

LINUX AUSTRALIA INC
56 987 117 479

FINANCIAL REPORT
FOR THE 12 MONTHS ENDED
30 SEPTEMBER 2014

Meagher Howard & Wright
Certified Practising Accountants
Suite 505
55 Grafton Street
BONDI JUNCTION NSW 2022

LINUX AUSTRALIA INC
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COMMITTEE'S REPORT

Your committee members submit the financial report of the Linux Australia Inc for the financial year ended 30 September 2014.

Committee Members

The names of committee members throughout the year and at the date of this report are:

Joshua Hesketh
Francois Marier
Kathy Reid
Hugh Blemmings
Sae Ra Germaine
Christopher Neugebauer
Josh Stewart

Principal Activities

The principal activities of the association during the financial year were Linux Australia is the peak body for Linux User Groups (LUGs) around Australia, and as such represents approximately 5000 Australian linux users and developers.

Significant Changes

No significant change in the nature of these activities occurred during the year.

Operating Result

The loss from ordinary activities after providing for income tax amounted to \$(9,775).

Signed in accordance with a resolution of the Members of the Committee.

Committee Member: _____
Joshua Hesketh

Committee Member: _____
Francois Marier

Dated this 6th day of January 2015

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INCOME STATEMENT
FOR THE 12 MONTHS ENDED 30 SEPTEMBER 2014

	Note	2014 \$	2013 \$
INCOME			
Conference Registrations		363,872	498,638
General Income		-	7,198
Interest Received		11,693	13,047
		<u>375,565</u>	<u>518,883</u>
OTHER INCOME			
Sponsorship - International		96,224	81,637
Sponsorship - Local		165,406	124,330
		<u>261,630</u>	<u>205,967</u>
		<u>637,195</u>	<u>724,850</u>

The accompanying notes form part of these financial statements.

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INCOME STATEMENT
FOR THE 12 MONTHS ENDED 30 SEPTEMBER 2014

	Note	2014 \$	2013 \$
EXPENDITURE			
Advertising & Promotion		4,694	-
AV and Network Equipment		26,216	32,157
Bank Charges		5,880	6,888
Conference Accommodation		22,013	111,627
Conference Dinner		33,500	61,263
Conference Bid Team Review		-	2,581
Consultants & Accounting		12,816	6,238
Debrief Meeting		-	1,406
Donations		1,440	9,724
Events Management		32,959	-
Expenses Miniconfs		354	-
Face to Face		9,528	8,088
First Aid		3,159	-
Food & Drink		22,194	72,588
Foreign Exchange Gains/losses		1,594	327
Ghosts		17,407	7,981
Grants		3,939	3,811
Gifts & Presentations		1,671	4,603
Income Tax Expense		(3,396)	3,396
Insurance		6,070	5,398
Interest		-	(33)
Merchandise And Schwag		36,680	80,016
Networking Event		-	4,849
Motor Vehicle Expenses		23	362
NZ Tax		8	11
Office Expenses		454	6,705
Partners Program		7,790	3,547
Petty Cash		217	183
Postage		2,597	301
Printing & Stationery		6,575	6,124
Purchases		2,337	-
Regional Delegates Program		8,823	2,924
Server		875	1,550
Speakers		59,399	94,702
Storage Rental		2,303	10,047
Sponsorship		5,752	20,989
Third Party Training		5,246	5,921
Subscriptions		480	477
Telephone		608	621

The accompanying notes form part of these financial statements.

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INCOME STATEMENT
FOR THE 12 MONTHS ENDED 30 SEPTEMBER 2014

	Note	2014 \$	2013 \$
Travelling Expenses		20,705	31,562
Venue Hire		284,060	123,563
Zookeeper Hackfest		-	940
		<u>646,970</u>	<u>733,437</u>
Loss before income tax		<u>(9,775)</u>	<u>(8,587)</u>
Loss for the year		(9,775)	(8,587)
Retained earnings at the beginning of the financial year		<u>382,648</u>	<u>391,235</u>
Retained earnings at the end of the financial year		<u>372,873</u>	<u>382,648</u>

The accompanying notes form part of these financial statements.

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BALANCE SHEET
AS AT 30 SEPTEMBER 2014

	Note	2014 \$	2013 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		358,520	396,776
Trade and other receivables	2	77,930	9,149
Prepayments		35,011	101,837
TOTAL CURRENT ASSETS		<u>471,461</u>	<u>507,762</u>
TOTAL ASSETS		<u>471,461</u>	<u>507,762</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and Other Payables		98,588	125,114
TOTAL CURRENT LIABILITIES		<u>98,588</u>	<u>125,114</u>
TOTAL LIABILITIES		<u>98,588</u>	<u>125,114</u>
NET ASSETS		<u>372,873</u>	<u>382,648</u>
MEMBERS' FUNDS			
Retained earnings	3	372,873	382,648
TOTAL MEMBERS' FUNDS		<u>372,873</u>	<u>382,648</u>

The accompanying notes form part of these financial statements.

