

FAIR GAME AUSTRALIA LIMITED

ABN: 67 349 266 332

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

Your directors present their report on the company for the year ended 31 December 2020.

The names of the directors in office at any time during or since the end of the financial period are:

Charles Robert Watson
Matthew Padraig Scanlon (Appointed 12 September 2016)
Paul Sergeant (Appointed 4 April 2017, Resigned 10 February 2020)
Riley Dolman (Appointed 17 January 2018)
Steven Bruce Campbell (Appointed 08 March 2018)
Michael Rhys Davis (Appointed 04 July 2019)
Elizabeth Chester (Appointed 11 November 2020)

The directors have been in office since 23 June 2014 to the date of this report unless otherwise stated.

Riley Dolman has been in the role of Secretary since 27 May 2018.

Operating Results

The profit of the company for the financial year ending 31 December 2020 amounted to \$173,055 (2019: profit of \$845).

Activities and Changes in Affairs

The principal activity of the company during the financial period was:

- Providing recycled sports equipment to remote communities

Dividends Paid or Recommended

No dividends were paid or declared since the start of the financial year. No recommendation for payment of dividends has been made.

Review of Operations

This is the eighth year in which Fair Game Australia Limited has been in operation and the focus for the year has been financial sustainability, business structure, along with delivery of its services.

Significant Changes in State of Affairs

Fair Game Australia Limited became a company limited by guarantee on 23 June 2014. Previously it had been classified as an association.

After Reporting Date Events

The existence of the infectious disease COVID-19 ('Coronavirus') has continued to spread throughout the world, including Australia. The Company considers this to be a non-adjusting event after the reporting date. Since the reporting date this has caused increasing disruption to populations, and to business and economic activity. To date, COVID-19 has not had a material impact on the business, however in this environment the Company acknowledges it does have the potential to impact the operations. As of May 2021, where travel restrictions have been temporarily imposed during and subsequent to year end, the staff capacity is being used to develop new resources to support regional and remote communities in the short and medium term where communities are being impacted by lockdowns as a result of the pandemic.

There are no other matters or circumstances that have arisen since 31 December 2020 that have or may significantly affect the operations, results, or state of affairs of the company in future financial years.

Environmental Issues

The company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a state or territory.

Fair Game Australia Limited

Directors Report
31 December 2020

Short and Long Term Objectives

In March 2020, all programs were suspended to the regions of Western Australia due to the state government restricting movement across the regions due to the COVID-19 pandemic. The Directors and management focussed on transitioning to providing support to remote communities via an alternate operational model whilst complying with the government pandemic response. In July 2020 Fair Game restarted operations to remote communities and continued to do so for the remainder of the year.

Information on Directors

Charles Robert Watson is a lawyer and was appointed as a director of Fair Game Australia Limited on 23 June 2014.

Matthew Pdraig Scanlon is a secondary teacher at Carine Senior High School, was appointed as a director of Fair Game Australia Limited on 12 September 2016.

Riley Dolman is an area manager for Garnduwa and was appointed as a director of Fair Game Australia Limited on 17 January 2018.

Steven Bruce Campbell is a General Manager for BHP Limited and was appointed as a director of Fair Game Australia Limited on 8 March 2018.

Michael Rhys Davis is a Finance Business Partner for BHP Limited and is a Chartered Accountant. Michael was appointed as a director of Fair Game Australia Limited on 4 July 2019.

Elizabeth Chester is the Director of External Affairs at Telethon Kids Institute with expertise in communications, fundraising, marketing and stakeholder relations and was appointed as a director of Fair Game Australia Limited on 11 November 2020.

Meetings of Directors

During the financial period, 11 meetings of directors were held. Attendances by each director were as follows:

	Directors Meetings	
	Number eligible to attend	Number attended
Charles Robert Watson	11	10
Matthew Pdraig Scanlon	11	11
Riley Dolman	11	9
Steven Bruce Campbell	11	9
Michael Rhys Davis	11	10
Elizabeth Chester	2	2
Paul Sergeant (resigned 11th February 2020)	0	0

Fair Game Australia Limited

Directors Report
31 December 2020

Indemnifying Officers or Auditor

No indemnities have been given or insurance premiums paid, during or since the end of the financial period, for any person who is or has been an officer or auditor of the company.

