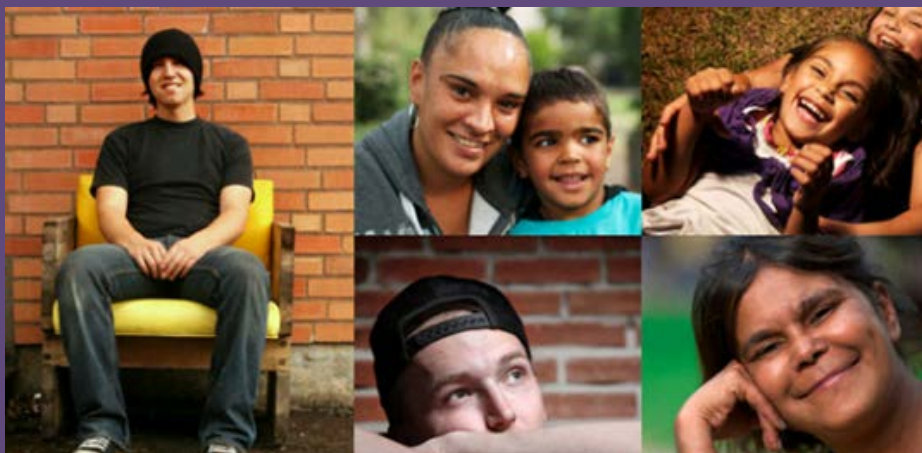


Annual Report 30 June 2017



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From the Chair....

In my first year as the Chair of the Board of Indigo Junction I have witnessed and experienced the work undertaken by Indigo Junction and the diverse networks that support our services. Our consumers' wellbeing and interests are at the heart of all we do, and support our Mission: 'Homelessness is not OK'.

I would like to acknowledge my fellow board members, and in particular the previous chair, Mr Peter Andrew, and to thank them for their ongoing support. I particularly wish to thank long-serving board member Mr Kendrick Duffy, who resigned after many years of service to Swan Emergency Services, now Indigo Junction. Our special thanks to previous members, Ms Sue Theunissen, Ms Megan Uren and Mrs Natalie Dawe. After 16 years at the helm and overseeing the growth and development of the organisation, leaving the organisation in a strong financial state for future developments, Mr Don Tunnicliffe, CEO, resigned in July 2017. My thanks go to Mr David Parkhouse, former board member who stepped in as interim CEO and who was recently been appointed CEO following a search and recruitment process facilitated by an external consultant.

Throughout 2016/17 Indigo Junction has focussed on renewal, governance and ensuring that services for homeless youth and families can continue and provide the positive outcomes that are our benchmark. The achievements of this year were in large dependent on funding from both federal and state governments and the outstanding work of the Indigo Junction staff. On behalf of the Board, I thank them all for their commitment to people who are homeless or at risk of homelessness.

Throughout the last year, Indigo Junction has provided accommodation and support to 132 individuals in 27 families through our Family Service. 70 young people were provided with support and education through our Youth Service. In addition, Indigo Junction provided 1093 instances of Emergency Relief, Financial Counselling to 367 people, adult literacy education to 73 people, linked 30 Aboriginal men with our Strong Fathers program and a further 40 to our work readiness program, provided housing support to 45 people, and supported 1359 requests for support through our Karnany Service Centre. The overwhelming majority of our customers identify as Aboriginal.

Indigo Junction has attracted and appointed a number of new board members and we look forward to utilising the skills and expertise of those members to ensure Indigo Junction remains able to deliver services into the future. In times of fiscal constraint and uncertainty of ongoing funding it is important that we continue to create opportunities for growth, development and innovation including the development of a wider choice of accommodation options for low income youth and families in the Midland area, coupled with the growing need to provide associated counselling, training and support services.

I look forward to working with our clients, staff, State and Federal Governments and other key stakeholders in the year ahead.



Lynne Evans, Chair

24 October 2017

From the Chief Executive Officer

My appointment from interim to Chief Executive Officer took effect on 21st August 2017, and my first task therefore must be to acknowledge the contribution that Don Tunnicliffe, who stepped down as CEO in July this year, has made to Indigo Junction during his 16 years of service with the association.

Indigo Junction has continued to build upon its solid reputation as an effective service provider servicing the needs of the local community with an exceptional record of helping those with challenging needs. We are fortunate indeed to have enthusiastic, skilled and dedicated teams at each of our Youth, Family and Karnany (service hub) centres.

During the year we have progressed a number of strategic initiatives including:

- Partnering with YACWA and ECU on the Transformative Evaluation Research Project, an international measurement approach launched by the Minister for Housing & Youth.
- Our LIFT program, developed by Indigo Junction to assist youth leaving care and which we jointly funded with the Department of Attorney General will now be funded by the Department until June 2018 while the broader Out of Home Care reform and tender process is developed. We are well positioned to respond to this upcoming tender, expected to occur in [insert date].
- Our Strong Fathers program has been endorsed by the Department of Social Services as Emerging Practice and we will continue to work towards the program being classified as Evidenced Based throughout the next contract period.
- Our Program Manager Sharon Gough undertook a Churchill Fellowship Project to investigate international leaving care programs for young people in New Zealand and Canada, particularly first nations' young people. She has recently completed presentations of her findings to the Assistant Director General and Corporate Executive at the CPFS.

On a personal note, I am excited to have joined such a long-standing organisation with an enviable record of helping the most vulnerable members of our community, and see in Indigo Junction great potential to grow and develop innovative means of providing our unique and effective blend of accommodation and support services designed to assist our clients in achieving social independence.



David Parkhouse, Chief Executive Officer

24 October 2017



Indi – NEWS!

Highlights! Indi House (formerly Snow Bennett Youth Service) turned 30 in August 2017! Young people organised a great celebration with good food, funky music from the 80s onwards and homemade chocolate cake.

NAIDOC Week celebrations and the Karnany Homeless Prevention Week event were hugely successful. Each year dedicated staff pull together truly meaningful and successful events.

