

FEEL THE MAGIC LIMITED
ABN 36 164 874 266

FINANCIAL REPORT
FOR THE YEAR ENDED
30 JUNE 2017

FEEL THE MAGIC LIMITED
ABN 36 164 874 266

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FEEL THE MAGIC LIMITED
ABN 36 164 874 266

DIRECTORS' REPORT

The directors present their report on the company for the financial year ended 30 June 2017.

Information on Directors

The names of each person who has been a director during the year and to the date of this report are:

James Thomas
Tim Dodd
Rhonda Brighton- Hall

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

Operating Results

The profit of the company after providing for income tax amounted to \$74,870.

Review of Operations

A review of the operations of the company during the financial year and the results of those operations are as follows:

The company's operations during the year performed as expected in the opinion of directors.

Significant Changes in the State of Affairs

No significant changes in the nature of the Company's activity occurred during this financial year.

Principal Activities

The principal activities of the company during the financial year were Children and Youth Charity.

No significant changes in the nature of the company's activity occurred during the financial year.

Events After the Reporting Date

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in future financial years.

Environmental Issues

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

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.

Options

No options over issued shares or interests in the company were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

Indemnification and Insurance of Officers and Auditors

FEEL THE MAGIC LIMITED

ABN 36 164 874 266

DIRECTORS' REPORT

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.

Auditors' Independence Declaration

The lead auditors' independence declaration in accordance with section 307C of the Corporations Act 2001, for the year ended 30 June 2017 has been received and can be found on page 3.

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

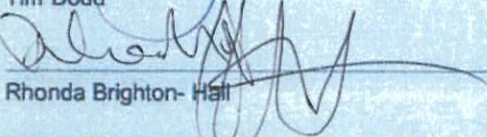
Director:


James Thomas

Director:


Tim Dodd

Director:


Rhonda Brighton-Hall

Dated this 30th day of January 2018

FEEL THE MAGIC PTY LIMITED

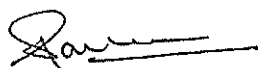
ABN 36 164 874 266

Auditors Independence Declaration under Section 307C of the Corporations Act 2001

In accordance with Section 307C of the *Corporation Act 2001* I declare that, to the best of my knowledge and belief, in relation to the audit of FEEL THE MAGIC PTY LIMITED for the financial year ended 30 June 2017 there have been:

- no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* and the Australian Not for Profits Commission Act 2012 in relation to the audit; and
- no contraventions of any applicable code of professional conduct in relation to the audit.

Ageis Accounting and Tax Pty Limited



STEPHEN JANKELOWITZ
Director

Dated in Sydney this 30th day of January 2018

FEEL THE MAGIC LIMITED
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INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2017

	Note	2017 \$	2016 \$
Income			
Revenue		452,205.94	340,092.00
Expenditure			
Accountancy expenses		(1,980.00)	-
Advertising expenses		(1,392.21)	(10,341.00)
Depreciation and amortisation expenses		(960.00)	-
Employee benefits expenses		(71,031.42)	(21,000.00)
Freight and cartage		(625.29)	-
Other expenses		(301,347.46)	(244,683.00)
		<u>74,869.56</u>	<u>64,068.00</u>
Profit for the year	3	74,869.56	64,068.00
Retained earnings at the beginning of the financial year		<u>75,257.00</u>	<u>11,189.00</u>
Profit		<u>150,126.56</u>	<u>75,257.00</u>

The accompanying notes form part of these financial statements.

FEEL THE MAGIC LIMITED
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BALANCE SHEET
AS AT 30 JUNE 2017

	Note	2017 \$	2016 \$
CURRENT ASSETS			
Cash and Cash Equivalents	4	174,016.69	79,945.00
TOTAL CURRENT ASSETS		<u>174,016.69</u>	<u>79,945.00</u>
NON-CURRENT ASSETS			
Property, Plant and Equipment	7	1,114.00	-
Intangible Assets	5	160.00	322.00
TOTAL NON-CURRENT ASSETS		<u>1,274.00</u>	<u>322.00</u>
TOTAL ASSETS		<u>175,290.69</u>	<u>80,267.00</u>
CURRENT LIABILITIES			
Trade and Other Payables	6	25,154.13	5,000.00
TOTAL CURRENT LIABILITIES		<u>25,154.13</u>	<u>5,000.00</u>
TOTAL LIABILITIES		<u>25,154.13</u>	<u>5,000.00</u>
NET ASSETS		<u>150,136.56</u>	<u>75,267.00</u>
EQUITY			
Issued Capital	8	10.00	10.00
Retained Earnings	9	150,126.56	75,257.00
TOTAL EQUITY		<u>150,136.56</u>	<u>75,267.00</u>

The accompanying notes form part of these financial statements.