Liability on winding up

Each member of the company in the event of the company being wound up whilst they are a member, or within one year after they cease to be a member may be required to contribute a maximum of \$1.00.

Proceedings on Behalf of the Company

No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

The company was not a party to any such proceedings during the period.

Auditor's Independence Declaration

The lead auditor's independence declaration for the period ended 31 December 2020 has been received and can be found on page 4 of the directors' report.

Signed in accordance with a resolution of the Board of Directors.



Steven Campbell, Chairperson

Dated this 13th day of May 2021

DECLARATION OF INDEPENDENCE BY DEAN JUST TO THE DIRECTORS OF FAIR GAME AUSTRALIA LIMITED

As lead auditor of Fair Game Australia Limited for the year ended 31 December 2020, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of section 60-40 of the *Australian Charities and Not-for-profit Commission Act 2012* in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.



Dean Just
Director

BDO Australia Ltd
Perth 13 May 2021

Fair Game Australia Limited

Statement of Financial Position
As at 31 December 2020

	Note	2020 \$	2019 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	698,371	315,366
Prepayments		2,045	3,528
Other receivables		-	2,206
Term Deposit		10,000	10,000
TOTAL CURRENT ASSETS		710,416	331,099
NON-CURRENT ASSETS			
Property, plant and equipment		-	2,900
TOTAL NON-CURRENT ASSETS		-	2,900
TOTAL ASSETS		710,416	333,999
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		15,132	3,930
Contract Liability	4	316,553	126,986
Credit card		798	3,063
Employee Provisions		21,221	18,979
TOTAL CURRENT LIABILITIES		353,704	152,958
NON-CURRENT LIABILITIES			
Employee Provisions		4,887	2,271
TOTAL NON-CURRENT LIABILITIES		4,887	2,271
TOTAL LIABILITIES		358,591	155,229
NET ASSETS		351,825	178,770
EQUITY			
Retained earnings		351,825	178,770
TOTAL EQUITY		351,825	178,770

The accompanying notes form part of these financial statements.

Fair Game Australia Limited

Statement of Comprehensive Income
For the Year Ended 31 December 2020

	Note	2020	2019
		\$	\$
Revenue and other income	2	507,456	322,817
Income from Volunteer Services		79,933	-
Expenses from Operations		(331,501)	(318,346)
Expenses from Volunteer Services		(79,933)	-
Depreciation		(2,900)	(3,625)
Profit before income tax		173,055	845
Income tax expense		-	-
Profit after income tax		173,055	845
Total comprehensive income		173,055	845

The accompanying notes form part of these financial statements.

Fair Game Australia Limited

Statement of Changes in Equity
For the Year Ended 31 December 2020

	Retained Earnings \$
Balance at 31 December 2018	<u>271,734</u>
Total comprehensive income	845
AASB 15 restatement - refer Note 1(c)	<u>(93,809)</u>
Balance at 31 December 2019	<u>178,770</u>
Total comprehensive income	173,055
Balance at 31 December 2020	<u>351,825</u>

Fair Game Australia Limited

Statement of Cash Flows
For the Year Ended
For the Year Ended 31 December 2020

	Note	2020	2019
		\$	\$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipt from donations, fundraising and grants		602,585	386,421
Payments to suppliers and employees		(326,685)	(339,887)
Receipts from JobKeeper and Cash Boost grants	2	106,352	-
Net cash (used in)/generated from operating activities	3	382,252	46,535
CASH FLOW FROM INVESTING ACTIVITIES			
Interest received		753	1,560
Net cash (used in)/generated from investing activities		753	1,560
CASH FLOW FROM FINANCING ACTIVITIES			
Net cash generated from financing activities		-	-
Net increase/ (decrease) in cash held		383,005	48,095
Cash at the beginning of the financial period		315,366	267,271
Cash at the end of the financial period		698,371	315,366

The accompanying notes form part of these financial statements.

