

RED DUST ROLE MODELS LIMITED

A.B.N. 12 118 641 777

FINANCIAL REPORT
FOR THE YEAR ENDED
30TH JUNE 2006

RED DUST ROLE MODELS LIMITED

A.B.N. 12 118 641 777

CONTENTS

Directors' Report

Statement of Financial Performance

Statement of Financial Position

Statement of Cash Flows

Notes to the Financial Statements

Directors' Declaration

Auditor's Report

Auditor's Independence Declaration

Detailed Profit and Loss Statement

RED DUST ROLE MODELS LIMITED
A.B.N. 118 641 777

DIRECTORS' REPORT

Your directors present their report on the company for the financial year ended 30th June 2006.

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

John Van Groningen
Linley Frame
David Callow
Martin Hirons
Matthew Hollard
Ray Minniecon
Andrew Purcell

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

The profit of the company for the financial year after providing for income tax amounted to \$560.

A review of the operations of the company during the financial year and the results of those operations found that:

The principal activities of the company during the financial year were
Non for Profit Charity

No significant change in the nature of these activities occurred during the year.

No dividends were paid during the year and no recommendation is made as to dividends.

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

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is included.

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

Director

.....
John Van Groningen

Director

.....
Linley Frame

Dated this 11th day of October, 2007

RED DUST ROLE MODELS LIMITED

STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30TH JUNE 2006

	Note	2006 \$
CLASSIFICATION OF EXPENSES BY NATURE		
Revenues from ordinary activities	2	93,060
Employee benefits expense		(23,200)
Depreciation and amortisation expenses	3	(2)
Borrowing costs expense	3	(700)
Other expenses from ordinary activities		(68,598)
		<hr/>
Profit from ordinary activities before income tax expense	3	560
Total changes in equity other than those resulting from transactions with owners as owners		560
		<hr/> <hr/>

The accompanying notes form part of these financial statements.

RED DUST ROLE MODELS LIMITED
 STATEMENT OF FINANCIAL POSITION
 AS AT 30TH JUNE 2006

	Note	2006 \$
CURRENT ASSETS		
Cash assets	6	1,910
Receivables	7	6,151
TOTAL CURRENT ASSETS		8,061
NON-CURRENT ASSETS		
Property, plant and equipment	8	4,432
TOTAL NON-CURRENT ASSETS		4,432
TOTAL ASSETS		12,493
CURRENT LIABILITIES		
Payables	9	5,944
Interest bearing liabilities	10	5,989
TOTAL CURRENT LIABILITIES		11,933
TOTAL LIABILITIES		11,933
NET ASSETS		560
EQUITY		
Contributed equity	11	-
Retained profits	5	560
TOTAL EQUITY		560
NOTE:		
Related Party Disclosures		26,789

The accompanying notes form part of these financial statements.

RED DUST ROLE MODELS LIMITED

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30TH JUNE 2006

2006
\$

Notes to the Statement of Cash Flows

Reconciliation of Cash

Cash at the end of financial year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:

Cash at Bank	1,910
NAB Visa Account	(5,989)
	<u>(4,079)</u>

Reconciliation of Net Cash provided by Operating Activities to profit from ordinary activities after Income Tax.

Operating profit (loss) after income tax	560
Non-cash flows in profit from ordinary activities	
Depreciation	2
Non-cash flows in Profit(Loss) from Ordinary Activities:	
Changes in Assets and Liabilities:	
Increase (Decrease) in sundry creditors	5,944
Decrease (Increase) in receivables:	
GST Clearing	(6,151)
Cash flows from operations	<u>355</u>

The accompanying notes form part of this financial report.

RED DUST ROLE MODELS LIMITED
A.B.N. 12 118 641 777

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2006

1 Statement of Significant Accounting Policies

The financial report is a general purpose financial report that has been prepared in accordance with Accounting Standards, Urgent Issues Group Consensus Views and other authoritative pronouncements of the Australian Accounting Standards Board.

The financial report is for the entity Red Dust Role Models Limited as an individual entity. Red Dust Role Models Limited is a company limited by guarantee, incorporated and domiciled in Australia.

The financial report has been prepared on an accrual basis and is based on historical costs. It does not take into account changing money values, or except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

The following is a summary of the material accounting policies adopted by the economic entity in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

Income Tax

The company is a non for profit organisation and as such, no tax is payable.

RED DUST ROLE MODELS LIMITED
A.B.N. 12 118 641 777

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2006

Property, Plant & Equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation.

