



ABN 92 606 740 836

AUDITED ANNUAL FINANCIAL REPORT

30 JUNE 2016

DIRECTORS' REPORT

The Directors present their report together with the financial report of the InLife Independent Living ("the Company") for the financial period ended 30 June 2016, and the auditor's report thereon.

DIRECTORS

The following persons were directors of the Company during the financial year:

Name		Appointed	Ceased
Mr David Clarke	CEO	29 June 2015	-
Ms Gabrielle Bell	Director and Company Secretary	29 June 2015	-
Ms Wendy Brooks	Chairman	29 June 2015	-

WHAT WE DO

The Company was founded on 29 June 2015 as a not-for-profit public company limited by guarantee. Our mission is to provide high quality, reliable and hassle free personal care and support services to people with disability, and to help connect them to services, opportunities and communities that enhance their lives.

A REVIEW OF OUR OPERATIONS FOR FY16

Financial position and operating results for the year

In its first year of operating, the Company had revenue of \$359,243, and a surplus for the period ended 30 June 2016 of \$20,781. Its financial position at 30 June 2016 is also equity (net assets) of \$20,781.

The financial period stated in this report is from 29 June 2015 to 30 June 2016. The company did not incur any financial transactions in the period prior to 1 July 2015.

Significant changes to the state of affairs

The Company was incorporated on 29 June 2015. It was registered with the Australian Charities and Not-for-profits Commission (ACNC) as a Public Benevolent Institution on 20 July 2015 and endorsed as a Deductible Gift Recipient (Item 1) on the same date.

Key activities

Key activities in this financial year were to:

- establish service agreements and support arrangements with an initial group of customers;
- establish our core organisational policies and procedures and develop relationships in the sector, including with industry stakeholders, advocacy groups, support coordination services and allied health services; and
- become registered as a disability service provider with the Department of Health and Human Services and the National Disability Insurance Scheme.

Events subsequent to reporting date

In the interval between the end of the financial year and the date of this report there has not arisen any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors of the Company, to affect significantly the operations, the results of those operations, or the state of affairs of the Company, in future financial years.

Likely developments

The Company will continue to focus on growing our client base for personal care and support services while maintaining industry quality standards.

DIRECTORS' MEETINGS

The following table sets out the number of directors' meetings held during the year ended 30 June 2016 and the number of meetings attended by each director.

Directors	Board	
	A ¹	B ²
Mr David Clarke	9	9
Ms Gabrielle Bell	9	9
Ms Wendy Brooks	9	9

¹ A = number of meetings eligible to attend

² B = number of meetings attended

COMPANY PARTICULARS

Registered office

InLife Independent Living
Level 23, 525 Collins Street
Melbourne, VIC 3000

Members' guarantee

The Company is incorporated under the Corporations Act 2001 and as a public company limited by guarantee. If the Company is wound up, the liability of each member (during the time or within one year afterwards) is limited to \$10.00.

Proceeding 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 year.

Indemnification

The Company has agreed to indemnify the directors of the Company against all liabilities to another person that may arise from their position in the Company to the extent permitted by the law.

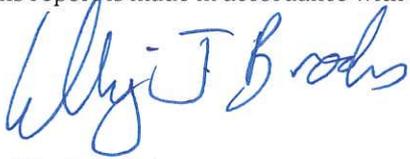
Insurance premiums

During the financial year, the Company paid premiums to insure directors and officers of the Company against certain liabilities. The contract prohibits disclosure of the nature of the liabilities and the amount of premium paid.

LEAD AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under subdivision 60-C section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012 is set out on page 6.

This report is made in accordance with a resolution of the directors:



Ms Wendy Brooks
Chairman
Melbourne



Mr David Clarke
Director

Date: 14 December 2016

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The Board of Directors
InLife Independent Living Ltd
Level 23, 525 Collins Street
Melbourne VIC 3000

14 December 2016

Dear Board Members

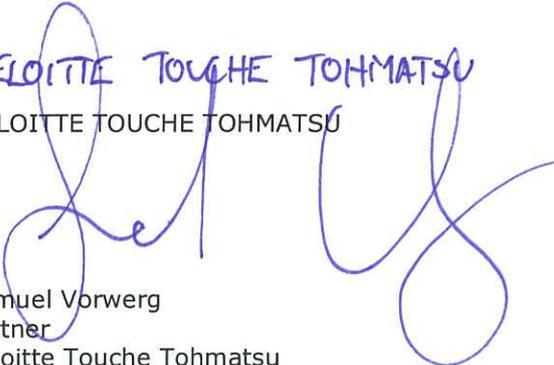
InLife Independent Living Ltd

In accordance with subdivision 60-C section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012, I am pleased to provide the following declaration of independence to the directors of InLife Independent Living Ltd.