The fabulous team of volunteers from Building Belonging Inc. (with help from Indigo Junction volunteer clients and staff) have transformed the outdoor area at the Family Service. The team have created a fresh new space that is perfect for social gatherings and group work.

Staff movements...It was with sadness that we farewelled our CEO of 16 years, Don Tunnicliffe. Don's dedication, vast knowledge of the sector and commitment to preventing homelessness will be remembered by us all. We wish Don all the best in his future pursuits.

Also retiring this year was Lorane Tremeer, our long-serving bookkeeper. We will miss Lorene's dedication and meticulous attention to detail.

We are proud of our staff achievements

Jack Macale, our Yard Crew Co-ordinator was a finalist in the National Employment Services Association (NESA) Achiever of the Year Award. Jack travelled to Melbourne to collect his certificate.



Jonathan Blurton, our Strong Fathers worker was recently awarded his Certificate 3 in Alcohol & Drug

Counselling in a special ceremony featuring the Minister for Mental Health Roger Cook.

Program Manager, Sharon Gough, travelled to New Zealand and Canada as a Churchill Fellow to investigate leaving care programs for young people that assist in preventing homelessness. Sharon has returned inspired and her knowledge and learnings add to Indigo Junction's skills base.

THANKS to our funding partners:

Department of Communities:

Child Protection & Family Support and Housing Authority Midland.

Department of Social Services,
Lotterywest,



Department of Education WA,
At Work Employment,
Indigenous Advancement
Strategy,
Mental Health Commission.

What our clients say

"I have never had better support with any other service. This is the best here."
Family Service

"I would like to thank the staff for the support that they have given for my stay in helping myself and my family through hardship." Family Service

"This service has helped me emotionally and has given me the confidence to do things I wouldn't have been able to do in the past. They also linked me with many services that have had a massive positive impact on my life." Family Service

"The (youth) service is very helpful and chilled out, unlike most of the services that kick you out for the smallest thing" Youth Service

"Everyone is awesome and looks after the clients in the house and the externals"
Youth Service

What we say

Homelessness is not OK! Everyone deserves a safe place to live and grow.

Every year, Indigo Junction advocates for people experiencing homelessness and raises awareness and a broader understanding of homelessness in the local community.

- We have hosted a Homelessness Week 2017 event at Karnany, NAIDOC stand at NAIDOC Week Midland and participated in other events to create awareness, such as the White Ribbon Day event.
- We have promoted awareness of homelessness and our services through seven positive web posts and a newsletter.
- Staff have attended and actively participated in a range of forums and networking meetings on issues impacting on housing availability, affordability and homelessness.
- We have developed an evidence base for our Strong Fathers Aboriginal Fathers Support and will be commencing formal evaluation in September 2017.

General Purpose Financial report for the year ended 30 June 2017

Report of the Board

The Board of Indigo Junction Incorporated (Indigo Junction) present their Report together with the financial statements of Indigo Junction (the Association) for the year ended 30 June 2017 and the Independent Audit Report thereon.

Board details

The following persons were Board members of Indigo Junction at the date of this report:

Lynne Evans (board member since 1 July 2012 and appointed Chair on 19 October 2016)

Lynne Evans is the retired CEO of St Bartholomew's House and holds BSc, Nursing and Post-Graduate Diploma in Management. Lynne has chaired and been involved with many not for profit boards focusing on services for homelessness or disability. Lynne received the Centenary and John Curtin Medals for her services to the community.

Ron Mell (appointed 18 July 2017 and appointed Deputy Chair 15 August 2017)

Ron Mell is a specialist consultant to the not for profit industry and is retired CEO of YMCA Australia and several other YMCA businesses. Ron's qualifications include Grad Dip Social Impact Measurement, GAICD and Ass Accounting, and is a member of the Finance & Audit committee.

Peter Andrew (appointed 1 August 2012 and appointed Secretary 15th May 2017)

Peter Andrew is a Director of ANSON Management Consultancy and has previously held CEO and CIO level positions in banking, finance, advertising and not for profit. Peter has been involved many community sector boards including in disability, youth, education and social services, and is Board secretary.

Max Cozijn (appointed 18 July 2017)

Max Cozijn is an experienced public company Finance Director and holds a BCom (UWA), CPA qualifications and is a member of the AICD and is on the board of two ASX listed companies, and Chairs the Finance & Audit Committee.

Pippa Marando (appointed 18 July 2017)

Pippa Marando is Deputy Company Secretary for a publicly listed oil & gas company and holds M Law, MBA and GAICD and is a member of the Governance & Risk committee.

Paul McMullan (appointed 27 April 2017)

Paul McMullan is Chief Executive Officer of Outcare and a director of WACOSS and a previous Director of Acacia Prison and WANADA. Paul's qualifications include MA, Crime, Deviance and Social Policy and GAICD, and is a member of the Governance & Risk committee.

Karen Roberts (appointed 18 July 2017)

Karen Roberts is Director of Human Resources for a large state government organisation and holds MHR, MPP, OHS and GAICD qualifications, and is Chair of the Governance & Risk committee.

Nikki Rollason (appointed 18 July 2017)

Nikki Rollason is a Practice Manager for a legal firm and holds B Laws and BA, and Sociology qualifications, and is a member of the Governance & Risk committee.

Bill Thorne (appointed 15 August 2017)

Is General Manager, WA & SA for Commonwealth Bank Private Banking and holds MBA, Dip FP and MAICD qualifications, and is a member of the Finance & Audit committee.

Joanne Watt (appointed 15 March 2017)

Joanne is a member of the Institute of Chartered Accountants and hold a BCom and BSc qualifications. She is currently on Maternity Leave from her role as General Manager, of Finance at Programmed within the workforce team. Joanne is member of the Governance & Risk committee and commenced a leave of absence from the Board on 18/7/2017.

Secretary

Peter Andrew is the Secretary of the Association. Peter has been the Association Secretary of Indigo Junction since 15th May 2017 and was Chairman until 19 October 2016.

