



Australian Government
Registered Organisations Commission

26 April 2018

Mr Ray Argall
Secretary
Australian Directors Guild Limited

By e-mail: admin@adg.org.au

Dear Mr Argall

Australian Directors Guild Limited
Financial Report for the year ended 30 June 2017 - FR2017/277

I acknowledge receipt of the amended financial report for the year ended 30 June 2017 for the Australian Directors Guild Limited. The financial report was lodged with the Registered Organisations Commission on 18 April 2018.

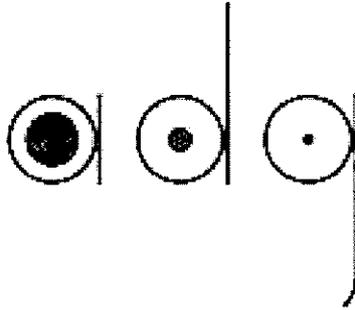
The financial report has now been filed. You are not required to take any further action in respect of the report lodged.

Should you wish to discuss the matters raised in this letter, or if you require further information on the financial reporting requirements of the Act, I may be contacted on (03) 9603 0707 or by email at ken.morgan@roc.gov.au

Yours faithfully

A handwritten signature in black ink, appearing to read 'K. Morgan'.

KEN MORGAN
Financial Reporting Advisor
Registered Organisations Commission



Australian Directors Guild Ltd

ABN 14 002 294 920

2017 Annual Accounts

28 / 330 Wattle Street, Ultimo NSW 2007
Ph: (02) 9555 7045 Fax: (02) 9555 7086
Email: accounts@adg.org.au
Website: www.adg.org.au

AUSTRALIAN DIRECTORS GUILD LTD
ABN 14 002 294 920

DIRECTORS' REPORT

The Directors present their Report, together with the financial statements of the Company, for the twelve months 30 June 2017.

Statutory details of Directors, their special responsibilities and their individual attendances at meetings that they were entitled to attend during the year are given in Note 20 to the Financial Statements.

Activities

The principal activities of the Company during the year were as a guild of directors, animators, filmmakers working in film and television in Australia. There was no significant change in these activities from previous years.

Financial results

The Company incurred a profit for the year of \$4,144 after providing \$nil for tax. Due to prior year losses, the accumulated negative funds at year-end were (\$43,881)

Review of operations

Income for the financial year was \$721,839. This included \$153,962 from fees and levies, \$348,869 from grants, sponsorship and participation fees for member services, \$353 from interest plus \$218,656 received from ASDACS. Direct expenditure on member services was \$189,961, facilitated by personnel costs of \$239,902 and operating costs of \$287,832.

Operating Report

The ADG had suffered a significant loss in 2016 due to increased expenditure in the engagement of legal advice for industrial representation. Consequently, the ADG board put in place a series of cost cutting measures in October 2016 and new membership fees were introduced in the second quarter of 2017.

This resulted in a positive turnaround of finances in 2017 and the board anticipates that it would continue to declare a profit in 2018.

Significant changes in state of affairs

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

The Company's, continued viability & sustainability relies on the members' subscription income and on the members' guarantee provided under Clause 7 of the Memorandum of Association.

Right of members to resign

As per Section 15.2 of the constitution of the ADG a member may resign by written notice to the guild.

Officers or members who are superannuation fund trustee(s) or director of a company that is a superannuation fund trustee

No officers or directors are fund trustees.

Number of Members

335 full financial members.

Number of Employees

The ADG employed 4.8 full time equivalent staff as at 30 June 2017.

Names of Committee of Management members and period positions held during the financial year

All committee members held their positions for the entire financial year unless indicated otherwise.

Samantha Lang	President
Ray Argall	Secretary
Stephen Wallace	Treasurer
Michela Ledwidge	Vice President New Media
Jen Peedom	Vice President Documentary
Jonathan Brough	Vice President TV Drama
Nadia Tass	Vice President Feature Film
Jeffrey Walker	Director

Events subsequent to balance date

Matters or circumstances that have arisen since the end of the financial year that significantly affect or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in financial years subsequent to the financial year are disclosed in **Likely Developments** further on in this report

Environmental issues

The Company's operations presently are not subject to any significant environmental regulation under the law of the Commonwealth or of a State or Territory.

Directors' interests and benefits

The Company being limited by guarantee, no Director holds an interest but each, as a member of the Company, is liable to the extent of their undertaking under the Company's Constitution.

During the financial year a Director was entitled to receive a benefit by reason of a contract with an entity in which she has a substantial financial interest. The benefit comprised an honorarium as President of the guild. The benefit is disclosed at Note 14 and Note 16 to the Financial Statements.

Other than as disclosed in the preceding paragraph, during or since the financial year, no Director of the Company has received or become entitled to receive any benefit (other than benefits included in the aggregate amount of compensation received or due and receivable by directors shown in the accounts, or the fixed salary of a full time employee of the Company) by reason of a contract made by the Company with the Director or an entity with which the Director is associated, or with an entity in which the Director has a substantial financial interest.

Indemnification and insurance of officers and auditors

During or since the financial year the Company has not paid or agreed to pay, directly or indirectly, premiums in respect of any Directors', Auditors' and Officers' Liability Insurance contract.

Proceedings on behalf of the company

No person has applied for leave of Court to bring proceedings on behalf of the Company or to 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.

Dividends

Being limited by guarantee, the Company does not pay dividends.

Likely developments

There are no other known likely developments in the operations of the Company, other than those referred to elsewhere in this Report.

Auditors' independence declaration

The auditors' independence declaration has been received and is included in this report.

SIGNED at Sydney on 28 February 2018, in accordance with a resolution of the Board.

Samantha Lang (DIRECTOR)



Stephen Wallace (DIRECTOR)



AUSTRALIAN DIRECTORS GUILD LTD
ABN 14 002 294 920

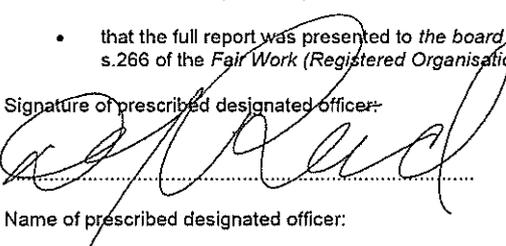
CERTIFICATE BY PRESCRIBED DESIGNATED OFFICER¹

Certificate for the period ended 30 June 2017

I *DAINA REID* being the *SECRETARY* of the *Australian Directors Guild Ltd* certify:

- that the documents lodged herewith are copies of the full report for the *Australian Directors Guild Ltd* for the period ended 30 June 2017 referred to in s.268 of the *Fair Work (Registered Organisations) Act 2009*; and
- that the full report was provided to members of the reporting unit on 28 February 2018; and
- that the full report was presented to the *board of directors* of the reporting unit on 28 February 2018 in accordance with s.266 of the *Fair Work (Registered Organisations) Act 2009*.