As lead audit partner for the audit of the financial statements of InLife Independent Living Ltd for the financial year ended 30 June 2016, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the Australian Charities and Not-for-profits Commission Act 2012 in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

Yours sincerely


DELOITTE TOUCHE TOHMATSU
DELOITTE TOUCHE TOHMATSU

Samuel Vorwerg
Partner
Deloitte Touche Tohmatsu

STATEMENT OF SURPLUS OR DEFICIT AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2016

	Note	2016 \$
Revenue from ordinary activities	A1	359,243
Direct Client Support		(282,186)
Coordination of Supports		(25,197)
Marketing and Promotion		(12,064)
Administration expenses		(18,233)
Total operating expenses	A2	<u>(337,680)</u>
Results from operational activities		<u>21,563</u>
Finance expenses		(782)
Surplus before income tax		20,781
Income tax expense		<u>-</u>
Surplus for the year		20,781
Other comprehensive income, net of tax		-
Total comprehensive income for the year		<u><u>20,781</u></u>

The Statement of Surplus or Deficit and Other Comprehensive Income should be read in conjunction with the accompanying notes.

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2016

	Ref.	2016 \$
Current assets		
Cash and cash equivalents	B1(ii)	31,467
Trade and other receivables	B1(ii)	62,850
Total current assets		<u>94,317</u>
Total assets		94,317
Current liabilities		
Trade and other payables	B1(iii)	30,129
Provisions	B1(iii)	7,044
Total current liabilities		<u>37,173</u>
Non-current liabilities		
Borrowings	C1	<u>36,363</u>
Total non-current liabilities		<u>36,363</u>
Total liabilities		73,536
Net assets		20,781
Equity		
Retained surplus		<u>20,781</u>
Total equity		<u>20,781</u>

The Statement of Financial Position should be read in conjunction with the accompanying notes.

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2016

	Retained surplus	Total
	\$	\$
Balance as at 29 June 2015	-	-
Surplus for the year	20,781	20,781
Other comprehensive income	-	-
Total comprehensive income	<u>20,781</u>	<u>20,781</u>
Transactions with members of the Company	-	-
Balance as at 30 June 2016	<u>20,781</u>	<u>20,781</u>

The Statement of Changes in Equity should be read in conjunction with the accompanying notes.

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2016

	2016
	\$
Cash Flows from operating activities	
Receipts from customers	312,786
Payments to suppliers and employees	(317,682)
Net cash provided by operating activities	<u>(4,896)</u>
Cash Flows from investing activities	-
Cash Flows from financing activities	
Proceeds from borrowings	36,363
Net increase(decrease) in cash and cash equivalents	31,467
Cash and cash equivalents at the beginning of the financial year	-
Cash and cash equivalents at the end of the financial year	31,467

The Statement of Cash Flows should be read in conjunction with the accompanying notes.

A. WHERE OUR FUNDS COME FROM AND HOW THEY ARE SPENT

This section explains the main sources of our revenue and expenditure and how those are measured in accordance with relevant accounting standards

A1. OUR SOURCES OF REVENUE

Our primary source of revenue is clients with a disability who receive funding for disability supports from government agencies, including NDIS, DHHS and TAC.

	2016
	\$
Revenue from operating activities	
Personal care and support services	356,257
Interest income	5
Donations revenue	2,981
Total revenue from operating activities	<u>359,243</u>

What are the relevant accounting policies?

Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed.

Revenue recognition relating to the provision of services is determined with reference to the stage of completion of the transaction at the end of the reporting period and where the outcome of the contract can be estimated reliably. Stage of completion is determined with reference to the services performed to date as a percentage of total anticipated services to be performed. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent that related expenditure is recoverable.

A2. WHERE THE FUNDING HAS BEEN SPENT

InLife's mission is to provide high quality personal care and support to people with disability, and to help connect them to services, opportunities and communities that enhance their lives. We have incurred the following expenses relating to these activities over the course of this financial year.

