

FAIR GAME AUSTRALIA LIMITED

ABN: 67 349 266 332

FINANCIAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

Fair Game Australia Limited

Directors Report 31 December 2021

Your directors present their report on Fair Game Australia Limited (the company) for the year ended 31 December 2021.

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

Charles Robert Watson
Matthew Pdraig Scanlon
Riley Dolman
Steven Bruce Campbell
Michael Rhys Davis
Elizabeth Chester
Najette Alaraibi (Appointed 14 November 2021)
Kristy Le May (Appointed 12 December 2021)
Desiree Silva (Appointed 13 February 2022)

The directors have been in office during the whole of the financial year 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 2021 amounted to \$76,830 (2020: profit of \$173,055).

Activities and Changes in Affairs

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

- Providing recycled sports equipment to underserved communities
- Providing fitness and health promotion activities 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 tenth year in which Fair Game Australia Limited has been in operation and the focus for the year has been the development of regional hubs along with delivery of its services.

Significant Changes in State of Affairs

There were no significant changes in the state of affairs of the company during the financial year.

Matters subsequent to the end of the financial year

There are no matters or circumstances that have arisen since 31 December 2021 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 2021

Short Term Objectives

The COVID-19 pandemic has further exacerbated the isolation of populations residing in regional and remote Western Australia. The Directors and management remain focussed on providing support to these communities via alternate operational models, including the development of regional hubs, whilst complying with the government pandemic response and community expectations on safe delivery of operations. Throughout 2021, Fair Game was able to successfully deliver operations to remote communities, with rescheduling as required in response to temporary travel restrictions.

Long Term Objectives

Expand the provision of services to people in underserved communities in WA focussing on the distribution of pre-loved sports equipment and fitness and health promotion programs. Reduce the incidence of lifestyle related illness through early intervention education sessions focussing on health and hygiene messaging to youth. Continue to strengthen partnerships across regional WA by growing our regional hub footprint.

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.

Najette Alaraibi is a lawyer for the Aboriginal Legal Service of WA in the Civil Law and Human Rights team and was appointed as a director of Fair Game Australia Limited on 14 November 2021.

Kristy Le May is the Director of Governance and Risk at Telethon Kids Institute and was appointed as a director of Fair Game Australia Limited on 12 December 2021.

Desiree Silva is the co-director for the ORIGINS Project at Telethon Kids Institute and a professor of paediatrics at the University of Western Australia and Joondalup Health Campus and was appointed as a director of Fair Game Australia Limited on 13 February 2022.

Fair Game Australia Limited

Directors Report
31 December 2021

Meetings of Directors

During the financial period, 9 meetings of directors were held. Attendances by each director were as follows:

	Directors Meetings	
	Number eligible to attend	Number attended
Charles Robert Watson	9	9
Matthew Pdraig Scanlon	9	8
Riley Dolman	9	8
Steven Bruce Campbell	9	8
Michael Rhys Davis	9	9
Elizabeth Chester	9	8
Najette Alaraibi	1	1
Kristy Le May	0	0
Desiree Silva	0	0

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 2021 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 26th day of May 2022

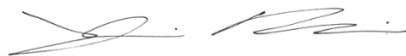
**AUDITOR'S INDEPENDENCE DECLARATION UNDER SUBDIVISION 60-40 OF THE
AUSTRALIAN CHARITIES AND NOT-FOR-PROFITS COMMISSION ACT 2012**

To the directors of the Fair Game Australia Limited

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2021 there have been no contraventions of the auditor independence requirements as set out in any applicable code of professional conduct in relation to the audit.

NPAS

Nexia Perth Audit Services Pty Ltd



Justin Mulhair
Director

26 May 2022
Perth

Fair Game Australia Limited

Statement of Financial Position
As at 31 December 2021

	Note	2021 \$	2020 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		848,653	698,371
Prepayments		8,974	2,045
Other receivables		-	-
Term Deposit		10,000	10,000
TOTAL CURRENT ASSETS		<u>867,627</u>	<u>710,416</u>
NON-CURRENT ASSETS			
Property, plant and equipment		6,300	-
TOTAL NON-CURRENT ASSETS		<u>6,300</u>	<u>-</u>
TOTAL ASSETS		<u>873,927</u>	<u>710,416</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		42,545	15,132
Contract Liability	4	379,010	316,553
Credit card		-	798
Employee Provisions		14,177	21,221
TOTAL CURRENT LIABILITIES		<u>435,732</u>	<u>353,704</u>
NON-CURRENT LIABILITIES			
Employee Provisions		9,540	4,887
TOTAL NON-CURRENT LIABILITIES		<u>9,540</u>	<u>4,887</u>
TOTAL LIABILITIES		<u>445,272</u>	<u>358,591</u>
NET ASSETS		<u>428,655</u>	<u>351,825</u>
EQUITY			
Retained earnings		428,655	351,825
TOTAL EQUITY		<u>428,655</u>	<u>351,825</u>

The accompanying notes form part of these financial statements.

Fair Game Australia Limited

Statement of Comprehensive Income
For the Year Ended 31 December 2021

	Note	2021	2020
		\$	\$
Revenue and other income	2	568,822	507,456
Income from Volunteer Services		68,398	79,933
Expenses from Operations		(490,267)	(331,501)
Expenses from Volunteer Services		(68,398)	(79,933)
Depreciation		(1,725)	(2,900)
Profit before income tax		76,830	173,055
Income tax expense		-	-
Profit after income tax		76,830	173,055
Total comprehensive income		76,830	173,055

The accompanying notes form part of these financial statements.