FEEL THE MAGIC LIMITED
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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2017

	Note	Retained earnings \$	Total \$
Balance at 1 July 2015		11,189	11,189
Profit attributable to equity shareholders		<u>64,068</u>	<u>64,068</u>
Balance at 30 June 2016		<u>75,257</u>	<u>75,257</u>
Profit attributable to equity shareholders		<u>74,870</u>	<u>74,870</u>
Balance at 30 June 2017		<u>150,127</u>	<u>150,127</u>
 Issued Capital	 8		 <u>10</u>

FEEL THE MAGIC LIMITED
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CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2017

		2017	2016
		\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		452,205.94	340,092.00
Payments to suppliers and employees		(355,829.66)	(270,851.00)
Finance costs		(230.59)	-
Net cash provided by operating activities	10	<u>96,145.69</u>	<u>69,241.00</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for property, plant and equipment		(2,074.00)	-
Net cash used in investing activities		<u>(2,074.00)</u>	<u>-</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from share issue		-	-
Net cash provided by financing activities		<u>-</u>	<u>-</u>
Net increase in cash held		94,071.69	69,241.00
Cash at beginning of financial year		79,945.00	10,704.00
Cash at end of financial year	4	<u>174,016.69</u>	<u>79,945.00</u>

The accompanying notes form part of these financial statements.

FEEL THE MAGIC LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

The financial report covers FEEL THE MAGIC LIMITED as an individual entity. FEEL THE MAGIC LIMITED is a not-for profit Company limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of FEEL THE MAGIC LIMITED is Australian dollars.

Comparatives are consistent with prior years unless otherwise stated.

Basis of Preparation

The Company is nonreporting since there are unlikely to be any users who would rely on the general purpose financial statements.

The special purpose financial statements have been prepared in accordance with the significant accounting policies described below and do not comply with any Australian Accounting Standards unless otherwise stated.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected noncurrent assets, financial assets and financial liabilities.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

Summary of Significant Accounting Policies

Property, Plant and Equipment

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

Plant and equipment

Plant and equipment are measured using the cost model.

Depreciation

Property, plant and equipment excluding freehold land is depreciated on a straightline basis over the assets useful life to the Company, commencing when the asset is ready for use.

Leased assets and leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful life.

FEEL THE MAGIC LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

Financial Instruments

Financial instruments are recognised initially using trade date accounting, i.e. on the date that company becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise principally through the provision of goods and services to customers but also incorporate other types of contractual monetary assets.

After initial recognition these are measured at amortised cost using the effective interest method, less provision for impairment. Any change in their value is recognised in profit or loss.

The company's trade and most other receivables fall into this category of financial instruments.

Significant receivables are considered for impairment on an individual asset basis when they are past due at the reporting date or when objective evidence is received that a specific counterparty will default.

The amount of the impairment is the difference between the net carrying amount and the present value of the future expected cash flows associated with the impaired receivable.

In some circumstances, the company renegotiates repayment terms with customers which may lead to changes in the timing of the payments, the company does not necessarily consider the balance to be impaired, however assessment is made on a case-by-case basis.

FEEL THE MAGIC LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that do not qualify for inclusion in any of the other categories of financial assets or which have been designated in this category. The company's available-for-sale financial assets comprise listed securities.

Purchases and sales of available-for-sale investments are recognised on settlement date.

Available-for-sale financial assets are measured at fair value, with subsequent changes in value recognised in other comprehensive income.

Gains and losses arising from financial instruments classified as available-for-sale are only recognised in profit or loss when they are sold or when the investment is impaired.

In the case of impairment or sale, any gain or loss previously recognised in equity is transferred to the profit or loss.

