

Yawoorroong  
Miriuwung  
Gajerrong  
Yirrgeb  
Noong  
Dawang  
Aboriginal Corporation

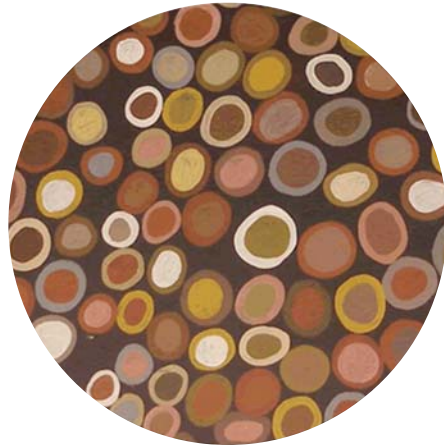
## **Annual Report 2009–10**

Fix the past...  
**Move to the future**



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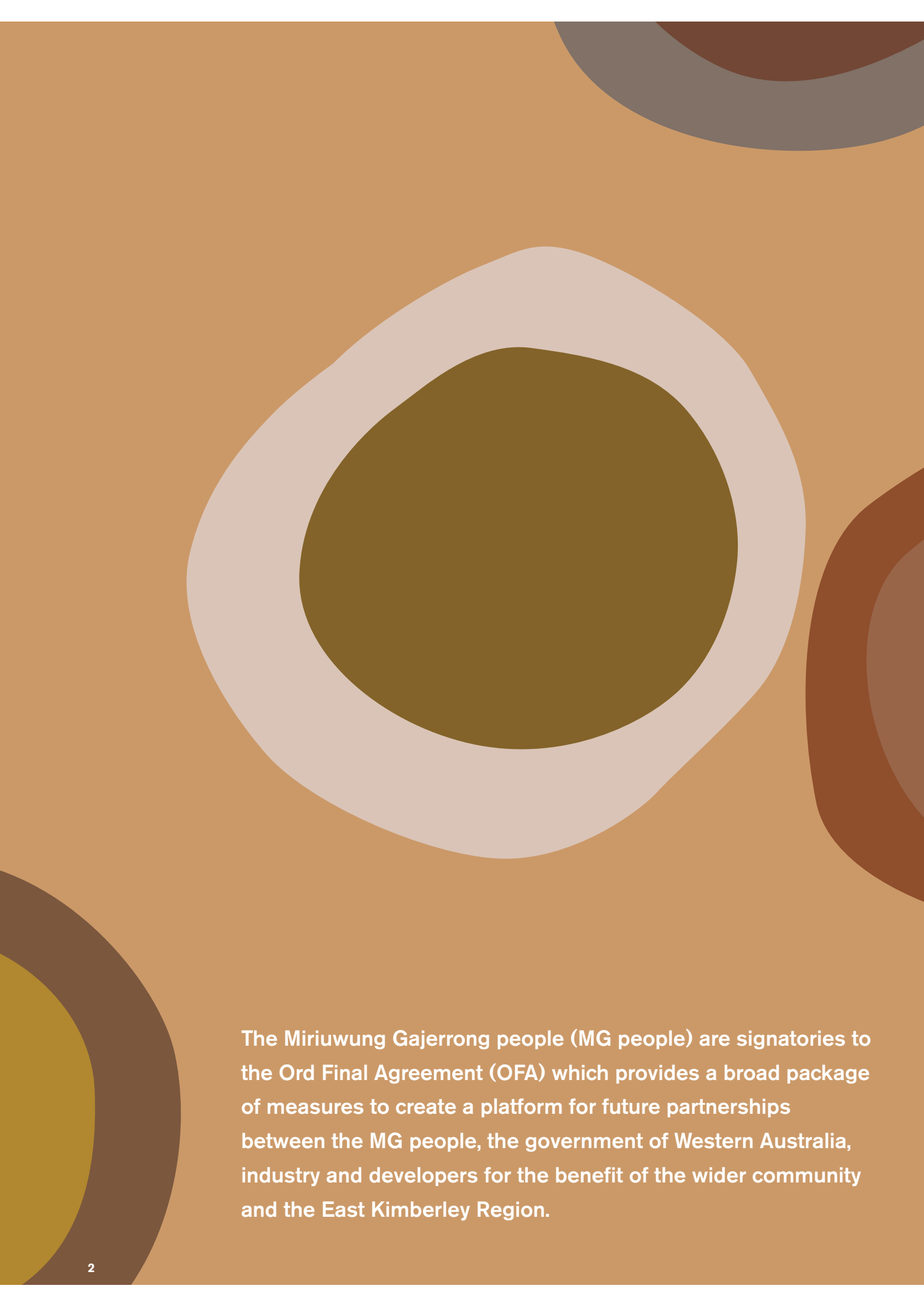
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**Yawoorroong Miriuwung Gajerrong Yirrgeb Noong Dawang Aboriginal Corporation**

