

**ELECTRONIC FRONTIERS AUSTRALIA INCORPORATED**  
**A.B.N. 35 050 159 188**

**FINANCIAL REPORT - 30 JUNE 2018**

**INDEX**

**Page**

1	Board of Management's Report
2	Board Members' Declaration
3	Statement of Profit or Loss and Other Comprehensive Income
4	Statement of Financial Position
5	Statement of Changes in Equity
6	Statement of Cash Flows
7 - 10	Notes to and Forming Part of the Financial Statements
11	Independent Auditor's Report to Members

## ELECTRONIC FRONTIERS AUSTRALIA INCORPORATED

### BOARD OF MANAGEMENT'S REPORT

Your board of management present its report on the financial statements of the Electronic Frontiers Australia Incorporated (the association) for the year ended 30 June 2018.

#### Board Members

The following persons were board members of the association during the whole of the financial period and up to the date of this report:

Lyndsey Jackson	Chair
Lachlan Simpson	Secretary
Shaun Haddrill	Treasurer
Alex Schlotzer	Board member
Stuart Greig	Board member
Richard Burleigh	Board member
Liam Pomfret	Board member
Peter Tonoli	Board member
Justin Warren	Board member

#### Principal Activities

The principal activities of the association is to promote and protect digital rights (civil liberties) in Australia.

#### Significant Changes

There are no significant changes in the nature of these activities during the financial year.

#### Operating Result

The profit after providing for income tax amounted to \$16,224.

#### Events Subsequent to the End of The Reporting Period

No matter or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the association, the results of those operations, or the state of affairs of the association in future financial years.

This report is made in accordance with a resolution of the board of management.



.....  
**Lyndsey Jackson**  
 Chair

Date: 21 November 2018

**ELECTRONIC FRONTIERS AUSTRALIA INCORPORATED****BOARD MEMBERS' DECLARATION**

The board members have determined that the association is not a reporting entity because there are no users dependant on general purpose financial reports. The board members have determined that this special purpose financial report should be prepared in accordance with the accounting policies described in Note 1 to the financial statements.

The board members of the association declare that:

1. The financial statements and notes set out on pages 3 to 10:
  - (a) present a true and fair view of the financial position of the Electronic Frontiers Australia Incorporated as at 30 June 2018 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of The Associations Incorporation Act (1985) ; and
  - (b) at the date of this statement there are reasonable grounds to believe the association will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the board of management.



.....  
**Lyndsey Jackson**  
Chair

Date: 21 November 2018

## ELECTRONIC FRONTIERS AUSTRALIA INCORPORATED

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 JUNE 2018

	Note	2018 \$	2017 \$
Revenue	2	69,997	75,332
Expenses	3	(53,773)	(81,350)
Operating surplus (deficit) before income tax		<u>16,224</u>	<u>(6,018)</u>
Income tax expense	1 (a)	-	-
<b>Operating surplus (deficit) after income tax</b>		<u><b>16,224</b></u>	<u><b>(6,018)</b></u>
Other comprehensive income		-	-
<b>Total comprehensive income for the year</b>		<u><b>16,224</b></u>	<u><b>(6,018)</b></u>

To be read in conjunction with the accompanying notes.

## ELECTRONIC FRONTIERS AUSTRALIA INCORPORATED

STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2018

	Note	2018 \$	2017 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	4	13,722	8,286
Trade and other receivables	5	-	1,303
<b>TOTAL CURRENT ASSETS</b>		<u><b>13,722</b></u>	<u><b>9,589</b></u>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment		-	248
<b>TOTAL NON-CURRENT ASSETS</b>		<u>-</u>	<u><b>248</b></u>
<b>TOTAL ASSETS</b>		<u><b>13,722</b></u>	<u><b>9,837</b></u>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	6	20,695	33,034
<b>TOTAL LIABILITIES</b>		<u><b>20,695</b></u>	<u><b>33,034</b></u>
<b>NET LIABILITIES</b>		<u><b>(6,973)</b></u>	<u><b>(23,197)</b></u>
<b>EQUITY</b>			
Accumulated deficit		<u><b>(6,973)</b></u>	<u><b>(23,197)</b></u>

To be read in conjunction with the accompanying notes.

