

**THE RIGPA FELLOWSHIP INC**

**FINANCIAL REPORT**  
FOR THE YEAR ENDED 30 JUNE 2018

**THE RIGPA FELLOWSHIP INC**  
**COMPILATION REPORT**  
**TO THE RIGPA FELLOWSHIP INC**

We have compiled the accompanying special purpose financial statements for the year ended 30 June 2018 of The Rigpa Fellowship Inc. The specific purpose for which the special purpose financial statements have been prepared is set out in Note 1 to the financial statements.

*The Responsibility of the Committee*

The committee of The Rigpa Fellowship Inc is solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and for the determination that the basis of accounting used is appropriate to meet its needs and for the purpose that the financial statements were prepared.

*Our Responsibility*

On the basis of information provided by the committee, we have compiled the accompanying special purpose financial statements in accordance with the basis of accounting as described in Note 1 to the financial statements and APES 315: Compilation of Financial Information.

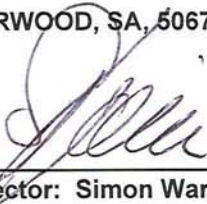
We have applied our expertise in accounting and financial reporting to compile these financial statements in accordance with the basis of accounting described in Note 1 to the financial statements. We have complied with the relevant ethical requirements of APES 110: Code of Ethics for Professional Accountants.

*Assurance Disclaimer*

Since a compilation engagement is not an assurance engagement, we are not required to verify the reliability, accuracy or completeness of the information provided to us by management to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on these financial statements.

The special purpose financial statements were compiled exclusively for the benefit of the committee who is responsible for the reliability, accuracy and completeness of the information used to compile them. We do not accept responsibility for the contents of the special purpose financial statements.

**Wakeful Partners**  
**Chartered Accountant**  
**62 The Parade**  
**NORWOOD, SA, 5067**



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**Director: Simon Warner**

**NORWOOD**

**Date** 19<sup>th</sup> March 2019

**THE RIGPA FELLOWSHIP INC**  
**STATEMENT OF PROFIT OR LOSS**  
**FOR THE YEAR ENDED 30 JUNE 2018**

	Note	2018 \$	2017 \$
Revenue		771,277	1,471,194
Changes in inventories		(1,296)	7,994
Consumables used		(14,394)	(45,458)
Employee benefits expense		(104,399)	(235,682)
Depreciation and amortisation expenses		(60,960)	(59,916)
Finance costs		(82,108)	(74,087)
Other expenses		<u>(609,301)</u>	<u>(950,799)</u>
<b>Profit (loss) before income tax</b>	<b>2</b>	(101,181)	113,246
Income tax expense		<u>-</u>	<u>-</u>
<b>Profit (loss) for the year</b>		<u><u>(101,181)</u></u>	<u><u>113,246</u></u>
Profit (loss) attributable to members of the entity		<u><u>(101,181)</u></u>	<u><u>113,246</u></u>

The accompanying notes form part of these financial statements.

These statements should be read in conjunction with the attached compilation report.

**THE RIGPA FELLOWSHIP INC**  
**TRADING, PROFIT AND LOSS STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2018**

	Note	2018 \$	2017 \$
<b>SALES</b>			
Retreat fees		214,832	423,263
Programme fees		60,339	82,029
Curriculum fees		33,737	60,821
Membership fees		232,700	279,628
Appeals and donations		128,628	507,709
Other income (incl Profit Share Income)		62,251	32,248
Bookshop sales		24,738	67,059
		<u>757,225</u>	<u>1,452,757</u>
<b>LESS COST OF GOODS SOLD</b>			
Opening stock		7,993	-
Purchases		14,394	45,458
		<u>22,387</u>	<u>45,458</u>
Closing stock		6,697	7,994
		<u>15,690</u>	<u>37,464</u>
		<u>741,535</u>	<u>1,415,293</u>
<b>GROSS PROFIT</b>			
<b>LESS EXPENDITURE</b>			
Advertising and marketing		2,395	10,031
Bank charges		260	932
Borrowing expenses		1,921	6,512
Depreciation		60,960	59,916
Donations		8,034	105,819
Facilities expenses		82,003	189,448
General expenses		13,793	57,420
Hospitality expenses		57,791	125,302
Insurance		20,249	39,315
Interest paid	2	80,186	67,575
Light and power		18,847	20,148
Printing, postage and stationery		4,586	13,146
Professional fees		29,449	8,466
Rates and taxes		49,023	27,382
Recording fees and expenses		80,140	109,529
Rent		143,677	153,508
Repairs and maintenance		2,940	21,136
Salaries and wages		92,901	213,629
Less: Secondment		-	(24,159)
Staff and volunteer expenses		29,216	39,253
Superannuation contributions		8,816	20,327
Telephone and internet		15,789	18,504
Tithes/Distributions Paid		51,109	35,619

The accompanying notes form part of these financial statements.