Fair Game Australia Limited

Statement of Changes in Equity
For the Year Ended 31 December 2021

	Retained Earnings
	\$
Balance at 31 December 2019	<u>178,770</u>
Total comprehensive income	<u>173,055</u>
Balance at 31 December 2020	<u>351,825</u>
Total comprehensive income	<u>76,830</u>
Balance at 31 December 2021	<u>428,655</u>

Fair Game Australia Limited

Statement of Cash Flows
For the Year Ended
For the Year Ended 31 December 2021

	Note	2021 \$	2020 \$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipt from donations, fundraising and grants		699,348	602,585
Payments to suppliers and employees		(542,912)	(326,685)
Receipts from JobKeeper and Cash Boost grants	2	-	106,352
Net cash (used in)/generated from operating activities	3	<u>156,435</u>	<u>382,252</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(8,025)	-
Interest received		1,871	753
Net cash (used in)/generated from investing activities		<u>(6,154)</u>	<u>753</u>
CASH FLOW FROM FINANCING ACTIVITIES			
Net cash generated from financing activities		<u>-</u>	<u>-</u>
Net increase/ (decrease) in cash held		150,281	383,005
Cash at the beginning of the financial period		<u>698,371</u>	<u>315,366</u>
Cash at the end of the financial period		<u><u>848,653</u></u>	<u><u>698,371</u></u>

The accompanying notes form part of these financial statements.

Fair Game Australia Limited

Notes to the Financial Statements
31 December 2021

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 *Australian Charities and Not-for-profits Commission Act 2012* and the *Charitable Collections Act 1946*.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under 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 2021.

(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 2021

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 2021

NOTE 2: REVENUE AND OTHER INCOME

	2021	2020
	\$	\$
Donations and Fundraising	100,512	82,433
Grants, Commissions and Sponsorships	461,905	305,529
Other Income	6,405	13,142
COVID-19 JobKeeper and Cash Boost ¹	-	106,352
	<u>568,822</u>	<u>507,456</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

	2021	2020
	\$	\$
Reconciliation of cash flow from operations with profit/ (loss) after income tax		
Profit/ (loss) after income tax	76,830	173,055
Adjustments for:		
Depreciation and amortisation	1,725	2,900
Interest Received	(1,871)	(753)
Changes in assets and liabilities		
Decrease/(increase) in receivables and other assets	(6,930)	3,689
(Decrease)/increase in trade, other payables and contract liabilities	86,681	203,361
Cash flows (used in)/provided by operating activities	<u>156,435</u>	<u>382,252</u>

NOTE 4: OTHER LIABILITIES

	2021	2020
	\$	\$
Contract liabilities ¹	379,010	316,553
	<u>379,010</u>	<u>316,553</u>

¹ Balance consists of grant income received in advance for the following calendar year, 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 2021

NOTE 5: SUBSEQUENT EVENTS

There are no matters or circumstances that have arisen since 31 December 2021 that have or may significantly affect the operations, results, or state of affairs of the company in future financial years.

NOTE 6: CONTINGENT LIABILITIES

The company is currently pursuing discussions with the Australian Charities and Not-for-profits Commission (ACNC) regarding its Fringe Benefits Tax (FBT) current and historical exemption status. Depending on the outcome of these discussions, there may be a liability to the company. Such a liability cannot be reliably measured at the reporting date.

NOTE 7: 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 8: 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 2021, the number of members was 10.

Fair Game Australia Limited

Declaration of Directors
31 December 2021

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 Act 2012* and the *Charitable Collections Act 1946*; and
 - (a) comply with Accounting Standards as described in Note 1 to the financial statements; and
 - (b) give a true and fair view of the company's financial position as at 31 December 2021 and of its performance for the period ended on that date; and
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 26th day of May 2022

INDEPENDENT AUDITOR'S REPORT TO THE DIRECTORS OF FAIR GAME AUSTRALIA LIMITED

Report on the Financial Report

Opinion

We have audited the accompanying financial report being a special purpose financial report of Fair Game Australia Limited ("the Company"), which comprises the statement of financial position as at 31 December 2021, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

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

- a) Giving a true and fair view of the Company's financial position as at 31 December 2021 and of its performance for the year ended on that date; and
- b) Complying with Australian Accounting Standards to the extent described in Note 1 to the financial statements 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 Company in accordance with the independence requirements of Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* and the ethical requirements of the Accounting Professional & 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 confirm that the independence declaration required by the *Australian Charities and Not-for-profits Commission Act 2012*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of matter regarding 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 Company to meet the requirements of the *Australian Charities and Not-for-profits Commission 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.

Nexia Perth

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Directors' responsibility for the financial report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the directors determine is necessary to enable the preparation of the 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 directors are responsible for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the entity or to cease operations, or have no realistic alternative but to do so.

The directors are responsible for overseeing the entity's financial reporting process.

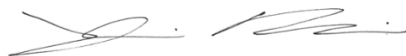
Auditor's Responsibilities for the Audit of the Financial Report

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.

A further description of our responsibilities for the audit of the financial report is located at The Australian Auditing and Assurance Standards Board website at https://auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our auditor's report.



Nexia Perth Audit Services Pty Ltd



Justin Mulhair
Director

26 May 2022
Perth