## Annual Report 2009–10

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The Miriwung Gajerrong people (MG people) are signatories to the Ord Final Agreement (OFA) which provides a broad package of measures to create a platform for future partnerships between the MG people, the government of Western Australia, industry and developers for the benefit of the wider community and the East Kimberley Region.

# Overview

## MG Corporation's Role

The Miriuwung Gajerrong people (MG people) are signatories to the Ord Final Agreement (OFA) which provides a broad package of measures to create a platform for future partnerships between the MG people, the government of Western Australia, industry and developers for the benefit of the wider community and the East Kimberley Region.

The OFA recognises the injustices of the past, including the ongoing impact of the flooding of Lake Argyle which proceeded without consultation with the MG people, fundamentally undermining their social, economic and political position for the future. The OFA provides compensation and various remedy measures, in part addressed by the creation of the Yawoorroong Miriuwung Gajerrong Yirrgeb Noong Dawang Aboriginal Corporation (MG Corporation) which receives and manages the benefits transferred under the Agreement.

Using the provisions of the OFA as a foundation, MG Corporation's mission is to build a strong economic and social base for the MG people while protecting and enhancing their culture and heritage. The organisation strives to achieve its mission by making sound investments and growing the capacity of the corporation and its workforce to deliver positive outcomes.

In building a framework for economic development to meet present needs without compromising the ability of future generations to meet their own needs and, in the context of complex interactions between policy areas, the MG Corporation's decisions promote the need for sustainability.

MG Corporation's strategic plan outlines strategies to guide growth and provide the models for future development and economic wealth of the Corporation through our various Trusts. At the same time MG Corporation supports and facilitates the improvement in community health, housing, education, employment and well-being in conjunction with the Ord Enhancement Scheme (OES) and partnership arrangements with Local, State and Federal Government, NGOs, industry and other community agencies while protecting and enhancing MG culture and heritage.

MG Corporation will become the lead indigenous organisation in the East Kimberley and values the support of governments, business and the private sector.



**Working together to build a better future**

# Our vision

**Our vision is for the MG Corporation to be  
in achieving a healthy, wealthy and**



**the leading organisation  
culturally strong MG Community.**

## Theme areas

The MG Corporation Board sets the key directions and strategies for the organisation and its three Trusts to pursue during the Board's term of office. The Board is made up of five MG directors who are elected bi-annually and two independent non-executive directors who are appointed for a term of four years.

### Community

#### **The way we want to live together**

To promote a healthy and supportive community and deliver culturally appropriate services and facilities that are available and accessible to all residents and members.

### Built environment

#### **Shaping our surroundings**

To plan for the future development of the community and its members in ways which actively value the culture and the character of our community and provide access for all.

### Natural environment

#### **It begins with each of us**

To ensure that the natural environment is protected for future generations and managed in a culturally sensitive and appropriate manner.

### Economy

#### **Creating our future**

To facilitate a vibrant local economy that enjoys sustainable business development and investment through a skilled and diverse workforce.

### Organisation

#### **Developing our capacity**

To strengthen the capacity of the MG Corporation Board and the MG people to serve and contribute to the needs of the community and members and deliver positive outcomes in partnership with the community, business and government bodies.