Signature of prescribed designated officer:



.....

Name of prescribed designated officer:

DAINA REID

Title of prescribed designated officer:

SECRETARY

Dated: 28 February 2018

¹ Regulation 162 of the Fair Work (Registered Organisations) Regulations 2009 defines a 'prescribed designated officer' of a reporting unit for the purposes of s.268(c) as:
(a) the secretary; or
(b) an officer of the organisation other than the secretary who is authorised by the organisation or by the rules of the organisation to sign the certificate mentioned in that paragraph.

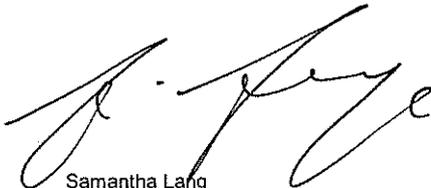
AUSTRALIAN DIRECTORS GUILD LTD
ABN 14 002 294 920

DIRECTORS' DECLARATION

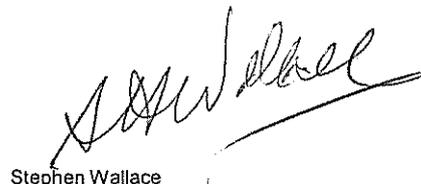
The directors of the company declare that:

1. The accompanying financial statements and notes are in accordance with the Corporations Act 2001 and:
 - (a) comply with the Accounting Standards and are in accordance with the Corporations Regulations 2001
 - (b) give a true and fair view of the financial position of the company as at 30 June 2017 and of its performance for the TWELVE MONTHS 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.

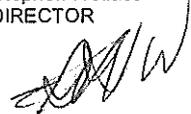
SIGNED at Sydney 28 February 2018, in accordance with a resolution of the Board.



Samantha Lang
DIRECTOR



Stephen Wallace
DIRECTOR



**AUSTRALIAN DIRECTORS GUILD LTD
ABN 14 002 294 920**

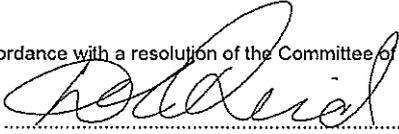
COMMITTEE OF MANAGEMENT STATEMENT

On 28 February 2018 the Board of Directors of the Australian Directors Guild Ltd passed the following resolution in relation to the general purpose financial report (GPFR) for the year ended 30 June 2017:

The Board of Directors declares that in its opinion:

- (a) the financial statements and notes comply with the Australian Accounting Standards;
- (b) the financial statements and notes comply with the reporting guidelines of the General Manager;
- (c) the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the reporting unit for the financial year to which they relate;
- (d) there are reasonable grounds to believe that the reporting unit will be able to pay its debts as and when they become due and payable; and
- (e) during the financial year to which the GPFR relates and since the end of that year:
 - (i) meetings of the committee of management were held in accordance with the rules of the organisation including the rules of a branch concerned; and
 - (ii) the financial affairs of the reporting unit have been managed in accordance with the rules of the organisation including the rules of a branch concerned; and
 - (iii) the financial records of the reporting unit have been kept and maintained in accordance with the RO Act; and
 - (iv) where the organisation consists of two or more reporting units, the financial records of the reporting unit have been kept, as far as practicable, in a consistent manner with each of the other reporting units of the organisation; and
 - (v) where information has been sought in any request by a member of the reporting unit or General Manager duly made under section 272 of the RO Act has been provided to the member or General Manager; and
 - (vi) where any order for inspection of financial records has been made by the Fair Work Commission under section 273 of the RO Act, there has been compliance.
- (f) No revenue has been derived from undertaking recovery of wages activity during the reporting period' or

This declaration is made in accordance with a resolution of the Committee of Management.

Signature of designated officer: 

Name and title of designated officer: DAINA RED

Dated:28 February 2018.....

AUSTRALIAN DIRECTORS GUILD LTD
ABN 14 002 294 920

STATEMENT OF COMPREHENSIVE INCOME FOR THE TWELVE MONTHS 30 JUNE 2017

	Notes	2017 \$	2016 \$
REVENUE			
Operating activities			
Membership fees, production levy & visa processing	2A	153,962	141,171
Awards Revenue & event tickets	2B	99,631	94,307
Grants & Funding	2C	241,448	213,860
ASDACS Cultural Fund & Management Contract	2D	218,656	229,701
Interest and other revenues	2E	8,142	17,510
		<u>721,839</u>	<u>696,549</u>
EVENT COSTS			
Contractor & Consultants	3A	34,999	30,308
Travel Costs	3B	13,565	27,079
Venue Costs	3C	39,035	46,083
Ticketing Costs	3D	414	1,461
Publicity Costs	3E	33,929	28,797
Other Project Costs	3F	77,590	95,169
		<u>199,532</u>	<u>228,897</u>
Gross Profit		<u><u>522,308</u></u>	<u><u>467,652</u></u>
EXPENSES			
General Publicity	3G	-	250
General Travel Costs	3H	11,882	19,883
ADG Employment Costs	3I	239,902	202,184
ASDACS Employment Costs	3J	151,730	122,917
ASDACS Costs	3K	31,372	53,887
Premise Costs	3L	13,898	10,845
Communications & Consumables	3M	37,605	38,850
Finance, Governance & Legal	3N	31,776	78,672
		<u>518,164</u>	<u>527,488</u>
Net Profit / (Loss)		<u><u>4,144</u></u>	<u><u>(59,836)</u></u>

The accompanying notes form part of these financial reports

AUSTRALIAN DIRECTORS GUILD LTD
ABN 14 002 294 920

STATEMENT OF FINANCIAL POSITION FOR THE TWELVE MONTHS 30 JUNE 2017

	Notes	2017 \$	2016 \$
ASSETS			
Current Assets			
Cash and cash equivalents	6	284,368	28,749
Trade and other receivables	7	1,146	11,433
Other current assets	8	1,387	1,634
Total current assets		<u>286,901</u>	<u>41,816</u>
Non-current Assets			
Plant and equipment	9A	1,816	-
Land and buildings		-	-
Investment property		-	-
Intangibles		-	-
Investments in associates		-	-
Other investments		-	-
Other non-current assets		-	-
Total non-current assets		<u>1,816</u>	<u>-</u>
Total assets		<u>288,717</u>	<u>41,816</u>
LIABILITIES			
Current Liabilities			
Trade payables	10	31,255	26,230
Employee provisions	11	27,511	18,641
Funding and income in advance	12	273,832	44,970
Total current liabilities		<u>332,598</u>	<u>89,841</u>
Non-current Liabilities			
Employee provisions	11	-	-
Total non-current liabilities		<u>-</u>	<u>-</u>
Total liabilities		<u>332,598</u>	<u>89,841</u>
Net assets		<u>(43,881)</u>	<u>(48,025)</u>
EQUITY			
Current year earnings		4,144	(59,836)
Retained earnings (accumulated deficit)		(48,025)	11,811
Total equity		<u>(43,881)</u>	<u>(48,025)</u>