Chief Executive Officer

Mr Don Tunncliffe was CEO for the period ending 7 July 2017 after 16 years of service.

David Parkhouse was appointed the interim CEO on 29 May 2017 then the permanent CEO from 21 August 2017. David was a Board member from 16 September 2015 to 16 August 2017. David had a leave of absence from the board during the CEO recruitment process from 15 May 2017 until 16 August 2017. He has a BA (Hons) in Business Studies from Middlesex University UK and is an experienced leader of over 20 years' as a manager and consultant in the resources and public sectors.

Principal activities

During the year, the principal activities of Indigo Junction was the provision of safe and supported accommodation in the greater Perth area including the development of a wider choice of accommodation options for low income youth and families coupled with the growing need to provide associated counselling, training and support services.

There have been no significant changes in the nature of these activities during the year.

During the year Swan Emergency Accommodation Inc. changed its name to Indigo Junction Incorporated and adopted a new Constitution and Charter in accordance with the new Associations Incorporations Act 2015, with effect as from 1 November 2016.

Operating Results

The net profit of Indigo Junction for the financial year ended 30 June 2017 amounted to \$33,167 (2016 \$184,107) this result was achieved on total revenues of \$2,771,613 (2016 \$2,855,735) with continuing funding support from a range of grants with a significant contribution from the Department of Communities. With the growth in the provision of our support services our total operating costs for the year were \$2,738,448 (2016 \$2,671,628).

A review of the operations of the Association during the financial year are contained in the reports of the Chair and the Chief Executive Officer preceding this report.

Vision, Mission and Values

We believe that:

Everyone has the right to a safe place to live and grow.

Homelessness is not ok!

We will:

Offer safe, secure and affordable housing.

Promote independence, education and personal development.

Build capacity for social and economic participation.

Our service is:

Dedicated -our team is caring and compassionate.

Accepting - we respect and value the beliefs and life experiences of others.

Creative - we provide a service which is tailored to individual needs.

Informed - our team has the skills and knowledge required to support positive change.

Board meetings and resignations

The number of meetings of Directors (including meetings of committees of the Board) held during the year, and the number of meetings attended by each Director, are as follows:

Director	Date appointed	Date resigned	Eligible meetings	Meetings attended
Lynne Evans	1/07/2012	-	15	14
Peter Andrew	1/08/2012	-	15	14
Paul McMullan	27/04/2017	-	2	2
Ken Duffy	1984	5/05/2017	10	6
Sue Theunissen	29/10/2013	27/04/2017	9	6
Jo Watt	15/03/2017	*	3	3
Megan Uren	17/12/2014	5/03/2017	8	5
Natalie Dawe	21/05/2014	6/07/2017	15	13
David Parkhouse	16/12/2015	16/08/2017**	11	10

* Jo Watt commenced a leave of absence on 18/7/2017 for maternity leave.

** David Parkhouse took a leave of absence from the Board from 15 May 2017 until his permanent appointment as CEO on 16/8/17 when he resigned from the Board.

Under clause 37 of the Constitution of the Association, each Board member holds office until all board positions are declared vacant at the next Annual General Meeting.

Insurance of Board members and Officers

During the financial year, the Association paid a premium to insure the Board members and officers of Indigo Junction against certain liabilities incurred in that capacity. Disclosure of the nature of the liability covered by and the amounts of the premiums payable for such insurance is subject to confidentiality.

Auditor's Independence Declaration

A copy of the Auditor's Independence Declaration as required under s.60-40 of the Australian Charities and Not- for-profits Commission Act 2012 and section 80 of the Associations Incorporation Act 2015 is included in page 4 of this financial report and forms part of the Board's Report.

Signed in accordance with a resolution of the Board.



Lynne Evans

Chair

24 October 2017

Auditor's Independence Declaration

AUDITOR'S INDEPENDENCE DECLARATION

To the Board of Indigo Junction Incorporated

In accordance with the requirements of section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012 and section 80 of the Associations Incorporation Act 2015, as lead auditor for the audit of Indigo Junction Incorporated for the year ended 30 June 2017, I declare that, to the best of my knowledge and belief, there have been:

- (a) No contraventions of the auditor independence requirements of the 60-40 of the Australian Charities and Not-for-profits Commission Act 2012 in relation to the audit;
- (b) No contraventions of the auditor independence requirements of section 80 of the Associations Incorporation Act 2015 (WA) in relation to the audit; and
- (c) No contraventions of any applicable code of professional conduct in relation to the audit.

AUSTRALIAN AUDIT Pty Ltd
Chartered Accountants



Robert Campbell CA, CPA
Registered Company Auditor
Director

Perth, 24 October 2017

Statement of Profit or Loss and Other Comprehensive Income

	Notes	2017	2016
		\$	\$
Client income		203,866	179,915
Grants		2,489,628	2,511,059
Investment income		6,997	19,092
Other		71,122	145,669
Total revenue from operating activities		2,771,613	2,855,735
Employment	11.1	(2,058,803)	(1,965,530)
Administration		(221,110)	(354,257)
Program		(79,020)	(51,458)
Emergency relief		(129,172)	(89,942)
Property		(187,460)	(112,426)
Transport and travel		(28,059)	(36,927)
Depreciation		(34,673)	(41,229)
Finance costs		(149)	(199)
Asset write off		-	(19,660)
Total expenses from operating activities		(2,738,446)	(2,671,628)
Profit from operating activities		33,167	184,107
Other comprehensive income			
Asset revaluation		-	(115,606)
Total comprehensive income		33,167	68,501

This statement should be read in conjunction with the notes to the financial statements