## **Our mission**

To build a strong economic and social base for the MG people that protects and enhances their culture and heritage using the provisions of the Ord Final Agreement. This involved meeting the needs and aspirations of the members by delivering strong leadership together with strategic planning to develop infrastructure and investments that will deliver improve services and facilities.

## **Our values**

### **A strong community**

The MG Corporation will strengthen the capacity and resilience of its community through partnerships with community, business, government and non-government sector groups in pursuing positive social, economic and environmental outcomes.

### **Excellence**

The MG Board and staff will strive for innovation, continuous improvement and long-term success in management and leadership practices, strategic planning and the performance of new technology and systems.

### **Accountability**

The Corporation is accountable to its members and will conduct its affairs openly, in consultation with its community and with integrity and honesty, while reflecting the highest level of democratic governance and administration.

### **Fairness and equity**

MG Corporation recognises and values the needs of different sectors and groups within its community and works in partnership with volunteers, community based agencies and State and Commonwealth Departments to ensure needs are addressed in a planned and timely manner.



## Chairperson's message

The fifth Anniversary of the signing of the OFA will be marked later this year.

The agreement between the local traditional owners—the Miriuwung and Gajerrong peoples—and the State Government was negotiated in a spirit of partnership.

Through the OFA, the Government gave assurances as to the availability of land so that MG people will have the opportunity to pursue the benefits of secure and meaningful employment options.

A major component of the OFA came in the form of the Aboriginal Development Package (ADP) which provides additional support through employment, education and training opportunities for the MG people, to enter the local mainstream economy.

As a result, the MG people are working on the Ord Irrigation Expansion Project through both the Moonamang Joint Venture and other private companies in and around Kununurra. The benefits

of employment include education, trade or skills opportunities as well as home stability and wealth, and we are now beginning to see these flow on to Aboriginal people.

I acknowledge the effort and commitment of Minister Brendan Grylls and the Department of Regional Development and Lands for their support of the ADP.

When I was a young fella working on the stations, Aboriginal and non-Aboriginal people worked alongside each other and both were expected to do a good day's work every day. The head stockman and station manager were equally hard on anyone they thought was slacking off, regardless of skin colour. The Aboriginal people who worked there were proud of what they did, their achievements, hard work and close connections to their country and culture.

It's that sort of commitment and spirit that we all need to bring back to Kununurra and the community living areas.

The ADP and the Ord Irrigation Expansion project have brought with them the opportunity to find real jobs and start new business ventures. For the MG people, this is a once in a lifetime chance to address the social problems we face on a daily basis.

It is rewarding when I hear Aboriginal Elders tell me they are happy—*good bingee* (good gut feeling)—about good relationships between Aboriginal and non-Aboriginal people, particularly when they see young MG people working.

The partnership has many challenges and opportunities before it. We can face these challenges together and move forward, with our partners, into a bright future for all.

**Ted Carlton**  
Chairperson

## Chief Executive Officer's report

As the acting CEO I have continued to work towards the efficient and proper management of MG Corporation to assist the MG people to secure economic development opportunities emanating from the OFA, for the benefit of current and future generations. The year has seen new administrative arrangements put in place, a focus on governance, changes in leadership and taking a lead role in the employment of our MG people in the marketplace.

These initiatives have provided the MG Corporation with even better opportunities to play a vital role in the development of the East Kimberley and link in with mainstream government and private sector programs and initiatives that will translate into better outcomes for the MG people.

Working with the Government, the MG Corporation has played an important role in the development of Ord Final Agreement and in the launch of the Aboriginal Development Package. With the Ord irrigation expansion underway and the East Kimberley development package, there are many opportunities for MG people. MG Corporation wants to see the community make the most of these opportunities and make a real positive change in the lives of the MG people.

Since 2009, we have continued to deliver and improve on our core business and to strategically identify and nurture new possibilities for partnerships. The arrival of Moonamang (Leighton/IBA Joint Venture) to Kununurra created a profitable partnership with MG Corporation in employment, education, training and business opportunities for MG people.

In the area of corporate governance, two independent, non-executive directors (NEDs) were appointed to the Board of MG Corporation. The skills and experience of the NEDs has boosted community confidence that MG Corporation has the capability and business expertise to make good decisions in the administration of the MG Corporation. Efficiencies were put in place to ensure a value-for-money approach is applied in all expenditure and staffing decisions.