The accompanying notes form part of these financial reports

AUSTRALIAN DIRECTORS GUILD LTD
ABN 14 002 294 920

STATEMENT OF CHANGES IN EQUITY FOR THE TWELVE MONTHS 30 JUNE 2017

	2017	2016
	\$	\$
OPENING BALANCE	(48,025)	11,811
Net profit / (loss) after income tax from ordinary activities	4,144	(59,836)
CLOSING BALANCE	<u>(43,881)</u>	<u>(48,025)</u>

	General funds	Retained earnings	Total equity
	\$	\$	\$
Balance as at 1 July 2015	-	11,811	11,811
Adjustment for errors	-	-	-
Adjustment for changes in accounting policies	-	-	-
Surplus / (deficit)	-	(59,836)	(59,836)
Other comprehensive income	-	-	-
Transfer from retained earnings	-	-	-
Closing balance as at 30 June 2016	-	(48,025)	(48,025)
Adjustment for errors	-	-	-
Adjustment for changes in accounting policies	-	-	-
Surplus / (deficit)	-	4,144	4,144
Other comprehensive income	-	-	-
Transfer from retained earnings	-	-	-
Closing balance as at 30 June 2017	-	(43,881)	(43,881)

The accompanying notes form part of these financial reports

AUSTRALIAN DIRECTORS GUILD LTD
ABN 14 002 294 920

STATEMENT OF CASH FLOWS FOR THE TWELVE MONTHS 30 JUNE 2017

	2017	2016
		\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from membership, grants, sponsorship and other activities	732,291	684,570
Payments to employees and suppliers	(474,300)	(690,933)
Interest	353	814
Net cash provided by operating activities	18 <u>258,344</u>	<u>(5,549)</u>
CASH FLOWS FROM INVESTING AND FINANCING ACTIVITIES		
Purchase plant and equipment	<u>(2,725)</u>	0
Net cash (used) by investing activities	<u>(2,725)</u>	0
Net increase/(decrease) in cash held	<u>255,619</u>	<u>(5,549)</u>
Cash at the beginning of the financial year	28,749	34,298
CASH AT THE END OF THE FINANCIAL YEAR	6 <u><u>284,368</u></u>	<u><u>28,749</u></u>

The accompanying notes form part of these financial reports

AUSTRALIAN DIRECTORS GUILD LTD
ABN 14 002 294 920

NOTES TO AND FORMING PART OF THE ACCOUNTS 30 JUNE 2017

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report includes the financial statements and accompanying notes of Australian Directors Guild Ltd as an individual entity for the TWELVE MONTHS 30 JUNE 2017.

The entity is incorporated as a company limited by guarantee and domiciled in Australia, its registered office and principal place of business being 28 / 330-370 Wattle St, Ultimo NSW 2007.

Basis of preparation

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards including Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board, the Fair Work (Registered Organisation) Act 2009, and the Corporations Act 2001. The financial report has been prepared on an accruals 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. For the purpose of preparing the general purpose financial statements, the Australian Directors Guild Ltd is a not-for-profit entity.

Critical Accounting Estimates and Judgments

The Directors have not made any significant accounting estimates or judgements which are likely to affect the future results of the Company.

Accounting policies

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

(a) Comparative figures

When required by Accounting Standards comparative figures have been adjusted to conform to changes in preparation for the current financial period.

(b) Income tax

No provision for income tax has been raised as the entity is exempt from income tax under Section 50-15 item 3.2 of the Income Tax Assessment Act 1997.

(c) Cash and cash equivalents

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

(d) Trade and other receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost, less provision for doubtful debts. Trade receivables are due for settlement no later than 30 days. Collectability of trade receivables is reviewed on an ongoing basis. Debts that are known to be uncollectible are written off. An allowance for doubtful receivables is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of receivables. The amount of the allowance is the difference between the assets carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate. The amount of the allowance is recognised in the income statement.

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

(e) Acquisition of assets

The purchase method of accounting is used to account for all acquisitions of assets. Cost is measured as the fair value of the assets given at the date of exchange plus costs directly attributable to acquisition.

(f) Impairment of assets

Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying value may not be recoverable.

AUSTRALIAN DIRECTORS GUILD LTD
ABN 14 002 294 920

NOTES TO AND FORMING PART OF THE ACCOUNTS 30 JUNE 2017 (cont.)

STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

(f) Impairment of assets (cont.)

An impairment loss is recognised for the amount by which the assets carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an assets fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash generating units).

(g) Depreciation of property, plant and equipment

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

The depreciable amount of all non-current assets are depreciated on a straight line basis over the useful lives of the assets to the company commencing from the time the asset is held ready for use.

The useful lives for depreciable assets are:

- Plant and equipment purchased before 2008: 4 years
- Plant and equipment purchased after 2008: 3 years

(h) Intangible assets

Costs of intangible assets are stated at historical cost to date less accumulated amortisation and impairment losses.

(i) Trade and other payables

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year, which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

(k) Employee benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance sheet date. Employee benefits expected to be settled within one year together with benefits arising from wages, salaries and annual leave which may be settled after one year have been measured at the amounts expected to be paid when the liability is settled plus related costs.

Other employee benefits payable later than one year have been measured at the net present value.

(l) Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed are net of goods and services tax (GST). Revenue is recognised for the major business activities as follows:

- Grants and sponsorship: in accordance with the terms and conditions governing their receipt
- Membership subscriptions: accrual basis
- All other income: upon receipt or when receivable

(m) Goods and services tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense. Receivables and payables in the balance sheet are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities which are disclosed as operating cash flows.

AUSTRALIAN DIRECTORS GUILD LTD
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NOTES TO AND FORMING PART OF THE ACCOUNTS 30 JUNE 2017 (cont.)

STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

(n) Adoption of new and revised accounting standards

AASB 2013-9 Amendments to Australian Accounting Standards – Conceptual Framework, Materiality and Financial Instruments contains three main parts and makes amendments to a number of Standards and Interpretations.

Part A of AASB 2013-9 makes consequential amendments arising from the issuance of AASB CF 2013-1. Part B makes amendments to particular Australian Accounting Standards to delete references to AASB 1031 and also makes minor editorial amendments to various other standards.