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**THE RIGPA FELLOWSHIP INC**  
**TRADING, PROFIT AND LOSS STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2018**

	Note	2018 \$	2017 \$
Worker's insurance		2,684	1,726
		856,769	1,320,484
		(115,234)	94,809
<b>OTHER INCOME</b>			
Interest received	3	14,053	18,437
<b>NET OPERATING PROFIT (LOSS)</b>		(101,181)	113,246
Retained Profits at the beginning of the financial year		3,764,618	3,651,372
<b>TOTAL AVAILABLE FOR APPROPRIATION</b>		3,663,437	3,764,618
<b>RETAINED PROFITS AT THE END OF THE FINANCIAL YEAR</b>		<b>3,663,437</b>	<b>3,764,618</b>

The accompanying notes form part of these financial statements.

These statements should be read in conjunction with the attached compilation report.

**THE RIGPA FELLOWSHIP INC**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2018**

	Note	2018 \$	2017 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash on hand	6	872,921	1,636,920
Accounts receivable and other debtors	7	32,464	-
Inventories on hand	8	6,698	7,994
Other current assets	9	56,941	36,184
<b>TOTAL CURRENT ASSETS</b>		<u>969,024</u>	<u>1,681,098</u>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	10	4,767,595	3,884,166
<b>TOTAL NON-CURRENT ASSETS</b>		<u>4,767,595</u>	<u>3,884,166</u>
<b>TOTAL ASSETS</b>		<u><u>5,736,619</u></u>	<u><u>5,565,264</u></u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Accounts payable and other payables	11	182,206	69,701
Borrowings	12	585,000	545,000
Other	13	192,774	63,493
<b>TOTAL CURRENT LIABILITIES</b>		<u>959,980</u>	<u>678,194</u>
<b>NON-CURRENT LIABILITIES</b>			
Borrowings	12	1,113,202	1,122,452
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>1,113,202</u>	<u>1,122,452</u>
<b>TOTAL LIABILITIES</b>		<u><u>2,073,182</u></u>	<u><u>1,800,646</u></u>
<b>NET ASSETS</b>		<u><u>3,663,437</u></u>	<u><u>3,764,618</u></u>
<b>MEMBERS' FUNDS</b>			
Retained earnings		<u>3,663,437</u>	<u>3,764,618</u>
<b>TOTAL MEMBERS' FUNDS</b>		<u><u>3,663,437</u></u>	<u><u>3,764,618</u></u>

The accompanying notes form part of these financial statements.

These statements should be read in conjunction with the attached compilation report.

**THE RIGPA FELLOWSHIP INC**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2018**

**Note 1: Statement of Significant Accounting Policies**

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the NSW Associations Incorporation Act 2009 and Class Order 11/01 issued by the Director General of the NSW Office of Fair Trading. 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 otherwise stated, have been adopted in the preparation of this financial report.

**a. Property, Plant and Equipment (PPE)**

Property, plant and equipment are carried at cost less, where applicable, any accumulated depreciation. The depreciable amount of all PPE is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

**b. Impairment of Assets**

At the end of each reporting period, the entity 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 recognised in the income and expenditure statement.

**c. Cash and cash equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks and other deposits with banks with maturities less than 12 months.

**d. Revenue and Other Income**

Revenue is measured at the fair value of the consideration received or receivable. For this purpose, deferred consideration is not discounted to present values when recognising revenue. Interest revenue is recognised when received for deposits at call and deposits with maturities less than 3 years.

Donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

**e. Subsidiary Entities**

Rigpa Land Co. Pty Ltd and Rigpa Services Pty Ltd are fully owned by the Rigpa Fellowship Inc. The Blueys Beach Building Fund and the National Centre Building Fund are specific funds under the one school building fund for The Rigpa Fellowship Inc granted tax deduction status by the Australian Taxation Office. The Deductible Gift Recipient number is #439038

These notes should be read in conjunction with the attached compilation report.

**THE RIGPA FELLOWSHIP INC**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2018**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
<b>2 Interest paid:</b>		
Bank (SEFA)	41,824	56,642
Other	38,362	10,933
	<u>80,186</u>	<u>67,575</u>
<b>3 Interest received:</b>		
Bank and deposits	<u>14,053</u>	<u>18,437</u>
<b>6. CASH ON HAND</b>		
Cash on hand	450	1,182
Cash at bank (RFI)	236,242	279,037
Cash on deposit (RFI)	574,960	1,319,016
Cash at bank (RS)	2,275	5,658
Cash at bank (SBF)	58,994	32,027
	<u>872,921</u>	<u>1,636,920</u>
<b>7. ACCOUNTS RECEIVABLE AND OTHER DEBTORS</b>		
<b>CURRENT</b>		
Good and services tax	20,250	-
Other debtors	12,214	-
	<u>32,464</u>	<u>-</u>
<b>8. INVENTORIES ON HAND</b>		
<b>CURRENT</b>		
<b>At cost:</b>		
Stock on hand	<u>6,698</u>	<u>7,994</u>

These notes should be read in conjunction with the attached compilation report.