Available-for-sale financial assets

A significant or prolonged decline in value of an available-for-sale asset below its cost is objective evidence of impairment, in this case, the cumulative loss that has been recognised in other comprehensive income is reclassified from equity to profit or loss as a reclassification adjustment. Any subsequent increase in the value of the asset is taken directly to other comprehensive income.

Impairment of Non-Financial Assets

At the end of each reporting period the company determines whether there is an evidence of an impairment indicator for non-financial assets.

Where this indicator exists and regardless for goodwill, indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the asset is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss, except for goodwill.

FEEL THE MAGIC LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

Intangibles

Cash and Cash Equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

Revenue and Other Income

Revenue is recognised when the business is entitled to it.

Rendering of services

Revenue in relation to rendering of services is recognised depends on whether the outcome of the services can be measured reliably. If this is the case then the stage of completion of the services is used to determine the appropriate level of revenue to be recognised in the period. If the outcome cannot be reliably measured then revenue is recognised to the extent of expenses recognised that are recoverable.

Other income

Other income is recognised on an accruals basis when the company is entitled to it.

Comparative Amounts

Comparatives are consistent with prior years, unless otherwise stated.

Where a change in comparatives has also affected the opening retained earnings previously presented in a comparative period, an opening statement of financial position at the earliest date of the comparative period has been presented.

FEEL THE MAGIC LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

	2017 \$	2016 \$
3 Profit for the year		
The result for the year was derived after charging / (crediting) the following items:		
Profit before income tax from continuing operations includes the following specific expenses:		
Expenses		
Employee benefits expense:		
contributions to defined contribution superannuation funds	4,716.47	-
Depreciation of property, plant and equipment	960.00	-
4 Cash and Cash Equivalents		
Cash on Hand	10.00	10.00
NAB Business Account	174,006.69	79,935.00
	<u>174,016.69</u>	<u>79,945.00</u>
Reconciliation of cash		
Cash and Cash equivalents reported in the cash flow statement are reconciled to the equivalent items in the balance sheet as follows:		
Cash on Hand	10.00	10.00
NAB Business Account	174,006.69	79,935.00
	<u>174,016.69</u>	<u>79,945.00</u>
5 Intangible Assets		
Formation Expenses	807.00	807.00
Less Accumulated Amortisation of Formation Costs	(647.00)	(485.00)
	<u>160.00</u>	<u>322.00</u>
Total	<u>160.00</u>	<u>322.00</u>

FEEL THE MAGIC LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

	2017 \$	2016 \$
6 Trade and Other Payables		
Current		
Trade Creditors	20,121.20	-
Superannuation Payable	808.93	-
PAYG Withholding Payable	4,224.00	5,000.00
	<u>25,154.13</u>	<u>5,000.00</u>
7 Property, Plant and Equipment		
PLANT AND EQUIPMENT		
Plant and Equipment:		
At cost	2,074.00	-
Accumulated depreciation	(960.00)	-
Total Plant and Equipment	<u>1,114.00</u>	<u>-</u>
 Movements in Carrying Amounts of Property, Plant and Equipment		
8 Issued Capital		
Issued Capital	<u>10.00</u>	<u>10.00</u>
9 Retained Earnings		
Retained earnings at the beginning of the financial year	75,257.00	11,189.00
Net profit attributable to members of the company	74,869.56	64,068.00
Retained earnings at the end of the financial year	<u>150,126.56</u>	<u>75,257.00</u>

FEEL THE MAGIC LIMITED
ABN 36 164 874 266

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

	2017 \$	2016 \$
<hr/>		
10 Cash Flow Information		
Reconciliation of result for the year to cashflows from operating activities.		
Reconciliation of net income to net cash provided by operating activities:		
Profit after income tax	74,869.56	64,068.00
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit		
Depreciation	960.00	-
Amortisation	162.00	162.00
Changes in assets and liabilities		
Increase/(decrease) in trade and other payables	20,154.13	5,011.00
Cash flows from operating activities	<u>96,145.69</u>	<u>69,241.00</u>

12 Statutory Information

The registered office of the company is:

FEEL THE MAGIC LIMITED

7 Holly Place PITT TOWN NSW 2756

The principal place of business is:

7 Holly Place PITT TOWN NSW 2756

FEEL THE MAGIC LIMITED
ABN 36 164 874 266

DIRECTORS' DECLARATION

The directors have determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies described in Note 2 to the financial statements.