Part C makes amendments to a number of Australian Accounting Standards, including incorporating Chapter 6 Hedge Accounting into AASB 9 Financial Instruments.

This standard does not impact the measurement or recognition of amounts disclosed in the financial statements.

AASB 2015-3 Amendments to Australian Accounting Standards arising from the Withdrawal of AASB 1031 Materiality completes the AASB's project to remove Australian guidance on materiality from Australian Accounting Standards.

This standard does not impact the measurement or recognition of amounts disclosed in the financial statements.

AASB 2015-4 Amendments to Australian Accounting Standards – Financial Reporting Requirements for Australian Groups with a Foreign Parent aligns the relief available in AASB 10 Consolidated Financial Statements and AASB 128 Investments in Associates and Joint Ventures in respect of the financial reporting requirements for Australian groups with a foreign parent.

This standard does not impact the measurement or recognition of amounts disclosed in the financial statements.

The Company has adopted all standards which became effective for the first time at 30 June 2017, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Company.

(o) New accounting standards for application in future periods

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The committee members have decided against early adoption of these Standards, but does not expect the adoption of these standards to have any impact on the reported position or performance of the Company.

(p) Financial instruments

Financial instruments are recognised initially using trade date accounting, i.e. on the date that the 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).

Financial Assets

Financial assets are divided into the following categories which are described in detail below:

- loans and receivables;
- financial assets at fair value through profit or loss;
-

Financial assets are assigned to the different categories on initial recognition, depending on the characteristics of the instrument and its purpose. A financial instrument's category is relevant to the way it is measured and whether any resulting income and expenses are recognised in profit or loss or in other comprehensive income.

All income and expenses relating to financial assets are recognised in the statement of comprehensive income in the 'finance income' or 'finance costs' line item respectively.

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 other receivables fall into this category of financial instruments.

AUSTRALIAN DIRECTORS GUILD LTD
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NOTES TO AND FORMING PART OF THE ACCOUNTS 30 JUNE 2017 (cont.)

STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

(p) Financial instruments (cont.)

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.

Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss include financial assets:

- acquired principally for the purpose of selling in the near future
- designated by the entity to be carried at fair value through profit or loss upon initial recognition or
- which are derivatives not qualifying for hedge accounting.

Assets included within this category are carried in the statement of financial position at fair value with changes in fair value recognised in finance income or expenses in profit or loss.

Any gain or loss arising from derivative financial instruments is based on changes in fair value, which is determined by direct reference to active market transactions or using a valuation technique where no active market exists.

Financial liabilities

Financial liabilities are classified as either financial liabilities 'at fair value through profit or loss' or other financial liabilities depending on the purpose for which the liability was acquired. Although the Company uses derivative financial instruments in economic hedges of currency and interest rate risk, it does not hedge account for these transactions.

The Company's financial liabilities include borrowings, trade and other payables (including finance lease liabilities), which are measured at amortised cost using the effective interest rate method.

Impairment of financial assets

At the end of the reporting period the Company assesses whether there is any objective evidence that a financial asset or group of financial assets is impaired.

Financial assets at amortised cost

If there is objective evidence that an impairment loss on financial assets carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the financial assets original effective interest rate.

Impairment on loans and receivables is reduced through the use of an allowance accounts, all other impairment losses on financial assets at amortised cost are taken directly to the asset.

Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

(q) Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

Where an asset is acquired by means of a finance lease, the asset is capitalised at either the fair value of the lease property or, if lower, the present value of minimum lease payments at the inception of the contract and a liability is recognised at the same time and for the same amount.

The discount rate used is the interest rate implicit in the lease. Leased assets are amortised over the period of the lease. Lease payments are allocated between the principal component and the interest expense.

Operating lease payments are expensed on a straight-line basis which is representative of the pattern of benefits derived from the leased assets.

AUSTRALIAN DIRECTORS GUILD LTD
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NOTES TO AND FORMING PART OF THE ACCOUNTS 30 JUNE 2017 (cont.)

STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

(r) Going concern

The reporting unit is not reliant on the agreed financial support of another reporting unit to continue on a going concern basis.

The reporting unit has not agreed to provide financial support to another reporting unit to ensure they can continue on a going concern basis

(s) Events after the reporting period

There were no events that occurred after 30 June 2017, and / or prior to the signing of the financial statements, that would affect the ongoing structure and financial activities of the reporting unit.

(t) Contingent liabilities and assets

Contingent liabilities and contingent assets are not recognised in the Statement of Financial Position but are reported in the relevant notes. They may arise from uncertainty as to the existence of a liability or asset or represent an existing liability or asset in respect of which the amount cannot be reliably measured. Contingent assets are disclosed when settlement is probable but not virtually certain, and contingent liabilities are disclosed when settlement is greater than remote.

There were no contingent liabilities or assets as at 30 June 2017

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NOTES TO AND FORMING PART OF THE ACCOUNTS 30 JUNE 2017 (cont.)

	2017	2016
	\$	\$
2 INCOME		
2A: Membership fees, production levy & visa		
Membership fees	148,929	139,100
Production Levy	1,034	1,071
Visa Processing Fee	4,000	1,000
Total Membership, levy & visa fees	<u>153,962</u>	<u>141,171</u>
2B: Awards Revenue & Event Tickets		
Awards Submission Fees	13,605	15,023
Awards Sponsorship	73,086	66,000
Awards Ticket	11,865	11,450
Event Ticket	1,075	1,834
Total Awards Revenue	<u>99,631</u>	<u>94,307</u>
2C: Grants & Funding		
Screen Australia	151,000	155,000
Screen NSW	25,000	25,000
Screen West	5,725	3,595
Film Victoria	15,000	5,000
Screen Queensland	800	1,500
Screen Tasmania	-	4,765
South Australian Film Corp	-	4,000
MetroScreen Fellowship	41,500	-
Event Sponsorship	2,423	15,000
Total Grants & Funding	<u>241,448</u>	<u>213,860</u>
2D: ASDACS Cultural Fund & Management Contract		
ASDACS - Cultural Fund	33,000	34,000
ASDACS - Employment Costs	151,730	122,917
ASDACS - Office Costs	33,926	52,551
ASDACS - Reimbursements	-	20,233
Total ASDACS Cultural Fund & Management Contract	<u>218,656</u>	<u>229,701</u>
2E: Interest and Other Revenues		
Bank Interest	353	814
Ozdox	2,343	2,273
Donations	2,490	977
Professional development	2,925	-
Film News	-	6,869
Other revenue	32	6,577
Total Interest and other revenues	<u>8,142</u>	<u>17,510</u>

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NOTES TO AND FORMING PART OF THE ACCOUNTS 30 JUNE 2017 (cont.)