	2016
	\$
A2. Operating expenses	
Employee Expenses	301,450
Insurance	11,617
Rent	2,276
Other expenses	22,337
Total operating expenses	<u>337,680</u>

In the current reporting period, the Company engaged all employees on casual employment contracts, and so did not incur or accrue employee entitlements such as annual leave and long service leave.

B. HOW DO WE MANAGE OUR RISK AND WORKING CAPITAL?

This section explains the risk that the Company is exposed to, the policies adopted to reduce those risks and also provides the users with information on how we manage our working capital.

B1. CAPITAL MANAGEMENT

The Company's objectives when managing capital are to:

- Safeguard our ability to continue as a going concern to continue to provide services to people with disability; and
- Maintain an optimal capital structure to support efficient and effective operations.

(i). Working Capital

	2016 \$
Current assets	94,317
Current liabilities	<u>(37,173)</u>
Net current assets	<u>57,144</u>

(ii). Current Assets

Cash and cash equivalents	
Cash at bank	31,467
Total cash and cash equivalents	<u>31,467</u>
Trade and Other receivables	
Trade receivables	48,966
Accrued revenue	13,000
GST receivables	884
Total Trade and Other receivables	<u>62,850</u>

(iii). Current Liabilities

Trade and other payables	
Accrued expenses	25,099
Rebates payable	7,044
Wages accrued	5,030
Total trade and other payables	<u>37,173</u>

What are the relevant accounting policies?

Financial assets measured at amortised cost

A financial asset is to be measured at amortised cost using the effective interest method and net of any impairment loss, where:

- the asset is held within a business model with an objective to hold assets in order to collect contractual cash flows; and
- the contractual terms of the financial asset give rise, on specific dates, to cash flows that are solely payments of principal and interest.

The Company's investments in term deposits and its receivables are measured at amortised cost as set out below.

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.

Trade and Other receivables

Trade and other receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any provision for impairment. Other receivables are generally due for settlement within 14 days.

Collectability of receivables is revised on an ongoing basis. Debts which are known to be uncollectable are written off by reducing the carrying amount directly. A provision for impairment of trade receivables is raised when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Other receivables are recognised at amortised cost, less any provision for impairment.

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 14 days of recognition.

C. OTHER INFORMATION

This section covers other information that is not directly related to items in the financial statements, including information about related party transactions, significant accounting policies not disclosed elsewhere and other statutory information.

C1. RELATED PARTIES

Directors

The names of persons who were directors of the Company at any time during this financial year and unless otherwise indicated were directors for the entire period:

Name		Appointed	Ceased
Mr David Clarke	CEO	29 June 2015	-
Ms Gabrielle Bell	Director and Company Secretary	29 June 2015	-
Ms Wendy Brooks	Chairman	29 June 2015	-

Director and key management personnel compensation

Compensation paid or payable to directors of the Company is as follows:

	2016
	\$
Employee entitlements	-

Related Party Transactions

Beginning of the year	-
Expenses incurred on behalf of the company	36,363
Repayments made	-
End of the year	<u>36,363</u>

Loans to/from related parties

During the current reporting period, Mr David Clarke loaned the company working capital totaling \$36,363. The loan was made on the following arm's length commercial terms and conditions:

- Interest incurred at a fixed rate of 4% per annum for the life of the loan;
- Repayments triggered when, for three consecutive months, Company revenue exceeds \$120,000 per month and operating margin exceeds 2.5%; and
- Monthly required repayments are the lesser of 0.75% of monthly revenue or \$1,000.

The Board is also in discussions with the CEO regarding an entitlement to payments for services provided during the reporting period that is outside the scope of their employment contract. At the date of this report, the value and structure of this entitlement is not agreed and unable to be reliably reported or measured, however its total value is not expected to exceed \$160,000. Realisation of the entitlement is not expected to commence within 12 months of the date of this report.

C2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Reporting entity

The InLife Independent Living ("the Company") is a not-for-profit public company limited by guarantee. The address of the Company's registered office is Level 23, 525 Collins St, Melbourne, VIC 3000, Australia.

Basis for preparation

In the directors' opinion, the company is not a reporting entity because there are no users dependent on general purpose financial statements. These special purpose financial statements have been prepared for the purposes of complying with the Australian Charities and Not-for-profits Commission Act 2012 requirements to prepare and distribute financial statements to the members of the Company. The directors have determined that the statements adopted are appropriate to meet the needs of the members of the Company.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the disclosure requirements of AASB 101 'Presentation of Financial Statements', AASB 107 'Statement of Cash Flows', AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors', AASB 1031 'Materiality', AASB 1048 'Interpretation of Standards' and AASB 1054 'Australian Additional Disclosures', as appropriate for for-profit oriented entities.

