------------------------------------|-------------------------------------|---------------------|------------|
| Balance at the beginning of the year | 95,801                              | 113,198             | 208,999    |
| Additions                            | -                                   | 54,196              | 54,196     |
| Disposals                            | (5,747)                             | (64,057)            | (69,804)   |
| Depreciation expense                 | (58,462)                            | (45,946)            | (104,408)  |
| CARRYING AMOUNT AS AT 30 JUNE 2016   | 31,592                              | 57,391              | 88,983     |

## Note 10 Intangible Assets

|                          | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|--------------------------|-------------------|-------------------|
| Computer Software        |                   |                   |
| At cost                  | 562,109           | 647,115           |
| Accumulated depreciation | (472,144)         | (467,949)         |
| TOTAL COMPUTER SOFTWARE  | 89,965            | 179,166           |
| TOTAL INTANGIBLE ASSETS  | 89,965            | 179,166           |

## Movement in Carrying Amounts

Movement in the carrying amount for each class of intangible assets between the beginning and end of the current financial year:

## 2017

|                                      | COMPUTER SOFTWARE (\$) | TOTAL (\$) |
|--------------------------------------|------------------------|------------|
| Balance at the beginning of the year | 179,166                | 179,166    |
| Additions                            | -                      | -          |
| Disposals                            | -                      | -          |
| Amortisation expense                 | (89,201)               | (89,201)   |
| CARRYING AMOUNT AS AT 30 JUNE 2017   | 89,965                 | 89,965     |

## 2016

|                                      | COMPUTER SOFTWARE (\$) | TOTAL (\$) |
|--------------------------------------|------------------------|------------|
| Balance at the beginning of the year | 228,503                | 228,503    |
| Additions                            | 43,060                 | 43,060     |
| Disposals                            | -                      | -          |
| Amortisation expense                 | (92,397)               | (92,397)   |
| CARRYING AMOUNT AS AT 30 JUNE 2016   | 179,166                | 179,166    |

## Note 11 Projects

|                          | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|--------------------------|-------------------|-------------------|
| At cost                  | 2,836,590         | 2,842,557         |
| Accumulated depreciation | (2,760,324)       | (1,697,322)       |
| <b>TOTAL PROJECTS</b>    | <b>76,266</b>     | <b>1,145,235</b>  |

The amount capitalised in relation to Projects relate to assets purchased and constructed for community development purposes. The community development projects include, but are not limited to:

- The Wirrillimarra Community Projects;
- The Lore Camp Upgrade; and
- The Wakuthuni Early Childhood Centre.

### Movement in Carrying Amounts

|                                      | NOTE | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|--------------------------------------|------|-------------------|-------------------|
| Balance at the beginning of the year |      | 1,145,235         | 1,641,448         |
| Additions                            |      | -                 | -                 |
| Disposals                            |      | (1,750)           | (155,769)         |
| Impairment                           | (a)  | (803,037)         | -                 |
| Depreciation expense                 |      | (264,181)         | (340,444)         |
| <b>CLOSING BALANCE</b>               |      | <b>76,266</b>     | <b>1,145,235</b>  |

- a) Impairment of capitalised prior year community program expenditure for infrastructure and facilities built on community land. The corporation isn't able to take possession and resell the infrastructure and facilities so the values have been impaired to nil.

## Note 12 Trade and Other Payables

|                                       | NOTE | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|---------------------------------------|------|-------------------|-------------------|
| Trade payables                        | (a)  | 202,707           | 207,542           |
| Accrued expenses                      |      | 461,162           | 741,091           |
| PAYG liabilities                      |      | 27,818            | 26,153            |
| GST liabilities                       |      | 14,386            | -                 |
| FBT Payable                           |      | (865)             | -                 |
| Superannuation Payable                |      | 38,960            | 39,239            |
| Salary Sacrifice Payable              |      | 311               | -                 |
| <b>TOTAL TRADE AND OTHER PAYABLES</b> |      | <b>744,479</b>    | <b>1,014,025</b>  |

- a) Included in Trade Payables are amounts owing to related parties. Refer to Note 18.