**ELECTRONIC FRONTIERS AUSTRALIA INCORPORATED****STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2018**

	<b>Accumulated funds \$</b>
<b>Balance 30 June 2016</b>	(17,179)
Total comprehensive income for the year	(6,018)
<b>Balance 30 June 2017</b>	<u>(23,197)</u>
Total comprehensive income for the year	16,224
<b>Balance 30 June 2018</b>	<u>(6,973)</u>

To be read in conjunction with the accompanying notes.

## ELECTRONIC FRONTIERS AUSTRALIA INCORPORATED

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 30 JUNE 2018

	Note	2018 \$	2017 \$
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Receipts from customers		56,187	76,568
Payments to suppliers and employees		(46,968)	(76,831)
Interest paid		(3,783)	(1,426)
Net cash generated from (used in) operating activities	7	<u>5,436</u>	<u>(1,689)</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Payments for property, plant and equipment		-	(248)
Net cash used in investing activities		<u>-</u>	<u>(248)</u>
Net increase / (decrease) in cash and cash equivalents held		5,436	(1,937)
Cash and cash equivalents at beginning of the financial year		8,286	10,223
Cash and cash equivalents at end of the financial year	4	<u>13,722</u>	<u>8,286</u>

To be read in conjunction with the accompanying notes.

## ELECTRONIC FRONTIERS AUSTRALIA INCORPORATED

### NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

#### 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

In the board members' opinion, Electronic Frontiers Australia Incorporated (the association) is not a reporting entity because there are no users dependent on general-purpose financial statements. These are special purpose financial statements that have been prepared for the sole purpose of complying with The Associations Incorporation Act (1985) requirements to prepare financial statements and must not be used for any other purpose. The board members have determined that the accounting policies adopted are appropriate to meet the needs of the members.

#### ***Basis of Preparation***

The financial statements have been prepared in accordance with the requirement of the The Associations Incorporation Act (1985), and the following Australian Accounting Standards:

- AASB 101: Presentation of Financial Statements
- AASB 107: Statement of Cash Flows
- AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors
- AASB 1048: Interpretation and Application of Standards
- AASB 1054: Australian Additional Disclosures

No other Accounting Standards or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The financial statements have been prepared on an accruals basis in accordance with the historical cost convention and do not take into account changing money values or, except where specifically stated, current valuations of non-current assets. The accounting policies adopted are consistent with those of the previous year.

The financial statements are presented in Australian dollars which is the association's functional and presentational currency. Comparative information reflects the reviewed 2017 financial statements. Certain comparative amounts have been reclassified to conform with current year's presentation.

#### ***Going Concern***

The financial statements have been prepared on a going concern basis, which contemplates the continuation of normal business operations and the realisation of assets and settlement of liabilities in the normal course of business.

At 30 June 2018 the association had a deficiency in net current assets of \$6,973.

The association expects to receive income from sales, membership and sponsorship subsequent to year end to meet its operational outflows and existing liabilities.

The board members have prepared the financial statements of the association on a going concern basis as they consider the various funding streams available to the association are sufficient to ensure the association has sufficient working capital available to meet its obligations without compromising its ability to continue as a going concern.

#### ***Material Accounting Policies***

The following is a summary of the material accounting policies adopted by the association in the preparation of the financial statements. The accounting policies have been consistently applied, unless otherwise stated.

##### **(a) Tax**

The association is, by virtue of Section 50-10 of the Income Tax Assessment Act 1997, exempt from liability to pay income tax.

**ELECTRONIC FRONTIERS AUSTRALIA INCORPORATED****NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2018****1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****(b) Trade and other receivables**

All trade debtors are recognised at the amounts receivable as they are due for settlement within 30 days. Collectability of trade debtors is reviewed on an ongoing basis. Debts, which are known to be uncollectable, are written off. An allowance for impaired debts is raised where some doubt as to collection exists.

**(c) Trade and other payables**

These amounts represent liabilities for goods and services provided to the association prior to the end of the financial year and which are unpaid. The amounts are unsecured and usually payable within 30 days of recognition.

**(d) Cash and cash equivalents**

For purposes of the statement of cash flows, cash includes deposits at call which are readily convertible to cash on hand and which are used in the cash management function on a day to day basis, net of outstanding bank overdrafts.

**(e) Impairment of assets**

At the end of each reporting period, the association reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of profit or loss and other comprehensive income.