This has resulted in more efficient and effective management of the MG Corporation's budget and infrastructure, an increase in revenues (rental returns on our housing stock) and staff changes by way of attracting staff with skills, experience and responsiveness to make a positive impact to the business.

In the coming year, MG Corporation will continue to ensure that it is properly staffed and resourced to effectively and efficiently manage MG Corporation, and their native title rights and interests, including protecting and maintaining law and culture. I am confident that our directors, staff and other members of the management team, and the MG Corporation's new CEO, Mr Franklin Gaffney who was appointed in August 2010, will meet the opportunities and challenges to attract the economic benefits expected from the Ord Final Agreement.

I thank the Chairperson, Mr Teddy Carlton, and the MG Board and all the directors for their work throughout the year as well as the committees, trusts, Garralyel and the Dawang Council for their efforts throughout the year, and the staff and consultants, for their passion, commitment and support in meeting the aims and objectives of MG Corporation.

I look forward to the MG Corporation developing and maintaining an expanded range of profitable partnerships to secure the financial future of MG people.

**Bob Taddeo**  
*Acting Chief Executive Officer*

## Company secretary's report

The past year has been a busy one for MG Corporation and the Board of Directors with positive outcomes and achievements over a range of programs and projects that have involved the Corporation.

The transition of MG Corporations to the Corporations (Aboriginal and Torres Strait Islanders) Act 2006 increased the overall level of legal liability and responsibility for the directors across the MG group of companies and the CEO. The same applied to the Corporation's obligations to improve its governance process and procedures, encompassing the directors and representatives associated with the Trusts and the Dawang Council.

The role of the Secretary is an important one. While the role assists the directors in the proper running of the MG Corporation, the directors cannot pass on their liability and responsibility as directors to the Company Secretary.

### The Company Secretary

One of the important legal responsibilities of the Secretary under the Constitution concerns communication. All communications and correspondence to the Proscribed Bodies Corporate (PBCs) and MG

Corporation need to be passed on to the Directors of the relevant Corporation within 14 days. The directors, together with support from the CEO and the Company Secretary are responsible for responding to all communications to the Corporation.

The Company Secretary is generally responsible for all the rules and procedural aspects involved in the running of the Corporation e.g. ensuring procedures for holding meetings are complied with:

- Notices and time requirements
- Keeping members register updated at all times
- Servicing the needs of the Board
- Ensuring Board papers are prepared within time before meeting and distributed to directors and subcommittees
- Preparing agendas with the direction of the CEO and Chairperson.
- Ensuring proxies and proxy notices or alternate directors and notices are completed when necessary
- Taking minutes of all Corporation meetings

Circulation of minutes to directors within time frame and ensuring all minutes are approved at the next meeting and signed by Chairperson.

Preparing annual legal reporting requirements to regulatory bodies:

- Co-ordinate AGM requirements
- Co-ordinating new nominations and appointment process for the Board, Trusts and Dawang Council with appropriate legal advice about the process and constitutional requirements.
- Maintaining the Company Registers
- Responding to regulatory bodies
- Other tasks as required relating to the functioning of the Boards

### Gus Tampalini

*Acting Company Secretary*

## MG Corporation Board of Directors



**Ted Carlton** *Chairperson*



**Edna O'Malley** *Deputy Chairperson*



**Helen Gerrard**



**Duck Chulung**



**Iain Summers**



**Michele Allan**

## MG Management and project staff



**Bob Taddeo** *Acting CEO*



**Gus Tampalini** *General Manager*



**Tania Warry** *Company Secretary*

Bob took leave from the State Government and joined the Yawoorroong Miriwung Gajerrong Corporation in January 2010 as the acting Chief Executive Officer for a 6 month contract. He manages the implementation of the Ord Final Agreement in the East Kimberley, the Burrup and Maitland Industrial Estate Agreement in the Pilbara, the Yawuru Agreement in Broome and the Murchison Radio Astronomy Wajarri Yamatji Agreement in Geraldton in his role.