Statement of Financial Position

	Notes	2017 \$	2016 \$
Current assets			
Cash and cash equivalents	4	1,062,019	1,035,793
Receivables	5	1,734	200
Other assets	9	48,778	19,607
Total current assets		1,112,531	1,055,600
Non-current assets			
Property, plant and equipment	7	2,682,108	2,713,897
Intangible assets	8	20,636	5,555
Total non-current assets		2,702,744	2,719,452
Total assets		3,815,275	3,775,052
Current liabilities			
Payables	10	75,810	55,522
Other liabilities	13	38,506	5,820
Current Provisions	11.2	229,182	271,723
Total current liabilities		343,498	333,065
Non-current liabilities			
Borrowings	12	606	457
Non-current Provisions	11.2	26,421	29,947
Total non-current liabilities		27,027	30,404
Total liabilities		370,525	363,469
Net assets		3,444,750	3,411,583
Equity			
Retained earnings		2,350,600	2,317,433
Reserves	14	1,094,150	1,094,150
Total equity		3,444,750	3,411,583

This statement should be read in conjunction with the notes to the financial statements

Statement of Changes in Equity

	Retained earnings	Revaluation reserve	Discretionary reserves	Total
	\$	\$	\$	\$
Balance at 1 July 2015	2,191,326	755,997	395,759	3,343,082
Total comprehensive income for the 2016 year	184,107	-	-	184,107
Asset revaluation	-	(115,606)	-	(115,606)
Transfer to reserves	(58,000)	-	58,000	-
Balance at 30 June 2016	2,317,433	640,391	453,759	3,411,583
Total comprehensive income for the 2017 year	33,167	-	-	33,167
Balance at 30 June 2017	2,350,600	640,391	453,759	3,444,750

This statement should be read in conjunction with the notes to the financial statements

Statement of Cash Flows

	Notes	2017	2016
		\$	\$
Cash flows from operating activities			
Receipts from operations		2,771,847	2,847,972
Payments to suppliers and employees		(2,721,623)	(2,525,618)
Net cash generated by operating activities	20	50,224	322,354
Cash flows from investing activities			
Acquisition of property, plant and equipment		(156,236)	(889,171)
Proceeds from disposal of property, plant and equipment		125,092	167,062
Interest received		6,997	19,092
Net cash used in investing activities		(24,147)	(703,017)
Cash flows from financing activities			
Proceeds from borrowings		150	200
Net cash generated by financing activities		150	200
Net increase/(decrease) in cash and cash equivalents		26,227	(380,463)
Cash and cash equivalents at the beginning of the financial year		1,035,792	1,416,255
Cash and cash equivalents at the end of the financial year		1,062,019	1,035,792

This statement should be read in conjunction with the notes to the financial statements

Notes to the Financial Statements

1 General information and statement of compliance

The financial report includes the financial statements and notes of Indigo Junction Incorporated, an association incorporated in Western Australia under the Associations Incorporation Act 2015.

These financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the Australian Charities and Not-for-profits Commission Act 2012. Indigo Junction is a not-for-profit entity for the purpose of preparing the financial statements.

The financial statements for the year ended 30 June 2017 were approved and authorised for issue by the Board on 24 October 2017.

2 Changes in accounting policies

2.1 New and revised standards that are effective for these financial statements

A number of new and revised standards became effective for the first time to annual periods beginning on or after 1 July 2016. Information on the more significant standard(s) is presented below.

AASB 2014-3 Amendments to Australian Accounting Standards – Accounting for Acquisitions of Interests in Joint Operations

The amendments to AASB 11 Joint Arrangements state that an acquirer of an interest in a joint operation in which the activity of the joint operation constitutes a 'business', as defined in AASB 3 Business Combinations, should:

- apply all of the principles on business combinations accounting in AASB 3 and other Australian Accounting Standards except principles that conflict with the guidance of AASB 11. This requirement also applies to the acquisition of additional interests in an existing joint operation that results in the acquirer retaining joint control of the joint operation (note that this requirement applies to the additional interest only, i.e. the existing interest is not re-measured) and to the formation of a joint operation when an existing business is contributed to the joint operation by one of the parties that participate in the joint operation
- provide disclosures for business combinations as required by AASB 3 and other Australian Accounting Standards.

AASB 2014-3 is applicable to annual reporting periods beginning on or after 1 January 2016. The adoption of these amendments has not had a material impact on the Indigo Junction.

AASB 2014-4 Amendments to Australian Accounting Standards – Clarification of Acceptable Methods of Depreciation and Amortisation

The amendments to AASB 116 prohibit the use of a revenue-based depreciation method for property, plant and equipment. Additionally, the amendments provide guidance in the application of the diminishing balance method for property, plant and equipment.

The amendments to AASB 138 present a rebuttable presumption that a revenue-based amortisation method for intangible assets is inappropriate. This rebuttable presumption

can be overcome (i.e. a revenue-based amortisation method might be appropriate) only in two (2) limited circumstances:

- the intangible asset is expressed as a measure of revenue, for example when the predominant limiting factor inherent in an intangible asset is the achievement of a revenue threshold (for instance, the right to operate a toll road could be based on a fixed total amount of revenue to be generated from cumulative tolls charged); or
- when it can be demonstrated that revenue and the consumption of the economic benefits of the intangible asset are highly correlated.

AASB 2014-4 is applicable to annual reporting periods beginning on or after 1 January 2016.

The adoption of these amendments has not had a material impact on Indigo Junction.

AASB 2014-9 Amendments to Australian Accounting Standards – Equity Method in Separate Financial Statements

The amendments introduce the equity method of accounting as one of the options to account for an entity's investments in subsidiaries, joint ventures and associates in the entity's separate financial statements.

AASB 2014-9 is applicable to annual reporting periods beginning on or after 1 January 2016. The adoption of these amendments has not had a material impact on Indigo Junction

AASB 2015-2 Amendments to Australian Accounting Standards – Disclosure Initiative: Amendments to AASB 101

The Standard makes amendments to AASB 101 Presentation of Financial Statements arising from the IASB's Disclosure Initiative project. The amendments:

- clarify the materiality requirements in AASB 101, including an emphasis on the potentially detrimental effect of obscuring useful information with immaterial information
- clarify that AASB 101's specified line items in the statement(s) of profit or loss and other comprehensive income and the statement of financial position can be disaggregated
- add requirements for how an entity should present subtotals in the statement(s) of profit and loss and other comprehensive income and the statement of financial position
- clarify that entities have flexibility as to the order in which they present the notes, but also emphasize that understandability and comparability should be considered by an entity when deciding that order
- remove potentially unhelpful guidance in AASB 101 for identifying a significant accounting policy. AASB 2015-2 is applicable to annual reporting periods beginning on or after 1 January 2016.