**Note 13 Provisions**

|  | NOTE | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|--|------|-------------------|-------------------|
| Current                                |      |                   |                   |
| Employee benefits - Annual leave       |      | 76,366            | 45,216            |
| Employee benefits - Long service leave |      | 25,729            | 13,139            |
| TOTAL CURRENT PROVISIONS               |      | 102,095           | 58,355            |
| Non Current                            |      |                   |                   |
| Employee benefits - Long service leave |      | 9,474             | 7,942             |
| TOTAL NON CURRENT PROVISIONS           |      | 9,474             | 7,942             |

**Note 14 Other Liabilities**

|                          | NOTE | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|--------------------------|------|-------------------|-------------------|
| Current                  |      |                   |                   |
| Unexpended Grant Funding | (a)  | 70,000            | -                 |
| TOTAL OTHER LIABILITIES  |      | 70,000            | -                 |

a) Unexpended Grant Funds

Unexpended Grant Funds relate to external funding provided where associated expenses have not yet been incurred.

**Note 15 Equity**

| NOTE              | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|-------------------|-------------------|-------------------|
| Retained Earnings | 3,420,556         | 2,785,330         |
| TOTAL EQUITY      | 3,420,556         | 2,785,330         |

**Note 16 Cash Flow Information**

|   | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|---|-------------------|-------------------|
| Surplus/ (Deficit) for the year                                       | 635,226           | (508,892)         |
| Cash flows excluded from profit attributable to operating activities: |                   |                   |
| Interest Received   | (15,595)          | -                 |
| Non cash flows in profit  |                   |                   |
| Depreciation expense  | 316,331           | 444,851           |
| Amortisation expense  | 89,201            | 92,397            |
| Disposal of investment  | 49                | -                 |
| Project Impairment  | 803,037           | -                 |
| Net (gain)/loss on disposal of Property, Plant and Equipment          | (9,336)           | 5,164             |
| Provision for Doubtful Debts  | (1,340,086)       | -                 |
| Change in operating Assets and Liabilities                            |                   |                   |
| (Increase) / Decrease in Trade and Other Receivables                  | (148,871)         | (469,287)         |

|   |                |                    |
|---|----------------|--------------------|
| (Increase) / Decrease in Prepayments and Deposits | (18,323)       | (23,059)           |
| Increase / (Decrease) in Trade and Other Payables | (149,585)      | (750,119)          |
| Increase / (Decrease) in Provisions               | 45,272         | (112,863)          |
| Increase / (Decrease) in Other Liabilities        | -              | (121,951)          |
| <b>CASH IN / (OUT) FLOW FROM OPERATIONS</b>       | <b>207,320</b> | <b>(1,443,759)</b> |

GAC did not have any non cash investing or financing transactions in 2017 financial year.

## Note 17 Auditor's Remuneration

|   | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|---|-------------------|-------------------|
| Remuneration of auditor of the Corporation, Grant Thornton Audit Pty Ltd for: |                   |                   |
| - Audit of the financial report   | -                 | 39,000            |
| - Fees charged in relation to the prior year audit                            | 2,599             | 16,000            |
| - Acquit audit  | -                 | 1,245             |
| Remuneration of related practices of the auditor for:                         |                   |                   |
| - Forensic Audit  | -                 | 393,537           |
| Remuneration of auditor of the Corporation, Bentleys Audit Pty Ltd for:       |                   |                   |
| - Audit of the financial report   | 32,000            | -                 |
| <b>TOTAL AUDITOR'S REMUNERATION</b>   | <b>34,599</b>     | <b>449,782</b>    |

## Note 18 Related Party Transactions

### Related Parties

The Corporation's main related parties are as follows:

#### a) Key management personnel

The Directors of Gumala Aboriginal Corporation have the authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, and are considered key management personnel of the Corporation. Directors during the year are listed on page 3 in the Directors Report.