Gus has worked in senior executive roles with remote Aboriginal communities in Queensland and Western Australia over the past 8 years. With extensive experience in operation, administration and HR he managed a Licensed Employment Agency in the West Kimberley and was the General Manager of WA Newspapers. He holds a Diploma of Management as well as formal Teacher qualification and delivered Community Management and Community Housing with the ATSI Faculty of the Cairns TAFE College.

Tania was appointed to the Company Secretary role in early 2009 and held that position until she relocated to Queensland in June 2010. Whilst she held this position she undertook a Small Business Management course.



**Michael Hyde** *Aboriginal Development Package Manager*

In 2009, Michael was appointed to implement the Miriuwung Gajerrong Aboriginal Development Package. Michael has also been instrumental in the establishment of IT Systems Management during his time at MG Corporation. Michael has worked in a community development role in the Kimberley for the past 15 years. He brings to MG Corporation a wealth of experience in Community and Regional Development Policy.



**John Gault** *Economic Development Unit Manager*

John has played an important role in team negotiation in the State Government and looks forward to implementing the ADP. He was formerly employed in management roles with the Department of Environment and Conservation, and the Commonwealth Bank. He has an Economics Degree from UWA and a Diploma of Management from Fremantle TAFE.



**Jennifer Wilson** *Aboriginal Employment Support Officer*

Jennifer commenced with MG Corporation in February 2010 and works with helping MG people access work readiness programs. Jennifer is part of the ADP Unit.



**John Nelson** *Weeds and Waterways*  
Project Officer

As Project Officer, John supported staff with further education and development training. John completed his chemical handling certificate with Charles Darwin University and holds a Bachelor of Environmental Health through Batchelor College, NT. He relocated back to Alice Springs in June 2010.



**Elisabeth Dessert-Stewart**  
Accounts Manager

Originally from the USA, Elisabeth spent 20 years working in her family's business in the agricultural industry in the Ord Valley, before moving to the MG Corporation 4 years ago. Elisabeth works closely with the external accountants, Pincini Burgess, in the successful running of the MG Corp Finance Department. Elisabeth is a member of several local associations and enjoys actively participating in community events.



**Julie Melbourne** *Lawyer*

Julie has worked with Miriuwung Gajerrong people on and off since 1993. She was the Project Manager for the Ord Final Agreement negotiations and was involved in the early establishment of the Corporation. Julie has been providing legal and strategic advice to the MG Board, the Dawang Land Trust Board and the CEO during this financial year.

**Stephen Davies, Wayne Greddon,  
Corey Rosewood and Dennis Ward,**  
*Weeds and Waterways Rangers*

The Weeds and Waterway Rangers were responsible for implementing weed control activities on Community Living Areas for MG Corporation. This included preparing weed management plans, surveying and mapping weed infestations and providing education and training to community members about weed identification and control methods. The Rangers also provided support and training opportunities for other Aboriginal people interested in careers in land management by hosting trainees throughout the year.



**Terry Wilson** *Aboriginal Employment*  
Support Officer

Terry commenced with MG Corporation in February 2010 and works with helping MG people access work readiness programs.





## Performance report

### Economic Development Unit

The signing of the Heads of Agreement for the Aboriginal Development Package (ADP) between the State and the MG Corporation in September 2009 was the major economic development milestone in the financial year.

The ADP paved the way for the Corporation to access almost \$12.5 million over three years. The money will be used to advance employment, training and business opportunities for MG people not only in the Ord Irrigation Expansion Project the ADP triggered, but also in any other area of economic development that may present itself.

Significant input into the selection process for the appointment of Head Contractor for the Ord Irrigation Expansion Project early in 2010 (the Moonamang Joint Venture partnership between Leighton Contractors and Indigenous Business Australia) enabled the Corporation to have a continuing say in the make-up of the Indigenous Community Development Project Team. The Project Team is the key link between MG Corporation, the MG people and employment, training and business opportunities.

Along with a move to the new Coolibah Drive premises much closer to the centre of Kununurra, the ADP has given the economic development area of the Corporation renewed focus and resources to make things happen.