The adoption of these amendments has not had a material impact on Indigo Junction.

3 Summary of accounting policies

3.1 Overall considerations

The significant accounting policies that have been used in the preparation of these financial statements are summarised below.

The financial statements have been prepared using the measurement bases specified by Australian Accounting Standards for each type of asset, liability, income and expense. The measurement bases are more fully described in the accounting policies below.

3.2 Revenue

Revenue comprises revenue from the sale of goods, government grants, fundraising activities and client contributions.

Revenue is measured by reference to the fair value of consideration received or receivable by Indigo Junction for goods supplied and services provided, excluding sales taxes, rebates, and trade discounts.

Revenue is recognised when the amount of revenue can be measured reliably, collection is probable, the costs incurred or to be incurred can be measured reliably, and when the criteria for each of Indigo Junction's different activities have been met. Details of the activity-specific recognition criteria are described below.

Government grants

A number of Indigo Junction's programs are supported by grants received from the federal, state and local governments. If conditions are attached to a grant which must be satisfied before Indigo Junction is eligible to receive the contribution, recognition of the grant as revenue is deferred until those conditions are satisfied.

Where a grant is received on the condition that specified services are delivered, to the grantor, this is considered a reciprocal transaction. Revenue is recognised as services are performed and at year-end until the service is delivered.

Revenue from a non-reciprocal grant that is not subject to conditions is recognised when Indigo Junction obtains control of the funds, economic benefits are probable and the amount can be measured reliably. Where a grant may be required to be repaid if certain conditions are not satisfied, a liability is recognised at year end to the extent that conditions remain unsatisfied.

Where Indigo Junction receives a non-reciprocal contribution of an asset from a government or other party for no or nominal consideration, the asset is recognised at fair value and a corresponding amount of revenue is recognised.

Client contributions

Fees charged for care or services provided to clients are recognised when the service is provided.

Donations and bequests

Donations collected, including cash and goods for resale, are recognised as revenue when Indigo Junction gains control, economic benefits are probable and the amount of the donation can be measured reliably.

Interest

Interest income is recognised on an accrual basis using the effective interest method.

3.4 Operating expenses

Operating expenses are recognised in profit or loss upon utilisation of the service or at the date of their origin.

3.5 Intangible assets

Acquired intangible assets

Acquired computer software licences are capitalized 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 as described in Note 3.8. The following useful lives are applied

- software: 3-5 years

Amortisation has been included within depreciation and amortization. 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.

3.6 Property, plant and equipment

Land

Land held for use in service delivery or administration is stated at re-valued amounts. Revalued amounts are fair market values based on appraisals prepared by external professional valuers once every two (2) years or more frequently if market factors indicate a material change in fair value.

Any revaluation surplus arising upon appraisal of land is recognised in other comprehensive income and credited to the revaluation reserve in equity. To the extent that any revaluation decrease or impairment loss has previously been recognised in profit or loss, a revaluation increase is credited to profit or loss with the remaining part of the increase recognised in other comprehensive income. Downward revaluations of land are recognised upon appraisal or impairment testing, with the decrease being charged to other comprehensive income to the extent of any revaluation surplus in equity relating to this asset and any remaining decrease recognised in profit or loss. Any revaluation surplus remaining in equity on disposal of the asset is transferred to retained earnings.

As no finite useful life for land can be determined, related carrying amounts are not depreciated.

Buildings, plant and other equipment

Buildings, plant and other equipment (comprising fittings and furniture) are initially recognised at acquisition cost or manufacturing cost, including any costs directly attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the manner intended by Indigo Junction's management.

Buildings, plant and other equipment are subsequently measured using the cost model, cost less subsequent depreciation and impairment losses.

Depreciation is recognised on a straight-line basis to write down the cost less estimated residual value of buildings, plant and other equipment. The following useful lives are applied:

- buildings: 20 years

- plant and equipment: 5 years
- computer hardware: 5 years
- motor vehicles: 3-4 years
- office equipment: 5 years

Material residual value estimates and estimates of useful life are updated as required, but at least annually. Gains or losses arising on the disposal of property, plant and equipment are determined as the difference between the disposal proceeds and the carrying amount of the assets and are recognised in profit or loss within other income or other expenses.

3.8 Impairment testing of intangible assets and property, plant and equipment

For impairment assessment purposes, assets are grouped at the lowest levels for which there are largely independent cash inflows (cash-generating units). As a result, some assets are tested individually for impairment and some are tested at cash-generating unit level. Goodwill is allocated to those cash-generating units that are expected to benefit from synergies of the related business combination and represent the lowest level within Indigo Junction at which management monitors goodwill.

Cash-generating units to which goodwill has been allocated (determined by Indigo Junction's management as equivalent to its operating segments) are tested for impairment at least annually. All other individual assets or cash-generating units are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable.

An impairment loss is recognised for the amount by which the asset's or cash-generating unit's carrying amount exceeds its recoverable amount, which is the higher of fair value less costs to sell and value-in-use. To determine the value-in-use, management estimates expected future cash flows from each cash-generating unit and determines a suitable interest rate in order to calculate the present value of those cash flows. The data used for impairment testing procedures are directly linked to Indigo Junction's latest approved budget, adjusted as necessary to exclude the effects of future reorganisations and asset enhancements. Discount factors are determined individually for each cash-generating unit and reflect management's assessment of respective risk profiles, such as market and asset-specific risks factors.