The directors of the company declare that:

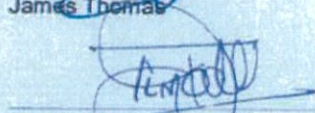
1. The financial statements and notes, as set out on pages 1 to 14, present fairly the Company's financial position as at 30 June 2017 and its performance for the year ended on that date in accordance with the accounting policies described in Note 2 to the financial statements; and
2. In the directors' 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.

Director:


James Thomas

Director:


Tim Dodd

Director:


Rhonda Brighton-Hall

Dated this 30th day of January 2018

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF FEEL THE MAGIC LIMITED**

Report on the Financial Report

Opinion

We have audited the accompanying financial report, being a special purpose financial report, of FEEL THE MAGIC LIMITED, (the company) which comprises the balance sheet as at 30 June 2017, and the income statement and other comprehensive income, statement of changes in equity and cash flow statement 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 accompanying financial report of the company is in accordance with the Corporations Act 2001 and the Australian Not for profits Commissions Act 2012, including:

- (i) giving a true and fair view of the company's financial position as at 30 June 2017 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001 and the Australian Not for profits Commissions Regulations 2013.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Report section of our report. We are independent of the company in accordance with the auditor independence requirements of the Corporations Act 2001 and the Australian Not for profits Commissions Act 2012 and the Australian Not for profits Commissions Regulations 2013 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (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 Corporations Act 2001 and the Australian Not for profits Commissions 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 auditors' report.

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 directors' financial reporting responsibilities under the Corporations Act 2001 and the Australian 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 to this matter.

Responsibilities of Directors' for the Financial Report

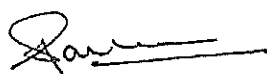
The directors of the company are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in note 1 to the financial report is appropriate to meet the requirements of the Corporations Act 2001 and the Australian Not for profits Commissions Act 2012 and is appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as the directors determine 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 company'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 company or to cease operations, or have no realistic alternative but to do so.

Auditors' Responsibility 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 auditors' 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.

Ageis Accounting and Tax Pty Limited



STEPHEN JANKELOWITZ
Director

Dated in Sydney this 30th day of January 2018

FEEL THE MAGIC LIMITED
ABN 36 164 874 266

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2017

	2017	2016
	\$	\$
INCOME		
Donations	194,080.52	219,100.00
Fundraising Events	257,489.53	120,992.00
Sundry Income	635.89	-
	<u>452,205.94</u>	<u>340,092.00</u>
EXPENSES		
Accountancy Fees	1,980.00	-
Advertising	1,392.21	10,341.00
Bank Charges	2,093.56	716.00
Children's & Volunteers Entertainment	755.36	944.00
Computer Software	1,857.73	-
Depreciation - Office Furniture & Equipment	960.00	-
Family Grants - Disneyland Experiences	20,783.87	82,456.00
Filing Fees	-	79.00
Formation Cost Write-Off	162.00	162.00
Freight, Cartage and Postage	625.29	-
Fundraising Costs	147,197.83	56,669.00
Grief Program Delivery - Camp Magic	111,041.64	87,601.00
Insurance	1,557.80	1,558.00
Interest Paid	230.59	-
Light & Power	600.00	-
Marketing & Communication	9,446.97	-
Meeting Expenses	12.50	-
Membership Fees	744.00	7,920.00
Office Expenses	55.98	2,018.00
Printing & Stationery	423.89	1,046.00
Repairs & Maintenance	8.50	-
Salaries & Wages	66,314.95	21,000.00
Subscriptions	199.30	-
Superannuation Contributions - Employees	4,716.47	-
Sundry Expenses	-	1,476.00
Telephone and Internet Expenses	2,360.82	2,038.00
Website Expenses	1,815.12	-
	<u>377,336.38</u>	<u>276,024.00</u>
PROFIT BEFORE INCOME TAX	<u>74,869.56</u>	<u>64,068.00</u>

The accompanying notes form part of these financial statements.