Over the course of the year several opportunities were presented and investigated, including:

- tourism ventures on the new conservation areas
- input and involvement in the end use of the Garrjang Workers' camp after the Ord Irrigation Expansion Project is complete
- commercialisation of the Weeds and Waterways Project team to take advantage of the significant ecological requirements that will be presented by the new irrigated farmlands; and
- the potential to acquire, develop and farm up to 1,000 hectares of the new farmlands.



Goose Hill Dawang meeting with Chairperson, Teddy Carlton

The last of these opportunities presents the most immediate benefit to the MG Corporation and an Expression of Interest to partner with the Corporation in the venture closed on 30 June 2010. Following a full evaluation of the submissions, a Memorandum of Understanding to develop a joint venture will be signed with Tropical Forestry Services Ltd in the new financial year.

Significant input into the farmlands Eol was provided by a secondee from National Australia Bank as part of the Indigenous Enterprise Partnerships (IEP) initiative. Facilitated by the Wunan Foundation, the IEP initiative continues to provide the Corporation with invaluable, free professional support and expertise, in complex economic development areas.

The next financial year is likely to bring a plethora of new economic opportunities to the Corporation and the Economic Development Unit is looking forward to the challenge of getting some runs on the board.

## MG Corporation's Trusts

### Challenges and opportunities

After a challenging and exciting year for each of the MG Trusts,

and with the appointment of the MG Corporation CEO, the Trusts look forward to additional administrative staff support as we move into 2011. This additional support for the Trusts will be critical as we work on the potential development of MG agricultural lands, transferring land titles for the Community Living Areas into the Dawang Land Trust and finalising Community Foundation Trust grants to the MG Dawangs.

The information in this report is only a small picture of what the Trusts have been working on during the year.

### Meetings

The MG Trusts met on four occasions in the reporting period, in the months of September 2009; December 2009; March 2010 and June 2010.

### Open Director Positions

The Trusts' ability to hold meetings was hampered by a number of open Trust Director positions which impacted on our ability to reach quorums. The Trusts appreciate the participation of Edna O'Malley and Teddy Carlton for ongoing support as proxies during the year; without their commitment and support some of our meetings could not have been held.

It is critical that all available Director positions are filled as soon as possible so that the Trusts can continue to work. We encourage all MG members to consider taking on one of these important roles and we look forward to the appointment of new MG Trust Directors so that we can get on with the very important business of the Trusts.

### Communication Plan

During the year we continued to enhance the Trust communication process put in place in 2009. The key parts of this process are:

- draft Trust Minutes are prepared and provided to the MG Board soon after each Trust meeting
- draft lists of open business (Matters Arising Schedule) are prepared and provided to the MG Board soon after each Trust Meeting
- a summary of high level risks and how they are being managed by the Trusts is provided to the MG Board soon after each Trust Meeting
- a quarterly summary report from each Trust is provided to the MG Board and Dawang Council after each Trust Meeting.

We continue to look for more ways to keep the MG Corporation and MG people informed of the business of the Trusts.

Members of the Weeds and Waterways team at work



### **Dawang Land Trust**

The Trust continues to work towards the transfer of freehold titles for the conservation areas, buffer lands and community living areas into the protection of the Trust structure. This Trust has been established to make sure that this land is held safe for the benefit of MG people for generations to come.

### **Developments Trust**

Much of this year's activities have focussed on the exciting opportunities for MG in the Ord Agricultural Expansion Area.

In May and June 2010, the Trust sought Expressions of Interest from interested partners in purchasing and developing the 1,000 hectares of farmland in the Ord Irrigation Expansion Project that the Corporation is entitled to. The Expressions of Interest closed on 30 June 2010.

Much of the Developments Trust's focus in 2011 will be on managing the development of this agricultural land.

### **Community Foundation Trust (CFT)**

The year finally saw some positive movement in the world's financial

markets and the good news is that the investments held by the CFT have continued to increase in value. On 30 June 2010 the MG Portfolio was valued at just over \$7,145,000. The Trust is hopeful that all losses experienced during the global financial crisis will be recovered by the end of 2011.