Where the future economic benefits of an asset are not primarily dependent on the asset's ability to generate net cash inflows and where the entity would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement cost of the asset. Impairment losses for cash-generating units reduce first the carrying amount of any goodwill allocated to that cash-generating unit. Any remaining impairment loss is charged pro rata to the other assets in the cash-generating unit. With the exception of goodwill, all assets are subsequently reassessed for indications that an impairment loss previously recognised may no longer exist. An impairment charge is reversed if the cash-generating unit's recoverable amount exceeds its carrying amount.

3.9 Financial instruments

Recognition, initial measurement and derecognition

Financial assets and financial liabilities are recognised when Indigo Junction becomes a party to the contractual provisions of the financial instrument, and are measured initially at fair value adjusted by transactions costs, except for those carried at fair value through profit or loss, which are initially measured at fair value. Subsequent measurement of financial assets and financial liabilities are described below.

Financial assets are derecognised when the contractual rights to the cash flows from the financial asset expire, or when the financial asset and all substantial risks and rewards are transferred. A financial liability is derecognised when it is extinguished, discharged, cancelled or expires.

3.10 Classification and subsequent measurement of financial assets

For the purpose of subsequent measurement, financial assets other than those designated and effective as hedging instruments are classified into the following categories upon initial recognition:

- loans and receivables

The category determines subsequent measurement and whether any resulting income and expense is recognised in profit or loss or in other comprehensive income.

All financial assets are subject to review for impairment at least at each reporting date to identify whether there is any objective evidence that a financial asset or a Indigo Junction of financial assets is impaired. Different criteria to determine impairment are applied for each category of financial assets, which are described below.

All income and expenses relating to financial assets that are recognised in profit or loss are presented within finance costs or finance income, except for impairment of trade receivables which is presented within other expenses.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial recognition, these are measured at amortised cost using the effective interest method, less provision for impairment. Discounting is omitted where the effect of discounting is immaterial. Indigo Junction's trade and most other receivables fall into this category of financial instruments.

Individually significant receivables are considered for impairment when they are past due or when other objective evidence is received that a specific counterparty will default. Receivables that are not considered to be individually impaired are reviewed for impairment in groups, which are determined by reference to the industry and region of a counterparty and other shared credit risk characteristics. The impairment loss estimate is then based on recent historical counterparty default rates for each identified group.

Classification and subsequent measurement of financial liabilities

Indigo Junction's financial liabilities include borrowings and trade and other payable.

Financial liabilities are measured subsequently at amortised cost using the effective interest method, except for financial liabilities held for trading or designated at fair value through profit or loss (FVTPL), that are carried subsequently at fair value with gains or losses recognised in profit or loss.

All interest-related charges and, if applicable, changes in an instrument's fair value that are reported in profit or loss are included within finance costs or finance income.

3.12 Income taxes

No provision for income tax has been raised as Indigo Junction is exempt from income tax under Division 50 of the Income Tax Assessment Act 1997.

3.13 Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and demand deposits, together with other short-term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

3.14 Reserves

Other components of equity include the following:

- revaluation reserve – comprises gains and losses from the revaluation of land
- Retained earnings include all current and prior period retained profits.

3.15 Employee benefits

Short-term employee benefits

Short-term employee benefits are benefits, other than termination benefits, that are expected to be settled wholly within twelve (12) months after the end of the period in which the employees render the related service. Examples of such benefits include wages and salaries, non-monetary benefits and accumulating sick leave. Short-term employee benefits are measured at the undiscounted amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits

Indigo Junction's liabilities for annual leave and long service leave are included in other long-term benefits as they are not expected to be settled wholly within twelve (12) months after the end of the period in which the employees render the related service. They are measured at the present value of the expected future payments to be made to employees. The expected future payments incorporate anticipated future wage and salary levels, experience of employee departures and periods of service, and are discounted at rates determined by reference to market yields at the end of the reporting period on high quality corporate bonds that have maturity dates that approximate the timing of the estimated future cash outflows. Any re-measurements arising from experience adjustments and changes in assumptions are recognised in profit or loss in the periods in which the changes occur.

Indigo Junction presents employee benefit obligations as current liabilities in the statement of financial position if Indigo Junction does not have an unconditional right to defer settlement for at least twelve (12) months after the reporting period, irrespective of when the actual settlement is expected to take place.

3.16 Provisions, contingent liabilities and contingent assets

Provisions are measured at the estimated expenditure required to settle the present obligation, based on the most reliable evidence available at the reporting date, including the risks and uncertainties associated with the present obligation. Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. Provisions are discounted to their present values, where the time value of money is material.

Any reimbursement that Indigo Junction can be virtually certain to collect from a third party with respect to the obligation is recognised as a separate asset. However, this asset may not exceed the amount of the related provision.

No liability is recognised if an outflow of economic resources as a result of present obligation is not probable. Such situations are disclosed as contingent liabilities, unless the outflow of resources is remote in which case no liability is recognised.

3.17 Deferred income

The liability for deferred income is the unutilised amounts of grants received on the condition that specified services are delivered or conditions are fulfilled. The services are usually provided or the conditions usually fulfilled within twelve (12) months of receipt of the grant. Where the amount received is in respect of services to be provided over a period that exceeds twelve (12) months after the reporting date or the conditions will only be satisfied more than twelve (12) months after the reporting date, the liability is discounted and presented as non-current.

3.18 Goods and Services Tax (GST)

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

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST components of investing and financing activities, which are disclosed as operating cash flows.

3.19 Economic dependence

Indigo Junction is dependent upon the ongoing receipt of Government grants and community and corporate donations to ensure the ongoing continuance of its programs. At the date of this report management has no reason to believe that this financial support will not continue.

3.20 Significant management judgement in applying accounting policies

When preparing the financial statements, management undertakes a number of judgements, estimates and assumptions about the recognition and measurement of assets, liabilities, income and expenses.

Estimation uncertainty

Information about estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expenses is provided below. Actual results may be substantially different.

Impairment

In assessing impairment, management estimates the recoverable amount of each asset or cash-generating unit based on expected future cash flows and uses an interest rate to discount them. Estimation uncertainty relates to assumptions about future operating results and the determination of a suitable discount rate.