Property

Freehold land and buildings are measured on the fair value basis, being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction. It is the policy of the company to have an independent valuation every three years, with annual appraisals being made by the directors.

The revaluation of freehold land and buildings has not taken account of the potential capital gains tax on assets acquired after the introduction of capital gains tax.

Plant and equipment

Plant and equipment are measured on the cost basis

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount of those assets. The recoverable amount is assessed on the basis of expected net cash flows which will be received from the assets employment and subsequent disposal. The expected net cash flows have not been discounted to present values in determining recoverable amounts.

Depreciation

The depreciable amount of all fixed assets including buildings and capitalised leased assets, but excluding freehold land, are depreciated on straight line basis over their estimated useful lives to the entity commencing from the time the asset is held ready for use. Properties held for investment purposes are not subject to a depreciation charge.

Intangibles

Patents

Patents and trademarks are valued in the accounts at cost of acquisition and are amortised over their estimated useful life.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH JUNE 2006

Leases

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership are transferred to the company are classified as finance leases. Finance leases are capitalised recording an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual value. Leased assets are depreciated over their estimated useful lives where it is likely that the economic entity will obtain ownership of the asset or over the term of the lease. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

Lease incentives received under operating leases are recognised as a liability. Lease payments received reduced the liability.

Employee Benefits

Contributions are made by the company to an employee superannuation fund and are charged as expenses when incurred.

Cash

For purposes of the statement of cash flows, cash includes deposits at call with financial institutions and other highly liquid investments with maturity within less than 3 months which are readily convertible to cash on hand at the investor's opinion and are subject to an insignificant risk of changes in value, and borrowings which are integral to the cash management function and which are not subject to a term facility.

Revenue

Revenue from the sale of goods is recognised upon the delivery of goods to customers.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

RED DUST ROLE MODELS LIMITED
A.B.N. 12 118 641 777

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2006

	2006
	\$
2 Revenue	
Operating activities	
Donations Received	93,060
	<u>93,060</u>
3 Profit from Ordinary Activities	
Profit from ordinary activities before income tax expense has been determined after:	
Expenses:	
Borrowing costs	
Depreciation of non-current assets	
Depreciation	2
Total depreciation	<u>2</u>
4 Income Tax Expense	
Income tax expense attributable to: Profit from ordinary activities before income tax	<u>-</u>
5 Retained Profits	
Retained profits (accumulated losses) at the beginning of the financial year	-
Net profit attributable to members of the company	560
Retrospective adjustment(s) upon introduction of accounting standard(s):	
Retained profits(accumulated losses) at the end of the financial year	<u>560</u>
6 Cash Assets	
Cash at Bank	<u>1,910</u>
7 Receivables	
CURRENT	
Other debtors	<u>6,151</u>

RED DUST ROLE MODELS LIMITED
A.B.N. 12 118 641 777

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2006

2006
\$

8 Property, Plant and Equipment

Land and Buildings Movements in Carrying Amounts:

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year

	Freehold Land \$	Buildings \$	Plant and Equipment \$	Leased Plant and Equipment \$	Total \$
Additions	-	-	4354	-	4354
Depreciation expense	-	-	(2)	-	(2)
Carrying amount at the end of year	-	-	4352	-	4352

9 Payables

CURRENT PAYG Accrual	5,944
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10 Interest Bearing Liabilities

CURRENT NAB Visa Account	5,989
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11 Remuneration and Retirement Benefits

Directors' Remuneration:

Income paid or payable to all directors of the company by the company and any related parties	26,787
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Number of directors whose income from the company or any related parties was within the following bands:

	No.
0 - \$9999	1
\$20,000 - \$29,999	1

The names of directors who have held office during the financial year are:

John Van Groningen
Linley Frame
David Callow
Martin Hirons
Matthew Hollard
Ray Minniecon
Andrew Purcell

RED DUST ROLE MODELS LIMITED
A.B.N. 12 118 641 777

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2006

2006
\$

Retirement and Superannuation Payments:

Amounts of a prescribed benefit given during year by the company or a related party to a director or prescribed superannuation fund in connection with the retirement from a prescribed office

-

Full particulars are not provided as the directors believe this would be unreasonable.