**THE RIGPA FELLOWSHIP INC**

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

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
<b>9. OTHER CURRENT ASSETS</b>		
<b>CURRENT</b>		
Prepayments	55,258	34,579
Prepaid borrowing expenses	15,041	13,041
Less amortisation	<u>(13,358)</u>	<u>(11,436)</u>
	<u>56,941</u>	<u>36,184</u>
<b>10. PROPERTY, PLANT AND EQUIPMENT</b>		
Freehold land	<u>1,519,159</u>	<u>1,519,159</u>
Buildings	3,320,103	2,382,587
Less accumulated depreciation	<u>(303,476)</u>	<u>(277,358)</u>
	<u>3,016,627</u>	<u>2,105,229</u>
Total land and buildings	<u>4,535,786</u>	<u>3,624,388</u>
Centre fitout	101,249	101,249
Less accumulated depreciation	<u>(25,888)</u>	<u>(18,294)</u>
	<u>75,361</u>	<u>82,955</u>
Computer equipment	65,382	59,302
Less accumulated depreciation	<u>(36,526)</u>	<u>(31,192)</u>
	<u>28,856</u>	<u>28,110</u>
Other equipment	336,836	336,042
Less accumulated depreciation	<u>(209,244)</u>	<u>(187,329)</u>
	<u>127,592</u>	<u>148,713</u>
Total plant and equipment	<u>231,809</u>	<u>259,778</u>
<b>Total property, plant and equipment</b>	<u>4,767,595</u>	<u>3,884,166</u>
<b>11. ACCOUNTS PAYABLE AND OTHER PAYABLES</b>		
<b>CURRENT</b>		
Good and services tax	-	2,811
Sundry creditors	127,607	15,237
Trade creditors	27,024	41,510
Tithe provision	12,858	-
Withholding taxes payable	1,946	-
Superannuation payable	<u>12,771</u>	<u>10,143</u>
	<u>182,206</u>	<u>69,701</u>

These notes should be read in conjunction with the attached compilation report.

**THE RIGPA FELLOWSHIP INC**

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

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
<b>12. BORROWINGS</b>		
<b>CURRENT</b>		
Loans - unsecured (SBF)	<u>585,000</u>	<u>545,000</u>
<b>NON-CURRENT</b>		
Loans - unsecured (SBF)	635,000	695,000
Property mortgage (SEFA Loan Fund)	<u>478,202</u>	<u>427,452</u>
	<u>1,113,202</u>	<u>1,122,452</u>
<b>13. OTHER LIABILITIES</b>		
<b>CURRENT</b>		
Accrued expenses	-	20,538
Income in advance	<u>192,774</u>	<u>42,955</u>
	<u>192,774</u>	<u>63,493</u>

These notes should be read in conjunction with the attached compilation report.

# THE RIGPA FELLOWSHIP INC

## 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 accordance with a resolution of the committee of The Rigpa Fellowship Inc, the members of the committee declare that the financial statements as set out on pages 3 to 10:

1. present a true and fair view of the financial position of The Rigpa Fellowship Inc 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 Reform Act 2012; and
2. at the date of this statement there are reasonable grounds to believe that The Rigpa Fellowship Inc will be able to pay its debts as and when they fall due.

This statement is signed for and on behalf of the committee by:

**Malcolm  
Ray**

Digitally signed by Malcolm Ray  
DN: cn=Malcolm Ray, o=Rigpa  
Fellowship Inc., ou=Rigpa Fellowship  
Inc., email=malcolm.ray@rigpa.org.au,  
c=AU  
Date: 2019.03.19 14:55:45 +10'30'

**Signed**

Malcolm Ray

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**Date**

19 March 2019

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## The Rigpa Fellowship Inc. Independent Auditor's Report

We have audited the attached financial statements, being a special purpose financial report, of The Rigpa Fellowship Inc. (Association) for the year ended 30 June 2018.

### Qualified Opinion

In our opinion, except for the effects of the matter described in the Basis of Qualified Opinion, the financial statements of the Association are properly drawn up:

- a) to present fairly the financial position of the Association as at the 30 June 2018 and the results of its operations for the period then ended, and;
- b) according to applicable Australian Accounting Standards.

### Basis of Qualified Opinion

Cash is a significant source of revenue for the Association. The Association has determined that it is impracticable to establish control over the collection of cash prior to entry into its financial records. Accordingly, as the evidence available to us regarding cash revenue from this source was limited, our audit procedures with respect to cash received had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion on whether the recorded cash received of this Association is complete.

For the audit of the Association we have maintained our independence in accordance with the relevant ethical requirements of APES 110 Section 290. We believe that the audit evidence that we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Other Information – Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report is prepared to assist the association to meet the requirements of the NSW Associations Incorporation Act 2009 and regulations. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the members.

### Responsibilities of Management for the Financial Report

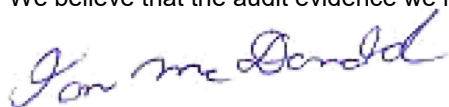
The Board of Management is responsible for the preparation of the financial report in accordance with NSW Associations Incorporation Act 2009 and regulations and for such internal control as management determines is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

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

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the schedule 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 in the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the association's preparation 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 association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial report.

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



Ian G McDonald FCA  
Registered Company Auditor

Dated at Grange this 20<sup>th</sup> day of March 2019