Useful lives of depreciable assets

Management reviews its estimate of the useful lives of depreciable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical obsolescence that may change the utility of certain software and IT equipment.

Long service leave

The liability for long service leave is recognised and measured at the present value of the estimated cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

4. Cash and cash equivalents

Cash and cash equivalents consist of the following:

	2017	2016
	\$	\$
Cash at bank	1,061,619	1,005,643
Cash on hand	<u>400</u>	<u>30,150</u>
	<u>1,062,019</u>	<u>1,035,793</u>

5. Trade and other receivables

	2017	2016
	\$	\$
Trade receivables	1,534	-
Other receivables	<u>200</u>	<u>200</u>
	<u>1,734</u>	<u>200</u>

All of Indigo Junction's trade and other receivables have been reviewed for indicators of impairment.

6. Other assets

	2017	2016
	\$	\$
Accrued income	30,237	6,316
Prepayments	18,541	13,291
	<u>48,778</u>	<u>19,607</u>

7. Financial assets and liabilities

7.1 Categories of financial assets and liabilities

The carrying amounts presented in the statement of financial position relate to the following categories of assets and liabilities:

	Notes	2017 \$	2016 \$
Financial Assets			
Current			
Cash and cash equivalents	4	1,062,019	1,035,793
Receivables	5	1,734	200
		<u>1,063,753</u>	<u>1,035,993</u>
Financial liabilities			
Current			
Trade and other payables			
Non-Current	10	75,810	55,522
Borrowings	12	606	457
		<u>76,416</u>	<u>55,979</u>

See Note 3.9 for a description of the accounting policies for each category of financial instruments. Information relating to fair values is presented in the related notes.

8. Property, plant and equipment

Details of Indigo Junction's property, plant and equipment and their carrying amount are as follows:

	Land & buildings	Lottery West funded equipment	Plant & equipment	Motor vehicles	Total
	\$	\$	\$	\$	\$
Gross carrying amount					
Balance at 1 July 2016	2,482,200	104,611	55,644	240,925	2,883,380
Additions	-	-	2292	137545	139837
Disposals	-	-		(138,273)	(138,273)
Balance at 30 June 2017	2,482,200	104,611	57,936	240,197	2,884,944
Depreciation and impairment					
Balance at 1 July 2016	(11,250)	(56,686)	(29,620)	(71,927)	(169,483)
Depreciation	(10,687)	(9,585)	(3,864)	(9,217)	(33,353)
Balance at 30 June 2017	(21,937)	(66,271)	(33,484)	(81,144)	(202,836)
Carrying amount 30 June 2017	2,460,263	38,340	24,452	159,053	2,682,108

All depreciation and impairment charges (or reversals if any) are included within 'depreciation and amortisation' and 'impairment of non-financial assets'

Lotterywest holds a caveat over the property at 53 Great Northern Highway Midland WA 6056. Lotterywest holds a 40% beneficial interest in the property for the specific term of 15 years from 22 May 2006 according to the deed of trust between Indigo Junction and Lotterywest. This deed specifies the usage of the property during the specific term. This property is also subject to a mortgage in favour of the Bank of Western Australia Ltd securing the loan referred to in note 12.

9 Intangible assets

Details of Indigo Junction's intangible assets and their carrying amounts are as follows:

Acquired software licences	2017
	\$
Gross carrying amount	
Balance at 1 July	5,650
Additions	16,399
Disposals	-
Balance at 30 June	22,049
Amortisation and impairment	
Balance at 1 July	(95)
Amortisation	(1,318)
Impairment losses	-
Balance at 30 June	(1,413)
Carrying amount 30 June	20,636

All amortisation is included within depreciation and amortisation.

10 Trade and other payables

Trade and other payables recognised consist of the following:

	2017	2016
	\$	\$
Trade creditors	45,106	5,165
Accrued expenses	5,000	10,770
Other payables	25,704	39,587
	<u>75,810</u>	<u>55,522</u>

11 Employee remuneration

11.1 Employee benefits expense

Expenses recognised for employee benefits are analysed below:

	2017	2016
	\$	\$
Wages, salaries	1,877,026	1,578,703
Workers compensation insurance	57,117	42,771
Superannuation	171,016	157,567
Employee benefit provisions	(46,067)	186,489
Employee benefit expenses	(289)	-
	<u>2,058,803</u>	<u>1,965,530</u>

11.2 Employee entitlements

	2017	2016
	\$	\$
Current		
Annual leave	122,204	170,677
Long service leave	106,978	101,046
	229,182	271,723
Non-current		
Long service leave	26,421	29,947

12 Borrowings

Borrowings consist of the following:

	2017	2016
	\$	\$
Current		
Interest bearing	606	457

The borrowing in relation to 53 Great Northern Road Midland has a credit facility of \$75,932 with \$75,326 unused at 30 June 2017.

13 Other liabilities

Other liabilities can be summarised as follows:

	2017	2016
	\$	\$
Deferred Income		
Unspent grants	38,506	5,820

Deferred income consists of government grants received in advance for services to be rendered by Indigo Junction. Deferred income is amortised over the life of the contract.

14 Reserves

The details of reserves are as follows:

	Balance at 1 July 2015	Transfers	Revaluation	Balance at 30 June 2016	Transfers	Balance at 30 June 2017
	\$	\$		\$	\$	\$
Discretionary reserves						
Redundancy reserve	46,100	-		46,100	-	46,100
Vehicle replacement reserve	66,000	-		66,000	-	66,000
Long term building maintenance reserve	166,659	-		166,659	-	166,659
Building development reserve	117,000	58,000		175,000	-	175,000
	395,759	58,000		453,759	-	453,759
Asset revaluation reserve	755,997		(115,606)	640,391	-	640,391
Total reserves	1,151,756	58,000	(115,606)	1,094,150	-	1,094,150

15 Related party transactions

Indigo Junction's related parties include its key management personnel and related entities as described below.