RED DUST ROLE MODELS LIMITED
A.B.N. 118 641 777

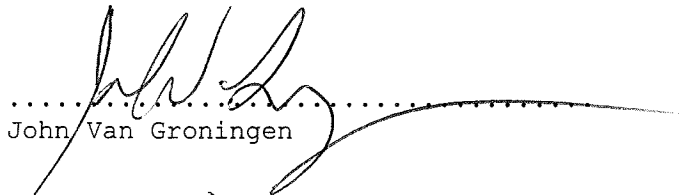
DIRECTORS' DECLARATION

The directors of the company declare that:

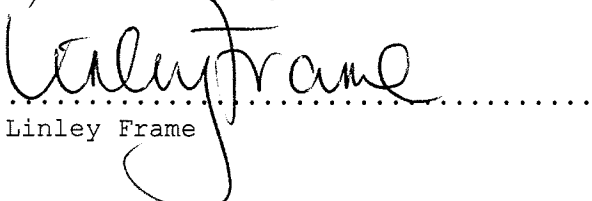
1. The financial statements and notes are in accordance with the Corporations Act 2001:
 - (a) comply with Accounting Standards and the Corporations Regulations 2001; and
 - (b) give a true and fair view of the financial position as at 30th June 2006 and of the performance for the year ended on that date of the company;
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.

Director

.....
John Van Groningen

Director

.....
Linley Frame

Dated this 17th day of October, 2007

INDEPENDENT AUDIT REPORT

TO THE MEMBERS OF

RED DUST ROLE MODELS LIMITED

A.B.N. 118 641 777

Scope

The financial report and directors' responsibility.

The financial report comprises the statement of financial position, statement of financial performance, statement of cash flows, accompanying notes to the financial statements and the directors' declaration for Red Dust Role Models Limited for the year ended 30th June 2006.

The directors of the company are responsible for the preparation and true and fair presentation of the financial report in accordance with the Corporations Act 2001. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

Audit Approach

We conducted an independent audit in order to express an opinion to the members of the company. Our audit was conducted in accordance with Australian Auditing Standards, in order to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgement, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

We performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the Corporations Act 2001, including compliance with Accounting Standards and other mandatory financial reporting requirements in Australia, a view which is consistent with our understanding of the company's financial position, and of its performance as represented by the results of its operations and cash flows.

We formed our audit opinion on the basis of these procedures, which included:

- examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report; and
- assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the directors.

While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our audit was not designed to provide assurance on internal controls.

INDEPENDENT AUDIT REPORT

TO THE MEMBERS OF

RED DUST ROLE MODELS LIMITED
A.B.N. 118 641 777

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements and the Corporations Act 2001.

In accordance with ASIC class order 05/83, we declare to the best of our knowledge and belief that the auditors independence declaration has not changed as at the date of providing our audit opinion.

Audit Opinion

In our opinion, the financial report of Red Dust Role Models Limited is in accordance with:

- (a) the Corporations Act 2001, including:
 - (i) giving a true and fair view of the company's financial position as at 30th June 2006 and of their performance for the year ended on that date; and
 - (ii) complying with Accounting Standards in Australia and the Corporations Regulations 2001; and
- (b) other mandatory professional reporting requirements.

Name of Firm: Knott & Associates
Chartered Accountants



Name of Partner:
Graeme Knott

Dated this 19th **day of** October, 2007

Address: 286 Maribyrnong Road Moonee Ponds VIC 3039

RED DUST ROLE MODELS LIMITED

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C
OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF RED DUST ROLE MODELS LIMITED

We declare that, to the best of our knowledge and belief, during the year ended 30th June 2006 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

Name of Firm: Knott & Associates
Chartered Accountants



.....
Name of Partner: Graeme Knott

Dated this 19th day of October, 2007

Address: 286 Maribyrnong Road Moonee Ponds VIC 3039

RED DUST ROLE MODELS LIMITED

TRADING, PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2006

	2006
	\$
SALES	
Donation-Fosters Foundation	40,000
Donation-Nike	35,000
Donation-Phillips	10,000
Donation-Other	6,050
Role Model Reimbursement	2,010
	<hr/>
GROSS PROFIT	93,060
Less: EXPENSES	
Bank Charges	182
Car Allowance	4,304
Depreciation	2
Entertainment	500
Freight & Courier	806
Interest Paid	700
Legal Costs	745
Motor Vehicle Expenses	1,287
Promotions & Photography	6,483
Program-Airfares	18,353
Program-Accommodation & Meals	9,956
Program-Car Hire & Fuel	9,420
Program-Music	1,909
Program-Other	1,633
Sundry Expenses	2,480
Storage	874
Telephone	1,448
Trainings & Meetings	2,979
Wages	23,200
Website	4,771
Uniforms	468
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	92,500
	<hr/>
NET PROFIT	560
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The accompanying notes form part of these financial statements.