In addition to the Directors, the following personnel are considered to be Key Management Personnel of GAC for FY2017:

- Jahna Cedar (Executive Officer)
- Jason Lonesborough (Operations Manager)

In addition to the Directors, the following personnel were considered to be Key Management Personnel of GAC for FY2016:

- Jahna Cedar
- Lynne Beckingham
- Abhilash Karunakaran
- Michael Carrington
- Ronnelle Hicks
- Laureen Floyd
- Anthony Ryan

The totals of remuneration payable to directors and key management personnel (KMP) of the Corporation during the year are as follows:

|                              | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|------------------------------|-------------------|-------------------|
| Short-term employee benefits | 710,885           | 871,040           |
| Post-employment benefits*    | 66,378            | 81,821            |
| Other Benefits               | 2,136             | -                 |
| <b>TOTAL</b>                 | <b>779,399</b>    | <b>952,861</b>    |

\* Post-employment benefits comprise contributions paid to defined contribution superannuation plans on behalf of the KMP.

The number of KMP(Staff) of the Corporation included in above figures are shown below in the relevant remuneration bands:

|  | 30 JUNE 2017 (NO.) | 30 JUNE 2016 (NO.) |
|--|--------------------|--------------------|
| \$ Nil - \$49,999                                    | 0                  | 3                  |
| \$ 50,000 - \$99,999                                 | 1                  | 3                  |
| \$ 100,000 - \$ 200,000                              | 1                  | 1                  |
| <b>Total number of KMP(Staff) of the Corporation</b> | <b>2</b>           | <b>7</b>           |

*KMP(Staff) Employee Benefits:*

|   | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|---|-------------------|-------------------|
| Remuneration                              | 234,615           | 390,423           |
| Post Employment Benefits                  | 22,288            | 36,462            |
| Other Benefits                            | 2,136             | -                 |
| <b>TOTAL KMP(STAFF) EMPLOYEE BENEFITS</b> | <b>259,039</b>    | <b>426,885</b>    |

The number of KMP(Directors) of the Corporation included in above figures are shown below in the relevant remuneration bands:

|  | 30 JUNE 2017 (NO.) | 30 JUNE 2016 (NO.) |
|--|--------------------|--------------------|
| \$ Nil - \$49,999  | 11                 | 17                 |
| \$ 50,000 - \$99,999                                     | 1                  | 0                  |
| \$ 100,000 - \$ 200,000                                  | 0                  | 0                  |
| <b>Total number of KMP(Directors) of the Corporation</b> | <b>12</b>          | <b>17</b>          |

*KMP(Directors) Employee Benefits:*

|   | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|---|-------------------|-------------------|
| Remuneration                                  | 464,102           | 477,485           |
| Post Employment Benefits                      | 44,090            | 45,361            |
| Communication Allowance                       | 12,168            | 3,130             |
| <b>TOTAL KMP(DIRECTORS) EMPLOYEE BENEFITS</b> | <b>520,360</b>    | <b>525,976</b>    |



**b. Other related party benefits for KMP**

Other related parties include close family members of KMPs, and entities that are controlled or jointly controlled by those KMPs or their close family members, individually or collectively with family members or KMPs. The amounts included within the table below include, member program benefits and direct payments relating to matters such as meeting travel cost reimbursements and member surveys.

All amounts within below table are for programs or meeting travel costs that were available to all members. No discretionary member payments were made during FY2017.

The Corporations (Aboriginal and Torres Strait Islander) Act 2006 (CATSI Act) excludes certain payments such as remuneration and payments to members that are available to other members from its definition of Related Party Benefits. However, under the Accounting Standards the definition of Related Party Benefits does not have any similar exclusions. Under Accounting Standards, a related party is a member of the key management personnel of the reporting entity or a close member of that person's family. To ensure compliance with the Accounting Standards, GAC has disclosed all applicable payments of benefits to directors and their related parties in the tables below, regardless of whether they may be excluded from recognition as Related Party Benefits under the CATSI Act.