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

**(f) Goods and services tax**

The association is not registered for goods and services tax (GST). Revenues, expenses and assets are recognised inclusive of the amount of GST.

Receivables and payables are stated with the amount of GST included.

**(g) Revenue**

Revenue from the provision of services is recognised upon the delivery of services to customers.  
Revenue from the sale of goods is recognised upon the delivery of goods to customers.  
Interest revenue is recognised taking into account the interest rates applicable to the financial assets.

**ELECTRONIC FRONTIERS AUSTRALIA INCORPORATED****NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2018****1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****(h) New accounting standards for application in future periods**

New accounting standards for application in future periods are not expected to have a significant impact on the association.

**(i) Adoption of new and revised Accounting Standards**

New and revised accounting standards issued between the previous financial statements and the current reporting date did not have a material impact on the association.

**Critical Accounting Estimates and Judgements**

The board members evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained externally and within the association.

There were no significant estimates or judgements used by the board members in the preparation of these financial statements.

## ELECTRONIC FRONTIERS AUSTRALIA INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2018

	2018	2017
	\$	\$
<b>2 REVENUE</b>		
Donations and general revenue	28,778	50,295
Membership income	25,842	11,081
Other	15,377	13,956
	<u>69,997</u>	<u>75,332</u>
<b>3 Expenses</b>		
Salaries and wages	33,397	50,319
Administration and other expenses	16,345	29,605
Depreciation	248	-
Interest expense	3,783	1,426
	<u>53,773</u>	<u>81,350</u>
<b>4 Cash and cash equivalents</b>		
Cash at bank	11,731	8,141
Paypal account	1,991	145
	<u>13,722</u>	<u>8,286</u>
<b>5 TRADE AND OTHER RECEIVABLES</b>		
Trade debtors	-	1,303
	<u>-</u>	<u>1,303</u>
<b>6 TRADE AND OTHER PAYABLES</b>		
Superannuation payable	12,621	4,075
Trade creditors	-	423
PAYG withholding payable	4	23,733
Other payables	8,070	4,803
	<u>20,695</u>	<u>33,034</u>
<b>7 RECONCILIATION OF OPERATING SURPLUS / (DEFICIT) AFTER INCOME TAX TO NET CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Operating surplus / (deficit) after income tax	16,224	(6,018)
Depreciation expense	248	-
Decrease in trade and other receivables	1,303	1,236
(Decrease) / increase in trade and other payables	(12,339)	3,093
	<u>5,436</u>	<u>(1,689)</u>
<b>8 SUBSEQUENT EVENTS</b>		

There are no matters or circumstances, which have arisen since the end of the financial year, that have significantly affected, or may significantly affect, the operations of the company, the results of those operations or the state of affairs of the company in future years.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ELECTRONIC FRONTIERS AUSTRALIA INCORPORATED**

### **Opinion**

We have audited the financial report of Electronic Frontiers Association Incorporated (the Association), which comprises the statement of financial position as at 30 June 2018, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and board members' declaration.

In our opinion, the accompanying financial report presents fairly, in all material respects, the financial position of the Association as at 30 June 2018, and its financial performance and its cash flows for the year then ended in accordance with the Associations Incorporation Act 1985.

### **Basis for Opinion**

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Association in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

### **Emphasis of Matter – Basis of Accounting**

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Electronic Frontiers Association Incorporated to meet the requirements of the Associations Incorporation Act 1985. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

### **Other Matter**

The financial report for the year ended 30 June 2017 has not been audited.

### **Responsibilities of Board Members**

Board members are responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the Associations Incorporation Act 1985 and for such internal control as board members determine is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

#### **CHARTERED ACCOUNTANTS & ADVISORS**

Level 21, 307 Queen Street  
Brisbane QLD 4000  
GPO Box 563  
Brisbane QLD 4001  
Telephone: +61 7 3229 5100  
Williambuck.com

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

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

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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.

A further description of our responsibilities for the audit of these financial statements is located at the Auditing and Assurance Standards Board website at:

<http://www.auasb.gov.au/Pronouncements/Australian-Auditing-Standards/Auditors-Responsibilities.aspx>

This description forms part of our independent auditor's report.

*William Buck*  
**William Buck (Qld)**  
ABN 21 559 713 106

*M. Monaghan*  
**M J Monaghan**  
Director

Date: 21 November 2018