		2017	2016
		\$	\$
3 EVENT COSTS & EXPENSES			
3A: General Crew Costs			
Speaker & contributor fees		7,000	8,319
Contractor fees		27,999	21,989
Total General Crew Costs	23	<u>34,999</u>	<u>30,308</u>
3B: Travel Costs			
Event travel		13,165	26,131
Crew & speaker per diems	23	400	948
Total Travel Costs		<u>13,565</u>	<u>27,079</u>
3C: Venue Costs			
Venue Hire		36,988	8,536
Staffing & Equipment		100	704
Catering Costs		1,946	35,869
Security Costs		-	974
Total Venue Costs		<u>39,035</u>	<u>46,083</u>
3D: Ticketing Costs			
Booking Fee		-	1,038
Secure Pay Fee		414	423
Total Ticketing Costs		<u>414</u>	<u>1,461</u>
3E: Publicity Costs			
Publicity Costs	23	21,400	16,191
Print Advertising		3,205	4,353
Online Advertising		105	500
Award Statue Costs		5,924	5,225
Graphic Designer/Artwork		3,296	2,528
Total Publicity Costs		<u>33,929</u>	<u>28,797</u>
3F: Other Project Costs			
Admin cost		1,398	2,106
Miscellaneous		313	1,679
Workshop & conference fees		9,798	4,627
Grants Paid	23	38,000	-
Professional development & fellowship costs		15,500	-
Finders Award Prize		-	5,999
Information Booth/Presence		-	257
Ozdox Costs		2,550	2,844
Director Attachment Fees		10,032	70,000
Film News Digitalisation		-	7,657
Total Other Project Costs		<u>77,590</u>	<u>95,169</u>
3G: General Publicity			
General Publicity		-	250
Total General Publicity Costs		<u>-</u>	<u>250</u>

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NOTES TO AND FORMING PART OF THE ACCOUNTS 30 JUNE 2017 (cont.)

		2017	2016
		\$	\$
3 EVENT COSTS & EXPENSES (cont.)			
3H: General Travel Costs			
Ground Transport & Parking		6,704	7,997
General travel		5,178	11,266
Travel Per Diems		-	620
Total General Travel Costs		<u>11,882</u>	<u>19,883</u>
3I: ADG Employment Costs			
Wages & Salaries		164,730	161,527
Annual Leave		6,868	14,883
Workers Compensation		257	721
Superannuation		15,355	15,317
Industrial advisor	23	33,321	-
Industrial advisor travel costs		1,697	-
Sponsorship management		8,583	-
Honorariums		9,091	9,000
Staff Training		-	226
Recruitment		-	510
Total ADG Employment Costs		<u>239,902</u>	<u>202,184</u>
3J: ASDACS Employment Costs			
Wages & Salaries		136,570	109,317
Annual Leave		2,003	2,680
Superannuation		12,944	10,414
Workers Compensation		213	506
Total ASDACS Employment Costs		<u>151,730</u>	<u>122,917</u>
3K: ASDACS Costs			
Communications		9,257	1,755
Office Facilities		4,936	496
Accounts Outsourced		-	29,400
Consumables		-	533
Meetings		284	297
Legal Costs		629	3,566
Honorariums		2,030	1,600
Office Expenses		171	4,850
Rent		2,306	1,612
Website		11,405	3,759
Travel		354	5,019
Per Diems		-	1,000
Total ASDACS Costs		<u>31,372</u>	<u>53,887</u>
3L: Premise Costs			
Property Expenses	23	11,990	8,933
Assets < \$20,000		-	1,712
Depreciation		908	-
Donations	23	1,000	200
Total Occupancy Costs		<u>13,898</u>	<u>10,845</u>

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NOTES TO AND FORMING PART OF THE ACCOUNTS 30 JUNE 2017 (cont.)

		2017	2016
		\$	\$
3M: Communications & Consumables			
Office Telephone & Internet	23	8,876	6,912
Website hosting & maintenance	23	4,254	3,806
Web Design	23	5,967	4,908
Computer supplies	23	2,647	5,680
Office Equipment	23	3,038	4,254
Stationery & Printing	23	3,704	3,735
Postages & Couriers	23	2,172	2,485
Entertainment		1,111	356
Storage	23	1,231	1,129
External office Reimbursement		-	1,000
Meeting Expenses	23	624	1,087
Subscription & Membership	23	2,522	1,398
Office amenities	23	478	33
Magazines & library	23	981	2,067
Total Communications & Consumables		37,605	38,850
3N: Finance, Governance & Legal			
Accounting Fees		13,980	13,000
Audit Fees	5	4,200	4,340
Bank Charges		323	241
Merchant, card & Other Fees		2,803	2,061
ASIC Fees		76	122
Insurance		3,557	4,495
Legal Fees	23	5,678	53,232
Copyright Council Costs		1,159	727.00
Income Tax Expense		-	454
Total Finance, Governance & Legal		31,776	78,672

4 SURPLUS FROM OPERATIONS

The net profit from ordinary activities is after charging expenses for:

Depreciation and amortisation of non-current assets		908	-
Audit costs		4,200	4,340
Other operating expenses		712,587	752,045
		717,695	756,385

Income tax expense

Income tax expense for the year comprises:

Current year		-	454
		-	454

5 AUDITORS' REMUNERATION RECEIVED OR RECEIVABLE

Remuneration of auditors

During the financial year, the following fees were paid or payable for services provided by Rosenfeld Kant & Co, the auditor of the company, its network firms and unrelated firms:

Audit services – Rosenfeld Kant & Co			
Audit of the financial statements		4,200	4,340
Other services		-	-
		4,200	4,340

Audit services – Network firms

Audit of the financial statements		-	-
Other services		-	-
		-	-

Audit services – Unrelated firms

Audit of the financial statements		-	-
Other services		-	-
		-	-

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NOTES TO AND FORMING PART OF THE ACCOUNTS 30 JUNE 2017 (cont.)

	2017	2016
	\$	\$
6. CASH AND CASH EQUIVALENTS		
Cash at bank	284,368	28,749
	284,368	28,749

Reconciliation to cash and cash equivalents at the end of the financial year

The above figures are reconciled to cash and cash equivalents at the end of the financial year as shown in the statement of cash flows as follows:

Balance as above	284,368	28,749
Bank overdraft	-	-
Balance as per statement of cash flows	284,368	28,749

7. TRADE AND OTHER RECEIVABLES

Trade debtors	360	11,165
Less: provision for impairment of receivables	-	-
	360	11,165
Other receivables	786	268
Interest receivable	-	-
	786	268
	1,146	11,433

Impairment of receivables

The entity has recognised a loss of \$nil (2016: \$nil) in profit or loss in respect of impairment of receivables for the year ended.