NOTE 1: SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

The directors have prepared the financial statements on the basis that the company is a non-reporting entity because there are no users who are dependent on its general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the *The Australian Charities and Not-for-profits Commission Regulation 2013*.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the *The Australian Charities and Not-for-profits Commission Regulation 2013* and the significant accounting policies disclosed below, which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The report has been prepared in accordance with the following Australian Accounting Standards:

- AASB 101 Presentation of Financial Statements
- AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors
- AASB 107 Statement of Cash Flows
- AASB 110 Events after the End of the Reporting Period
- AASB 1048 Interpretation and Application of Standards
- AASB 1054 Australian Additional Disclosures.

The report has been prepared in accordance with the following accounting standards:

(b) Changes in accounting policies

New and revised standards that are effective for these financial statements

There were no new and revised standards that became effective to annual period beginning on 1 January 2020.

(c) Revenue

The Company has continued to apply *AASB 15: Revenue from Contracts with Customers* and *AASB 1058: Income of not for Profit Entities* with a date of initial application of 1 January 2019.

Grants

Grant revenue is recognised in profit or loss when the company satisfies the performance obligations stated within the funding agreements.

If conditions are attached to the grant which must be satisfied before the company is eligible to retain the contribution, the grant will be recognised in the statement of financial position as a liability until those conditions are satisfied.

Donations

Donations are recognised when the right to receive has been established. If the donation is a result of a contract with a customer with enforceable rights, and obligations that are considered sufficiently specific, revenue would be recognised when the underlying performance obligations have been satisfied.

Interest income

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Fair Game Australia Limited

Notes to the Financial Statements 31 December 2020

Other revenue

Other revenue is recognised when it is received or when the right to receive payment is established.

Volunteer services

Volunteer service are services received by an entity from individuals or other entities without charge or for consideration significantly less than the fair value of those services.

The Company only recognises volunteer services where the fair value of those services can be reliably estimated, and where this is the case the economic benefits of volunteer services will be consumed as the services are acquired, and will be expensed immediately.

COVID-19 Assistance Grants

Government grants relating to costs are deferred and recognised in profit or loss over the period necessary to match them with the costs that they are intended to compensate. This includes Jobkeeper and Cash Boost income received due to COVID-19 during the year.

(d) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

(e) Contract Liabilities

Contract liabilities represent the company's obligation to transfer goods or services to a customer and are recognised when a customer pays consideration, or when the company recognises a receivable to reflect its unconditional right to consideration (whichever is earlier) before the company has transferred the goods or services to the customer.

(f) Income tax

No provision for income tax has been raised, as the company is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

(g) Trade and other payables

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

(h) Employee benefits

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method.

Fair Game Australia Limited

Notes to the Financial Statements 31 December 2020

NOTE 2: REVENUE AND OTHER INCOME

	2020	2019
	\$	\$
Donations and Fundraising	82,433	80,691
Grants, Commissions and Sponsorships	305,529	234,489
Other Income	13,142	7,637
COVID-19 JobKeeper and Cash Boost ¹	106,352	-
	<u>507,454</u>	<u>322,817</u>

¹ During the year from April 2020 onwards, the Company was eligible for government assistance grants relating to COVID-19 impacts. These were in the form of JobKeeper and Cash Boost incentives.

NOTE 3: CASH FLOW INFORMATION

	2020	2019
	\$	\$
Reconciliation of cash flow from operations with profit/ (loss) after income tax		
Profit/ (loss) after income tax	173,055	845
Adjustments for:		
Depreciation and amortisation	2,900	3,625
Interest Received	(753)	(1,560)
Changes in assets and liabilities		
Decrease/(increase) in receivables and other assets	3,689	(1,287)
(Decrease)/increase in trade, other payables and contract liabilities	203,361	44,911
Cash flows (used in)/provided by operating activities	<u>382,252</u>	<u>46,535</u>

NOTE 4: OTHER LIABILITIES

	2020	2019
	\$	\$
Contract liabilities ¹	316,553	126,986
	<u>316,553</u>	<u>126,986</u>

¹ Balance consists of grant income received in advance for 2020, where the goods and services are yet to be provided and performance obligations satisfied by the Company.