The Trust Directors are pleased to announce that we have made a commitment to the funding of women's and men's cultural activities (\$10,000 each), from the Trust's 2010 distributable income. The Trust has also committed to a \$7,500 distribution for each of the 16 recognised MG Dawangs. The MG Corporation staff are responsible for working with each Dawang to take advantage of these grants.

### **Conclusion**

Each of the Trust Directors has worked hard during 2010 for the MG people and we look forward to an even more productive 2011. We welcome all feedback by members of the MG Corporation and encourage them to attend any of our meetings as observers. Information for the meetings and meeting schedules can be provided by the Corporation staff.

### **Weeds and Waterways Project**

The Weeds and Waterways project continued to develop in 2009/10 delivering some major achievements.

Weed control on Community Living Areas (CLA) was maintained as a focus for the project and ongoing control treatments were undertaken on many CLAs.

This work also included the development of weed management plans for a number of the CLAs and the delivery of an education package designed to increase the community's knowledge and awareness of weeds and their impact on the land.

Additionally, the project further built on its positive relationship with the Department of Agriculture and Food WA (DAFWA), the leading government agency for weed control in Western Australia, through some joint efforts. These included successfully completing a fee-for-service contract for weed control at Nulla Nulla and assisting DAFWA to raise awareness of the weed *Mimosa pigra* amongst the Aboriginal community, following the discovery of an infestation on the Lower Ord river.

Throughout the year team members developed their skills



## Yoorrooyang Dawang Regional Parks



Department of Environment and Conservation



MG Ranger Andy Reid holding a Magpie Goose for AQIS veterinary scientist as part an annual avian influenza survey



and competencies by completing a number of subjects focussing on conservation and land management at TAFE. Some team members also participated in an Indigenous Leadership conference, in Canberra, hosted by the Department of Families, Housing, Community Services and Indigenous Affairs.

As funding from the Indigenous Land Corporation ceased in June 2010, opportunities to make the future of the project more secure were explored in the first half of 2010. The potential for increasing the level of fee-for-service activities is regarded as an opportunity to generate income to maintain the project. Assistance was gained from Indigenous Business Australia (IBA) to identify commercial opportunities in land management.

### Parks and Councils Co-Chair's report

It's been an exciting year finalising the draft Management Plan for our parks and completion of the recreation concept plans for Ngamoowallem and Goomig parks. Next dry season you can expect to see on-ground works with the roll out of the capital works program. This will include new signage and infrastructure such as toilets, picnic tables and car parks to support and

enhance visitor experiences to our country. In addition we look forward to further progressing tourism development opportunities and cultural mapping of our country to support future management from a cultural perspective.

Our land and our culture is central to who we are and therefore that must be considered in everything we do. We would like to take the opportunity to thank the other members of the Park Council, Dawang Groups, DEC staff and MG Rangers, and MG Corporation for all their valuable support.

### Current priorities

- completion of the Yoorrooyang Dawang Regional Parks (YDRP) Management Plan
- development and implementation of recreation concept plans and associated capital works program
- training of existing MG Rangers to assume permanent positions for long term management of the New Conservation Areas (NCA)
- supporting existing community relation programs pertaining to YDRP management
- tourism development opportunities
- YDRP cultural mapping project

### Planning

#### Yoorrooyang Dawang Regional Parks Draft Management Plan

Early this year the YDRPC, the MG board and the Conservation Commission signed off on the final draft Management Plan. The plan was developed on the back of an extensive two and half year planning process that empowered MG people to take the lead role. The development of the MG Cultural Planning Framework and Yoorrooyang Dawang Joint Planning Guidelines are a clear reflection of MG people's aspirations for the long term management of their lands.

The plan is currently with the Minister for Environment. It's anticipated that the plan will be released soon for public comment. A communication strategy will be developed to inform the broader community of the plan's objectives. The draft plan will pave the way for the implementation of MG aspirations, including proposed relevant capital works for the New Conservation Areas.