The aging of the impaired receivables provided for above are as follows:

	2017	2016
0 to 3 months overdue	-	-
3 to 6 months overdue	-	-
Over 6 months overdue	-	-
	-	-

There were no movements in the provision as there as been no provision required

8. PREPAYMENTS AND DEPOSITS

Operating expenses	1,387	784
Deposits	-	850
	1,387	1,634

9A. PROPERTY, PLANT AND EQUIPMENT

Furniture and equipment – at cost	2,725	-
Accumulated depreciation	(908)	-
	1,816	-

Movements in carrying amounts during the year were:

Beginning of year	-	-
Additions	2,725	-
Disposals	-	-
Depreciation expense	(908)	-
Carrying amount at end of year	1,816	-

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NOTES TO AND FORMING PART OF THE ACCOUNTS 30 JUNE 2017 (cont.)

	2017	2016
	\$	\$
9B. DEPRECIATION AND AMORTISATION		
Depreciation		
Land and building	-	-
Property, plant and equipment	908	-
Amortisation		
Intangibles	-	-
Total depreciation and amortisation	908	-
10. TRADE AND OTHER PAYABLES		
Trade creditors & others	10,801	8,619
Tax Office	16,253	13,412
Audit Fee Accrual	4,200	4,200
	31,255	26,230
11. EMPLOYEE PROVISIONS		
Office Holders:	-	-
Annual leave	-	-
Long service leave	-	-
Separations and redundancies	-	-
Other	-	-
Subtotal employee provisions – office holders	-	-
Employees other than office holders:		
Annual leave	27,511	18,641
Long service leave	-	-
Separations and redundancies	-	-
Other	-	-
Subtotal employee provisions – employees other than office holders	27,511	18,641
Total employee provisions	27,511	18,641
Current	27,511	18,641
Non-current	-	-
Total employee provisions	27,511	18,641
12. FUNDING & INCOME IN ADVANCE		
Screen funding in advance	225,975	-
Management income in advance	47,858	44,970
	273,832	44,970
13. COMMITMENTS FOR EXPENDITURE		

There is no known committed expenditure amount not disclosed in Balance Sheet.

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NOTES TO AND FORMING PART OF THE ACCOUNTS 30 JUNE 2017 (cont.)

14. KEY MANAGEMENT PERSONNEL COMPENSATION

(a) Directors

Details of each director of the company during the financial year are listed in Note 20.

(b) Compensation paid to directors

In 2017 the Board determined that the President be paid an honorarium of \$10,000. Other directors do not receive any compensation but are entitled to reimbursement for any reasonable expenses incurred while performing their duties as directors of the company.

	2017	2016
	\$	\$
Compensation paid or payable during the year was:		
Short term benefits	10,000	9,000
Post-employment benefits	-	-
Other long-term benefits	-	-
Termination benefits	-	-
based payments (not applicable as the company is limited by guarantee)	-	-
	10,000	9,000

(c) Compensation paid to other key management personnel

The board's policy for determining the nature and amount of compensation for other key management personnel (kmp) is based on a number of factors, including level of responsibilities, experience, performance and overall performance of the company. The contracts for service with kmp are on an ongoing basis and the terms are not expected to change in the immediate future. Upon terminating their employment with the company, kmp are paid their employment entitlements accrued to the date of termination.

Compensation paid or payable during the year was:

Short term benefits	93,600	93,600
Post-employment benefits	-	-
Other long-term benefits - superannuation	8,892	8,892
Termination benefits	-	-
Share based payments (not applicable as the company is limited by guarantee)	-	-
	102,492	102,492

(d) Other transactions and balances with key management personnel

No director or kmp has entered into a material contract with the company since the end of the financial year and there were no material contracts involving kmp's interests subsisting at balance date other than employment contracts

15. EMPLOYEE ENTITLEMENTS

The number of employees at balance date was six, comprising four full-time positions.

	2017	2016
	\$	\$
Other employees		
Current:		
Provision for sick Leave	-	-
Provision for annual leave	27,511	18,641
Provision for conditional and unconditional long service leave	-	-
	27,511	18,641
Non-current:		
Provision for pre-conditional long service leave	-	-
	-	-
Office holders		
Current:		
Provision for sick Leave	-	-
Provision for annual leave	-	-
Provision for conditional and unconditional long service leave	-	-
	-	-
Non-current:		
Provision for pre-conditional long service leave	-	-
	-	-

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NOTES TO AND FORMING PART OF THE ACCOUNTS 30 JUNE 2017 (cont.)

16. RELATED PARTIES DISCLOSURES

Payments also may have been made in the normal course of operations to some Directors and to entities in which some directors have a substantial financial interest for the professional services of those directors within the guild's professional development programs. These payments would have been on the same terms and conditions as would apply to any similar payments to any other members of the Company. There were no other related party transactions.

16A: Related Party Transactions for the Reporting Period

The Company has related party transactions with key management (██████████) and compensation to paid directors. Both these are reported in Note 14 of this report. There were no further related party transactions in the period to 30 June 2017.

The following provides the total amount of transactions that have been entered with related parties for the relevant year

	2017	2016
	\$	\$
Revenue received – not applicable	-	-
Expenses paid to directors, includes the following:		
██████████ – President up to 18 Nov 2015	-	4,000
██████████ – President from 18 Nov 2015	10,000	5,000
Amounts owed by – not applicable	-	-
Amounts owed to – not applicable	-	-
Loans from / to – not applicable	-	-
Assets transferred from / to – not applicable	-	-

Terms and conditions of transactions with related parties

The sales to and purchases from related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances for sales and purchases at the year-end are unsecured and interest free and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables. For the year ended 30 June 2017, the Australian Directors Guild Ltd has not recorded any impairment of receivables relating to amounts owed by related parties and declared person or body (2016: \$NIL). This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

17. GRANTS AND SPONSORSHIP INFORMATION

	Brought f/wd from 2016	Received or due in 2017	Expended in 2017
Screen Australia	-	232,000	151,000
MetroScreen Fellowship	-	185,600	41,500
Screen NSW	-	25,000	25,000
Screen West	-	6,600	5,725
Film Victoria	-	15,000	15,000
Screen Queensland	-	800	800
Event Sponsorship	-	2,423	2,423
	-	467,423	241,448

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NOTES TO AND FORMING PART OF THE ACCOUNTS 30 JUNE 2017 (cont.)

18. CASH FLOW INFORMATION

The Company does not use any instruments other than cash. The reconciliation below has no cash equivalent instruments used, all is cash only.