Fair Game Australia Limited

Notes to the Financial Statements
31 December 2020

NOTE 5: SUBSEQUENT EVENTS

The existence of the infectious disease COVID-19 ('Coronavirus') has continued to spread throughout the world, including Australia. The Company considers this to be a non-adjusting event after the reporting date. Since the reporting date this has caused increasing disruption to populations, and to business and economic activity. To date, COVID-19 has not had a material impact on the business, however in this environment the Company acknowledges it does have the potential to impact the operations. As of May 2021, where travel restrictions have been temporarily imposed during and subsequent to year end, the staff capacity is being used to develop new resources to support regional and remote communities in the short and medium term where communities are being impacted by lockdowns as a result of the pandemic.

There are no other matters or circumstances that have arisen since 31 December 2020 that have or may significantly affect the operations, results, or state of affairs of the company in future financial years.

NOTE 6: ENTITY DETAILS

The registered office of the company is:

PO Box 67
Leederville WA 6007

The principal place of business is:
339 Collier Road
Bassendean WA 6054

NOTE 7: MEMBERS GUARANTEE

The company is incorporated under the *Corporations Act 2001* and is a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$1.00 each towards meeting any outstandings and obligations of the company. At 31 December 2020 the number of members was 10.

Fair Game Australia Limited

Declaration of Directors
31 December 2020

DECLARATION OF DIRECTORS

The directors have determined that the company is not a reporting entity and that these special purpose financial statements should be prepared in accordance with the accounting policies described in Note 1 to the financial statements.

The directors of the company declare that:

1. The financial statements, comprising the statement of comprehensive income, statement of financial position, statement of cash flows, statement of changes in equity, and accompanying notes, are in accordance with the *Australian Charities and Not-for-profits Commission Regulation 2013* and:
 - (a) comply with Accounting Standards as described in Note 1 to the financial statements and the *Australian Charities and Not-for-profits Commission Regulation 2013*; and
 - (b) give a true and fair view of the company's financial position as at 31 December 2020 and of its performance for the period ended on that date, complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Australian Charities and Not-for-Profits Commission Regulation 2013*.
2. In the directors' opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors and is signed for and on behalf of the directors by:



Steven Campbell, Chairperson

Dated this 13th day of May 2021

INDEPENDENT AUDITOR'S REPORT

To the members of Fair Game Australia Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Fair Game Australia Limited (the registered entity), which comprises the statement of financial position as at 31 December 2020, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies, and the responsible entities' declaration.

In our opinion the accompanying financial report of Fair Game Australia Limited, is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) Giving a true and fair view of the registered entity's financial position as at 31 December 2020 and of its financial performance for the year then ended; and
- (ii) Complying with Australian Accounting Standards to the extent described in Note 1 and Division 60 of 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 registered entity in accordance with the auditor independence requirements of 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 (including Independence Standards)* (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 for the purpose of fulfilling the registered entity's financial reporting responsibilities under the ACNC Act. 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 responsible entities for the Financial Report

The responsible entities of the registered entity are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the ACNC Act and the needs of the members. The responsible entities' responsibility also includes such internal control as the responsible entities determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the responsible entities are responsible for assessing the registered entity'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 responsible entities either intend to liquidate the registered entity or to cease operations, or have no realistic alternative but to do so.

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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at:

http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf

This description forms part of our auditor's report.

BDO Audit (WA) Pty Ltd

A handwritten signature in black ink, appearing to read 'Dean Just', is written over a faint, larger 'BDO' logo.

Dean Just

Director

Perth, 13 May 2021