Historical cost convention

The financial statements have been prepared on a historical cost basis and are measured at fair value.

Functional and presentation currency

These financial statements are presented in Australian dollars, which is the Company's functional currency.

Critical accounting estimates

The preparation of financial statements in conformity with AASBs requires management to use certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. There are no critical accounting estimates and judgements as at 30 June 2016.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

Income tax

The Company is a tax-exempt entity for the purposes of Division 50 of the Income Tax Assessment Act 1997.

Subsequent events

There are no significant events subsequent to year end which require reporting in the financial statements of the Company for the year ended 30 June 2016.

New, revised or amending Accounting Standards and Interpretations adopted

The company has adopted all of the new, revised or amending Accounting Standards and interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new, revised or amending Accounting Standards or interpretations that are not yet mandatory have not been early adopted.

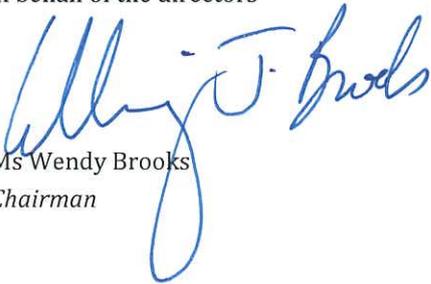
DIRECTORS' DECLARATION

In the directors' opinion:

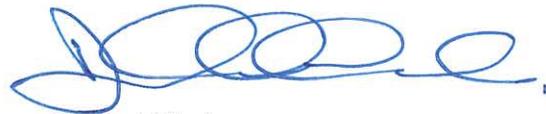
- The company is not a reporting entity because there are no users dependent on general purpose financial statements. Accordingly, as described in notes to the financial statements, the attached special purpose financial statements have been prepared for the purposes of complying with the Australian Charities and Not-for-profits Commission Act 2012 (Cth) (the ACNC Act) requirements to prepare and distribute financial statements to the members of the Company;
- The attached financial statements and notes comply with the ACNC Act and other mandatory professional reporting requirements;
- The attached financial statements and notes give a true and fair view of the company's financial position as at 30 June 2016 and of its performance for the financial year ended on that date; and
- There are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to Reg 60.15(2) of the Australian Charities and Not-for-profits Commission Regulation 2013 (Cth).

On behalf of the directors



Ms Wendy Brooks
Chairman



Mr David Clarke
Director

Independent Auditor's Report to the members of InLife Independent Living Ltd

We have audited the accompanying financial report, being a special purpose financial report of InLife Independent Living Ltd, which comprises the statement of financial position as at 30 June 2016, the statement of comprehensive income, the statement of cash flows and the statement of changes in equity for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the Directors declaration as set out on pages 7 to 16.

The Directors' Responsibility for the Financial Report

The Directors of the entity are responsible for the preparation of the financial report that gives a true and fair view and has determined that the basis of preparation described in Note C2 is appropriate to meet the requirements of the *Australian Charities and Not-for-profits Commission Act 2012 (Cth)* (the ACNC Act) and the needs of the members. The Director's responsibility also includes 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.

Auditor's Responsibility

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 relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report 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 judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control, relevant to the entity's preparation of the financial report that gives a true and fair view, 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Directors, 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.

Auditor's Independence Declaration

In conducting our audit, we have complied with the independence requirements of subdivision 60-C section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012. We confirm that the independence declaration required by the ACNC Act, which has been given to the directors of InLife Independent Living Ltd would be in the same terms if given to the directors as at the time of this auditor's report.

Opinion

In our opinion, the financial report of InLife Independent Living Ltd is in accordance with the ACNC Act, including:

- (a) giving a true and fair view of company's financial position as at 30 June 2016 and of its performance and cash flows for the year ended on that date; and
- (b) complying with Australian Accounting Standards to the extent described in Note C2 and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Basis of Accounting

Without modifying our opinion, we draw attention to Note C2 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist InLife Independent Living Ltd to meet the financial reporting requirements under the ACNC Act. As a result, the financial report may not be suitable for another purpose.

DELOITTE TOUCHE TOHMATSU
DELOITTE TOUCHE TOHMATSU



Samuel Vorweg
Partner
Chartered Accountants
Melbourne, 14 December 2016