Reconciliation of cash and cash equivalents as per Statement of Financial Position to Cash Flow Statement

Cash and cash equivalents as per:	2017	2016
	\$	\$
Cash flow statement	284,368	28,749
Statement of financial position	284,368	28,749
Difference	-	-

Reconciliation of profit/(deficit) to net cash from operating activities

Profit/(deficit) for the year	4,144	(59,836)
Adjustments for non-cash items:		
Depreciation	909	-
Changes in assets / liabilities:		
Increase / (Decrease) in employee provisions	8,870	
(Increase) / Decrease in accounts receivables	10,287	11,165
(Increase) / Decrease in other assets	247	-
Increase / (Decrease) in accounts payables	5,025	39,337
Increase / (Decrease) in other liabilities	228,862	3,785
Net cash (used in) provided by operations	258,344	(5,549)

19. FAIR VALUE MEASUREMENT

The Company's activities comprise a single industry and geographic segment. They are as a guild of directors and independent producers working in film and television in Australia. These activities are conducted within Australia.

19A. Management of the reporting unit assessed that cash, trade receivables, trade payables, and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

The fair value of financial assets and liabilities is included at the moment which the instrument could be exchanged in a current transaction between willing parties. The following methods and assumptions were used to estimate the fair values:

- Fair values of the reporting unit's interest-bearing borrowings and loans are determined by using a discounted cash flow method. The discount rate used reflects the issuers borrowing rate as at the end of the reporting period. The own performance risk as at 30 June 2017 was assessed to be insignificant.
- Fair value of available-for-sale financial assets is derived from quoted market prices in active markets.
- Long-term fixed-rate and variable-rate receivables/borrowings are evaluated by the Group based on parameters such as interest rates and individual credit worthiness of the customer. Based on this evaluation, allowances are taken into account for the expected losses of these receivables. As at 30 June 2017 the carrying amounts of such receivable, net of allowances, were not materially different from their calculated fair values.

The following table contains the carrying amounts and related fair values for the reporting unit's financial assets and liabilities:

	Carrying amount 2017 \$	Fair value 2017 \$	Carrying amount 2016 \$	Fair value 2016 \$
Financial Assets				
Cash at Bank	284,368	284,368	28,749	28,749
Receivables	1,146	1,146	11,165	11,165
Total	285,514	285,514	39,914	39,914
Financial Liabilities				
Trade Creditors	2,750	2,750	898	898
ATO Liabilities	16,253	16,253	12,251	12,251
Superannuation Payable	8,051	8,051	7,014	7,014
Total	27,055	27,055	20,163	20,163

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NOTES TO AND FORMING PART OF THE ACCOUNTS 30 JUNE 2017 (cont.)

19. FAIR VALUE MEASUREMENT (cont.)

19B. Fair Value Hierarchy

The following tables provide an analysis of financial and non-financial assets and liabilities that are measured at fair value, by fair value hierarchy.

Fair value hierarchy – As at 30 June 2017

	Date of valuation	Level 1	Level 2	Level 3
		\$	\$	\$
Assets measured at fair value				
Cash at Bank	30 June 17	284,368	-	-
Trade Debtors	30 June 17	1,146	-	-
Pre-Payments	30 June 17	1,387	-	-
Physical Assets	30 June 17	1,816	-	-
Total		288,717	-	-
Liabilities measured at fair value				
Trade Creditors	30 June 17	2,750	-	-
Income in Advance	30 June 17	273,832	-	-
ATO liabilities	30 June 17	16,253	-	-
Payroll Liabilities	30 June 17	35,562	-	-
Accrued Charges	30 June 17	4,200	-	-
Total		332,598	-	-

Fair value hierarchy – As at 30 June 2016

	Date of valuation	Level 1	Level 2	Level 3
		\$	\$	\$
Assets measured at fair value				
Cash at Bank	30 June 16	28,749	-	-
Trade Debtors	30 June 16	11,433	-	-
Pre-Payments	30 June 16	1,634	-	-
Physical Assets	30 June 16	-	-	-
Total		41,816	-	-
Liabilities measured at fair value				
Trade Creditors	30 June 16	898	-	-
Income in Advance	30 June 16	44,970	-	-
ATO liabilities	30 June 16	13,411	-	-
Payroll Liabilities	30 June 16	25,654	-	-
Accrued Charges	30 June 16	4,908	-	-
Total		89,841	-	-

19C. Financial instruments

Financial risk management objectives

The entity's activities expose it to a variety of financial risks: market risk (including foreign currency risk, price risk and interest rate risk), credit risk and liquidity risk. The entity's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the entity. Risk management is carried out by senior executives ('finance') under policies approved by the Board of Directors ('the Board'). These policies include identification and analysis of the risk exposure of the entity and appropriate procedures, controls and risk limits. Finance reports to the Board on a monthly basis.

Market risk

Foreign currency risk

The entity does not undertake transactions denominated in foreign currency and is not exposed to foreign currency risk through foreign exchange rate fluctuations.

Price risk

The entity is not exposed to any significant price risk.

Interest rate risk

The entity is not exposed to any significant interest rate risk.

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NOTES TO AND FORMING PART OF THE ACCOUNTS 30 JUNE 2017 (cont.)

19. FAIR VALUE MEASUREMENT (cont.)

19C. Financial instruments (cont.)

Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the entity. The entity obtains guarantees where appropriate to mitigate credit risk. The maximum exposure to credit risk at the reporting date to recognised financial assets is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the statement of financial position and notes to the financial statements. The entity does not hold any collateral and is not exposed to any significant credit risk.

Liquidity risk

Vigilant liquidity risk management requires the entity to maintain sufficient liquid assets (mainly cash and cash equivalents) and available borrowing facilities to be able to pay debts as and when they become due and payable. The entity manages liquidity risk by maintaining adequate cash reserves by continuously monitoring actual and forecast cash flows.

Financing arrangements

	2017	2016
	\$	\$
Unused borrowing facilities at the reporting date:		
Bank overdraft	-	-
Bank loans	-	-
	-	-

The entity does not hold any overdraft facilities.