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CASH FLOW STATEMENT
FOR THE 12 MONTHS ENDED 30 SEPTEMBER 2014

	2014	2013
	\$	\$
<hr/>		
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	806,936	892,121
Payments to suppliers and employees	(856,847)	(859,019)
Interest received	11,655	13,047
Net cash provided by (used in) operating activities	<u>(38,256)</u>	<u>46,149</u>
Net increase (decrease) in cash held	(38,256)	46,149
Cash at beginning of financial year	<u>396,775</u>	<u>350,627</u>
Cash at end of financial year	<u><u>358,519</u></u>	<u><u>396,776</u></u>

The accompanying notes form part of these financial statements.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE 12 MONTHS ENDED 30 SEPTEMBER 2014

1 Summary of Significant Accounting Policies

Basis of Preparation

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act 2009. The committee has determined that the association is not a reporting entity.

The financial report has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of this financial report.

Income Tax

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

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.

Revenue

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

Goods and Services Tax (GST)

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

Receivables and payables are stated inclusive of GST. The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the balance sheet.

LINUX AUSTRALIA INC
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2014

	2014	2013
	\$	\$
2 Trade and Other Receivables		
Current		
Other Debtors	909	909
Trade Debtors	77,021	5,750
GST on Supplies	-	2,490
	<u>77,930</u>	<u>9,149</u>
3 Retained Earnings		
Retained earnings at the beginning of the financial year	382,648	391,235
Net loss attributable to the association	(9,775)	(8,587)
Retained earnings at the end of the financial year	<u>372,873</u>	<u>382,648</u>

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STATEMENT BY MEMBERS OF THE COMMITTEE

The committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the committee the financial statements as set out on pages 1 to 8:

1. Presents a true and fair view of the financial position of Linux Australia Inc as at 30 September 2014 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Linux Australia Inc will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:

President: _____
Joshua Hesketh

Secretary: _____
Francois Marier

Dated this 6 day of January 2015

MEAGHER, HOWARD & WRIGHT
CERTIFIED PRACTISING ACCOUNTANTS
ABN 42 664 097 441

Suite 505
Level 5 / 55 Grafton Street
BONDI JUNCTION NSW 2022
PO Box 653
BONDI JUNCTION NSW 1355

PARTNERS

K.J. WRIGHT J.P. M.COMM. F.C.P.A.
G. MIDDLETON B.COMM. ACA

FINANCIAL PLANNING

MARK MAYCOCK

ASSOCIATE

L.J. HOWARD O.A.M. J.P. B Ec. F.C.P.A.

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greg@mhw.net.au

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF LINUX AUSTRALIA INC
56 987 117 479**

Report on the Financial Report

I have audited the accompanying financial report of Linux Australia Inc (the association) which comprises the statement of financial position as at 30 September 2014 and the statement of comprehensive income and statement of cash flows for the year ended on that date, a summary of significant accounting policies, other explanatory information and the statement by members of the committee.

Committee's Responsibility for the Financial Report

The committee of the association is responsible for the preparation and fair presentation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Associations Incorporation Act 2009 and for such internal control as the committee determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on the financial report based on my audit. I conducted my audit in accordance with Australian Auditing Standards. These Auditing Standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee, as well as evaluating the overall presentation of the financial report.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Auditor's Opinion

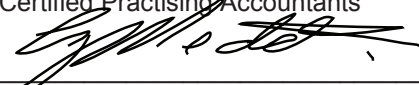
In my opinion:

The financial report of Linux Australia Inc is in accordance with the Associations Incorporation Act 2009 including:

- (i) giving a true and fair view of the Association's financial position as at 30 September 2014 and of their performance and cash flows for the year ended on that date; and
- (ii) complying with the Australian Accounting Standards.

Name of Firm: Meagher Howard & Wright
Certified Practising Accountants

Name of Director:



Greg Middleton ICAA 24953

Address: Suite 505, 55 Grafton Street BONDI JUNCTION NSW 2022

Dated this 6th day of January 2015

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CERTIFICATE BY MEMBERS OF THE COMMITTEE

I, Joshua Hesketh and I, Francois Marier certify that:

- (a) We are members of the committee of Linux Australia Inc.
- (b) We attended the annual general meeting of the association held on 12th January 2015.
- (c) We are authorised by the attached resolution of the committee to sign this certificate.

- (d) This annual statement was submitted to the members of the association at its annual general meeting.

Committee Member: _____
Joshua Hesketh

Committee Member: _____
Francois Marier

Dated this 6 day of January 2015