**Other Related Parties Benefits**

|  | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|--|-------------------|-------------------|
| Benefits Received by KMP's as members of the Corporation           | 2,150             | 3,000             |
| Benefits Received by KMP's Relatives as members of the Corporation | 20,136            | 13,200            |
| <b>TOTAL</b>   | <b>22,286</b>     | <b>16,200</b>     |

**c. Transactions with related parties**

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

The following transactions occurred with related parties:

The Statement of Profit or Loss and Other Comprehensive Income for GAC includes the following revenues and expenses arising from transactions with related entities of GAC.

|  | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|--|-------------------|-------------------|
| Gumala Enterprises Pty Ltd ATF Gumala Enterprises Trust (GEPL)             |                   |                   |
| Expenses from acquisition of services from GEPL                            | 99,821            | 90,453            |
| Revenues from provision of services to GEPL                                | 8,556             | 323,674           |
| Reversal of Provision for Doubtful Debts for prior distributions from GEPL | 1,340,036         | -                 |
| Gumala Investments Pty Ltd ATF The General Gumala Foundation (GIPL)        |                   |                   |
| Expenses from acquisition of services from GIPL                            | 15,136            | 32,584            |
| Revenues from funding or provision of services to GIPL                     | 3,266,330         | 3,740,395         |

The Balance Sheet for GAC includes the following assets and liabilities arising from transactions with related entities of GAC.

|   | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|---|-------------------|-------------------|
| Gumala Enterprises Pty Ltd ATF Gumala Enterprises Trust (GEPL)      |                   |                   |
| Accounts Receivable   | 8,290             | 188,862           |
| Loan Receivable for prior year distributions                        | 890,086           | -                 |
| Accounts Payable  | 102,812           | 22,090            |
| Other Payable   | -                 | 103,518           |
| Gumala Investments Pty Ltd ATF The General Gumala Foundation (GIPL) |                   |                   |
| Trade Receivable  | 272,774           | 329,335           |
| Other Receivable  | 1,053,372         | 674,807           |
| Accounts Payable  | 13,311            | 483               |

## Note 19 Capital and Leasing Commitments

Non-cancellable operating leases contracted for, but not capitalised in the financial statements.

|                                   | 30 JUNE 2017 (\$) | 30 JUNE 2016 (\$) |
|-----------------------------------|-------------------|-------------------|
| Payable - minimum lease payments: |                   |                   |
| - Less than 12 months             | 165,938           | 5,040             |
| - 1 – 5 years                     | 163,668           | -                 |
| - More than 5 years               | -                 | -                 |
| <b>TOTAL LEASE COMMITMENTS</b>    | <b>329,606</b>    | <b>5,040</b>      |

The Corporation has entered into commercial leases for rental properties. There are no restrictions placed upon the lessee by entering into these leases.

## Note 20 Financial Risk Management

### Credit Risk

The Corporation has no significant concentration of credit risk with respect to any single counter party or group of counter parties other than those receivables specifically provided for and mentioned within Note 6.

### Liquidity Risk

Liquidity risk arises from the possibility GAC might encounter difficulty in settling its debts or otherwise meeting its obligations related to financial liabilities. GAC manages liquidity risk by monitoring cash flows and ensuring that adequate cash funds are maintained and available to meet its liquidity requirements for 30 day periods at a minimum.

## Note 21 Contingent Assets and Contingent Liabilities

GAC commissioned a forensic audit in 2015 as a result of allegations of financial mismanagement, based on the result from the forensic audit. GAC has commenced legal action against the former CEO in relation to alleged breaches of his employment contract and the duties he owed by reason of his former position. The Board is aware of the potential for an adverse costs order, in the event the litigation is unsuccessful.

## Note 22 Events after the End of the Reporting Period

GAC is not named as a defendant in any proceedings which the directors consider will have a material effect of the Corporation's operations, business strategy, financial position or profitability. Contingencies are disclosed in the notes to the financial statements.