Remaining contractual maturities

The following tables detail the entity's remaining contractual maturity for its financial instrument liabilities. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the financial liabilities are required to be paid. The tables include both interest and principal cash flows disclosed as remaining contractual maturities and therefore these totals may differ from their carrying amount in the statement of financial position

- 2017	Weighted average interest rate %	1 year of less \$	Between 1 and 2 years \$	Between 2 and 5 years	Over 5 years	Remaining contractual maturities \$
Non-derivatives						
<i>Non-interest bearing</i>						
Trade payables	-	10,801	-	-	-	10,801
Other payables	-	20,454	-	-	-	20,454
<i>Interest-bearing</i>						
Bank loans	-	-	-	-	-	-
Lease liability	-	-	-	-	-	-
Total non-derivatives		31,255	-	-	-	31,255
Derivatives						
Forward contracts	-	-	-	-	-	-
Total derivatives		-	-	-	-	-

- 2016	Weighted average interest rate %	1 year of less \$	Between 1 and 2 years \$	Between 2 and 5 years	Over 5 years	Remaining contractual maturities \$
Non-derivatives						
<i>Non-interest bearing</i>						
Trade payables	-	8,619	-	-	-	8,619
Other payables	-	17,611	-	-	-	17,611
<i>Interest-bearing</i>						
Bank loans	-	-	-	-	-	-
Lease liability	-	-	-	-	-	-
Total non-derivatives		26,230	-	-	-	26,230
Derivatives						
Forward contracts	-	-	-	-	-	-
Total derivatives		-	-	-	-	-

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NOTES TO AND FORMING PART OF THE ACCOUNTS 30 JUNE 2017 (cont.)

19. FAIR VALUE MEASUREMENT (cont.)

19C. Financial instruments (cont.)

Fair value of financial instruments

Unless otherwise stated, the carrying amounts of financial instruments reflect their fair value.

20. INFORMATION ON DIRECTORS

Directors in office at the date of this report are:

Samantha Lang – President	Appointed 2015
Raymond Argall	Appointed 2015
Michela Ledwidge	Appointed 2015
Nadia Tass	Appointed 2015
Stephen Wallace	Appointed 2015
Jeffrey Walker	Appointed 2015
Jennifer Peedom	Appointed 2015
Jonathan Brough	Appointed 2015

Directors' attendances during the year at Board meetings they were entitled to attend were:

Director	Attended	Entitled
Samantha Lang	5	6
Raymond Argall	6	6
Michela Ledwidge	6	6
Nadia Tass	2	6
Stephen Wallace	4	6
Jeffrey Walker	2	6
Jennifer Peedom	3	6

21. SECTION 272 FAIR WORK (REGISTERED ORGANISATION) ACT 2009

In accordance with the requirements of the Fair Work (Registered Organisations) Act 2009, the attention of members is drawn to the provisions of subsections (1) to (3) of section 272, which reads as follows:

Information to be provided to members or Commissioner:

1. A member of a reporting unit, or the Commissioner, may apply to the reporting unit for specified prescribed information in relation to the reporting unit to be made available to the person making the application.
2. The application must be in writing and must specify the period within which, and the manner in which, the information is to be made available. The period must not be less than 14 days after the application is given to the reporting unit.
3. A reporting unit must comply with an application made under subsection (1).

22. DISCLOSURE OF EMPLOYEE EXPENSES TO OFFICE HOLDERS AND OTHER EMPLOYEES

22A. Expenses related to office holders – President

	2017	2016
	\$	\$
Honorariums	10,000	9,000
Superannuation	-	-
Leave and other entitlements	-	-
Separation and redundancies	-	-
Other employee expenses	-	-
	<u>10,000</u>	<u>9,000</u>

22B. Expenses related to employees other than holders of office

Wages & salaries	301,300	255,538
Superannuation	28,299	25,730
Leave and other entitlements	8,871	15,307
Separation and redundancies	-	-
Other employee expenses	-	-
	<u>338,469</u>	<u>296,575</u>

AUSTRALIAN DIRECTORS GUILD LTD
ABN 14 002 294 920

NOTES TO AND FORMING PART OF THE ACCOUNTS 30 JUNE 2017 (cont.)

23. EXPENSES BREAKDOWN DISCLOSURE

Disclosure of expenses under the statement of comprehensive income are divided for this as follows

Fees incurred as consideration for employers making payroll deductions of membership subscriptions	-
Affiliation fees paid to each entity	-
Compulsory levies imposed	-
Grants paid	
Total paid that were \$1,000 or less	8,000
Total paid that exceed \$1,000	30,000
Total Grants paid	<u>38,000</u>
Donations paid	
Total paid that were \$1,000 or less	1,000
Total paid that exceed \$1,000	-
Fees & allowances paid to persons to attend conferences or meetings	400
Expenses incurred with holding meeting of members or any conferences	624
Contractors and consultants	
General crew costs	34,999
Industrial advisor	33,321
Publicist costs	21,400
Total Contractors and consultants	<u>89,720</u>
Property expenses	11,990
Office expenses	
Computer supplies	2,647
Office Equipment	3,038
Stationery & Printing	3,704
Postages	2,172
Storage	1,231
Subscription & Membership	2,522
Office amenities	478
Magazines & library	981
Total Office expenses	<u>16,773</u>
Information communications technology	
Office Telephone & Internet	8,876
Website hosting & maintenance	4,254
Web Design	5,967
Total Information communications technology	<u>19,097</u>
Operating lease rentals	-
Legal costs on litigation	-
Legal costs – other matters	5,678
Penalties imposed under RO Act or RO regulations	-
	<u><u>183,282</u></u>

Disclosure of payables under the Statement of financial position are divided for this as follows

Payables to employers as consideration for making payroll deductions of membership subscriptions	-
Payables in respect of legal costs and other expenses related to litigation or other legal matters	-
	<u><u>-</u></u>

Australian Directors Guild Ltd

Independent Audit Report to the members of Australian Directors Guild Ltd

Report on the Audit of the Financial Report

I declare that, I am an approved auditor and a current member of The Institute of Chartered Accountants Australia and New Zealand. I hold a current public practice licence

Opinion

We have audited the financial report of Australian Directors Guild Ltd (the Company), which comprises the statement of financial position as at 30 June 2017, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial 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*, 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*.
- (iii) in accordance with the Fair Work (Registered Organisations) Act 2009.

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 auditor independence requirements of the *Corporations Act 2001* 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*, 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

We draw attention to Note 1 to the financial statements which describes the legal cost capitalization policy the company adopted.

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 in accordance with Australian Accounting Standards, Fair Work (Registered Organisation) Act 2009 and the *Corporations Act 2001* 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 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.

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 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 the financial report.

A handwritten signature in black ink, appearing to read "Garywella", with a long horizontal line extending to the right.

Location: Bondi Junction

Dated this 28 day of February 2018

AUSTRALIAN DIRECTORS GUILD LTD

ABN 14 002 294 920

AUDITORS' INDEPENDENCE DECLARATION

**UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF AUSTRALIAN DIRECTORS GUILD LTD**

We hereby declare, that to the best of our knowledge and belief, during the financial period ended 30 June 2017 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 Partner: Gary Williams

Address: Level 24, 101 Grafton Street, Bondi Junction

Date: 28 Feb 2018