	2017	2016
	\$	\$
Key management personnel	149,593	135,540

Key management personnel remuneration relates to Mr Don Tunnicliffe, the former Chief Executive's salary package. Following his retirement on 7 July 2017 a payout of accrued annual leave, long service leave and entitlements amounting to \$57,509 was made, and was provided for in these financial statements.

A daughter of the former CEO was promoted to the position of Manager for Family Services on 20 March 2017 and was granted a modest wage increase.

All members of the Board act in a voluntary capacity and there was no remuneration paid during the year for their duties as Board members.

Indigo Junction used the services of a consulting firm associated with a Board member (Mr Peter Andrew) over which he exercises significant influence. The amounts billed amounted to \$3,900 (2016: \$24,200). Painting and gardening services were also provided, and paid for by that firm for \$2,081 (2016: \$0). The consulting service were provided at a significant discount through a competitive tendering process. Painting and gardening transactions were at normal market rates. There were no outstanding balances at the reporting date.

16 Contingent liabilities

There are no contingent liabilities that have been incurred by Indigo Junction in relation to 2017 or 2016 other than the arrangements with Lottery West as referred to in Note 8.

17 Capital Commitments

There were no capital commitments by Indigo Junction at 30 June 2017.

18 Fair value measurement

18.1 Fair value measurement of financial instruments

There were no financial instruments requiring fair value measurement at 30 June 2017.

18.2 Fair value measurement of non-financial instruments

The following table shows the non-financial assets measured at fair value on a **recurring basis at 30 June 2017**:

	2017
	\$
Land and buildings	2,460,263

Fair value of the land and buildings is estimated based on appraisals performed by independent, professionally-qualified property valuers. The land and buildings were revalued 29 February 2016.

19 Auditors remuneration

In the course of the year ending 30 June 2017, the Auditor received the following remuneration:

	2017	2016
	\$	\$
Audit fees	9,000	9,000
Additional scope	-	1,500
Other fees	1,500	1,500
Grant acquittals	1,500	-
	12,000	12,000

20 Reconciliation of Profit to Cash Flows from Operations

	2017	2016
	\$	\$
Net profit for the period	33,165	184,107
Non-operating cash flows in net profit (loss)		
Depreciation and amortisation	34,673	41,229
Interest received	(6,997)	(19,092)
Assets written off/loss on sale of assets	13,181	19,660
Change in Assets and Liabilities		
(Increase)/decrease in receivables	(30,705)	8,464
Increase/(decrease) in payables	4,501	82,313
Increase/(decrease) in provisions	2,406	5,673
	50,224	322,354

21 Post-reporting date events

No adjusting or significant non-adjusting events have occurred between the reporting date and the date of authorisation.

22 Indigo Junction Incorporated details

The Principal place of business and registered office of Indigo Junction Incorporated is:
53 Great Northern Highway, MIDLAND WA 6056.

Other details are:

- ABN 32 879 844 973
- Associations Incorporations Act 2015 (WA) Registered No. A0800088G
- Registered with Australian Charities and Not-for-profits Commission (ACNC) on 3 December 2012

Declaration of the Board

In the opinion of the Board of Indigo Junction Incorporated:

- (a) The financial statements and notes of Indigo Junction are in accordance with the Australian Charities and Not-for-profits Commission Act 2012, including:
 - i. Giving a true and fair view of its financial position as at 30 June 2017 and of its performance for the financial year ended on that date; and
 - ii. Complying with Australian Accounting Standards – Reduced Disclosure Requirements (including the Australian Accounting Interpretations) and the Australian Charities and Not-for-profits Commission Regulation 2013; and

- (b) There are reasonable grounds to believe that Indigo Junction will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Board



Chair

Lynne Evans



Secretary

Peter Andrew

Dated the 24th day of October 2017

Independent Auditor's Report

To the members of Indigo Junction Incorporated

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Indigo Junction Incorporated (the Association). The financial report comprises the statement of financial position as at 30 June 2017, the statement of 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 the statement by the Board.

In our opinion, the accompanying financial report has been prepared in accordance with requirements of the Associations Incorporation Act 2015 (WA) and Division 60 of the Australian Charities and Not-for-Profits Commission Act 2012, including:

- a) giving a true and fair view of the Association's financial position as at 30 June 2017, and of its financial performance and its cash flows for the year then ended; and
- b) complying with Australian Accounting Standards to the extent described in Note 1, and Division 60 the Australian Charities and Not-for-profits Commission Regulation 2013.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Association in accordance with the Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act) 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.

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 the Association to meet the requirements of the Associations Incorporation Act 2015 (WA) and the ACNC Act 2012. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of the Board of Members for the Financial Report

The Board of Members (Board) is responsible for the preparation and fair presentation of the financial report and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the Associations Incorporation Act 2015 (WA), the ACNC Act 2012, and the needs of the members. The responsibility of the Board also includes such internal control as the Board determines 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.

In preparing the financial report, the Board is 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 the Board of Directors either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

The Board is responsible for overseeing the Association's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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 Australian Auditing Standards, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors
- Conclude on the appropriateness of the Boards' 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 Association'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 Association to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board 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.

Report on Other Legal and Regulatory Requirements

In our opinion, Indigo Junction Incorporated has complied with 60-30(3) (b), (c) and (d) of the ACNC Act and 82(1)(b), (c) and (d) of the Associations Incorporation Act 2015 (WA):

- by providing us with all information, explanation and assistance necessary for the conduct of the audit;
- by keeping financial records sufficient to enable a financial report to be prepared and audited; and
- by keeping other records required by Part 3-2 of the Act, including those records required by Section 50-5 that correctly record its operations, so as to enable any recognised assessment activity to be carried out in relation to the Association.
- by keeping other records required by Part 5 of the Associations Incorporation Act 2015 (WA), including those records required by Section 66 that correctly record its operations, so as to enable true and fair financial statements to be prepared.

Australian Audit Pty Ltd

Chartered Accountants



R J Campbell, CA, CPA

Registered Company Auditor number 334773

Director

Level 8, 251 St Georges Terrace Perth, Western Australia

Dated: 24 October 2017