Other than noted in the preceding paragraphs, no matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Corporation, the results of those operations or the state of affairs of the Corporations in future financial years.

## Note 23 Economic Dependency

Whilst the Corporation is exploring additional sources of funding, it currently relies almost exclusively on the continued financial support via grant funding from the General Gumala Foundation. The Budget for the year ending 30 June 2017 has been approved by the General Gumala Foundation Board and funds are remitted quarterly in arrears subject to submission of quarterly acquittal reports.

## Note 24 Corporation Details

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

Gumala Aboriginal Corporation  
1 Stadium Road Tom Price  
Western Australia 6751 Australia

The administration office of the Corporation is:

Gumala Aboriginal Corporation  
Level 2, 165 Adelaide Terrace East Perth  
Western Australia 6004 Australia

## Directors' Declaration

The Directors of the Corporation declare that:

1. The financial statements and accompanying notes are in accordance with the Corporations (Aboriginal and Torres Strait Islanders) Act 2006 and:
  - (a) comply with Australian Accounting Standards; and
  - (b) give a true and fair view of the financial position as at 30 June 2017 and of the performance for the year ended 30 June 2017.
2. In the Directors' opinion, there are reasonable grounds to believe that the Corporation will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

Director:



CHAIRPERSON

Dated this 1st day of September 2017



## Independent Auditor's Report

### To the Members of Gumala Aboriginal Corporation

#### Report on the Audit of the Financial Report

##### Opinion

We have audited the financial report of Gumala Aboriginal Corporation ("the Corporation"), which comprises the statement of financial position as at 30 June 2017, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information to the financial report and the directors declaration.

In our opinion:

- a. the accompanying financial report of Gumala Aboriginal Corporation is in accordance with the *Corporations (Aboriginal and Torres Strait Islander) Act 2006* and *Division 60 of the Australian Charities and Not-for-profits Commission Act 2012*, including:
  - (i) giving a true and fair view of the Corporation's financial position as at 30 June 2017 and of its financial performance for the year then ended; and
  - (ii) complying with Australian Accounting Standards and the *Corporations (Aboriginal and Torres Strait Islander) Regulations 2007* and any applicable determinations made by the registrar of Aboriginal Corporations under Division 336 of the Act and the *Australian Charities and Not-for-Profits Commission Regulation 2013*.

##### Basis for Opinion

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. 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 Corporation in accordance with the auditor independence requirements of the *Corporations (Aboriginal and Torres Strait Islander) Act 2006*; the *Australian Charities and Not-for-profits Commission Act 2012* and the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES 110 Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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



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## Independent Auditor's Report

To the Members of Gumala Aboriginal Corporation (Continued)



### Other Information

The directors are responsible for the other information. The other information comprises the information included in the Corporation's annual report for the year ended 30 June 2017, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### Responsibilities of the Directors for the Financial Report

The directors of the Corporation are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards; the *Corporations (Aboriginal and Torres Strait Islander) Act 2006* and the *Australian Charities and Not-for-profits Commission ("ACNC") Act 2012* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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

### Auditor's Responsibilities for the Audit of the Financial Report

Our responsibility is to express an opinion on the financial report based on our audit. Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with 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.

## Independent Auditor's Report

To the Members of Gumala Aboriginal Corporation (Continued)



- 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 Corporation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Corporation'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 Corporation 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the Corporation or business activities within the Corporation to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the Corporation audit. We remain solely responsible for our audit opinion.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors 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.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

A handwritten signature in blue ink, appearing to read 'Bentleys'.

**BENTLEYS**  
Chartered Accountants

A handwritten signature in blue ink, appearing to read 'Chris Nicoloff'.

**CHRIS NICOLOFF CA**  
Director

Dated at Perth this 1<sup>st</sup> day of September 2017









Aboriginal Corporation

ICN 2744

Celebrating 20 Years

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