### Employment and training

#### MG Ranger Program

A fine achievement this year with all the MG Ranger



Both Reserve 31165 and Yoorrooyang Dawang Regional Park Rangers after a navigation exercise as part of their training

Trainees completing Certificate II in Conservation and Land Management. It is anticipated that they will also complete Certificate III by June next year. The 3 year trainee period expires in June 2011. Subject to performance, completion of their training and securing a recurrent budget beyond 30 June 2013, the trainees will be offered permanent employment and play a key role in the management of the New Conservation Areas (NCA).

Recently the program has struggled to retain staff due to attendance and performance issues. Four of the original eight trainees remain and recruitment is underway for a further two. DEC, the YDRPC, relevant Dawang groups, and Garrayilng will continue to work together in providing the necessary support for trainees through their employment. In addition the program will work closely with the Moonamang Joint Venture and the Aboriginal Development Package teams to provide additional support. The Rangers have been involved in a range of projects and programs which have earned them a good reputation in both their quality of work and completing projects.

Further specialised law enforcement training is being provided to two

of the MG Rangers to support the development of enforcement capabilities for the NCAs.

Government Regional Officers Housing (GROH) accommodation is being offered to trainees based on their attendance and demonstrated work commitment.

### Park operations

#### Works Programs

Works maintenance and capital works programs has been developed for each park. Visitor Risk management assessment and recreation site concept plans for Ngamoowalem and Goomig have been completed. Associated capital works program will commence over 2010/11 wet season with the rangers undertaking prefabrication works in preparation for on ground works in 2011 dry season. This will also include the installation of boundary and interpretive signage and development of walk trails.

#### Fauna Surveys

The continuation of fauna surveys have been conducted on all of the six parks this year. The MG Rangers this year independently took the lead in carrying out the fauna survey at Darram Park, which was

a great achievement. The trainees have gained a significant range of technical skills and experiences from the project. YDRPC members including relevant Dawawang have had the opportunity to participate in the surveys.

### Community Relations

A number of community relations activities have been undertaken during 2009 through the Bush Ranger programs and local school visits, including interpretive walk and talks at Mirima National park. This type of activity will be undertaken at the new parks.

### Special projects

#### Australian Quarantine Inspection Service (AQIS) Program

The program has continued with the annual contract with AQIS in providing a service in supporting the annual avian influenza survey.

#### Tourism Development Opportunities

A study *Tourism Prospects on MG Conservation Lands* was finalised in January 2010. The study identified a number of potential tourism development sites on the NCAs. Following on from the study, two sites have been identified in



Work on the channel and road extension for Ord Stage 2



Mirima Dancers performing at NAIDOC event

Ngamoowallem Conservation Park as having high yielding tourism potential. A number of site visits have been undertaken with the relevant Dawang to discuss potential future development and investigation of different types of business models as well as heritage matters.

### Cultural Mapping

The Park Council identified cultural resource management as a high priority through the planning process with the need to develop cultural resource management tools. Initial discussions have been undertaken with Ecotrust Australia and MG Corporation to gain a broader understanding of the benefits and applications to support cultural resource management of the NCA's.

### Aboriginal Development Package

The Aboriginal Development Package (ADP) is a benefit flowing from the Ord Final Agreement intended to ensure that the MG people participate in the economic opportunities of the Ord Expansion Project.

The ADP team enjoyed an active year. Despite many challenges the ADP was a highlight in MG Corporation's year.

The ADP Financial Assistance Agreement with the State Department of Regional Development and Lands was finalised and resources made available to assist MG people with training and business development.

Staff are being recruited to fill the roles needed to deliver the ADP services. Roles in the team include Employment Case Manager, Employment Support Officers and Community Business Development Officer.

The ADP offers the following to MG people:

#### Employment support

Dedicated employment officers are able to match people with work and assist people find suitable training. Mentoring support is also available on employment to ensure open dialogue between employer and employee. A skills audit of MG people is continuing to be refined to identify needs for training and job readiness.

MG people who need assistance to find work, or access training, are encouraged to approach the Corporation's employment support workers. MG ADP can assist for example, with driver's licensing; work readiness courses; career

advice; counselling, work clothing; and transport.

#### Business development

Grants and/or loan guarantees are available to assist individuals and family groups to start small businesses. There is also assistance for business planning and training for new business. Business opportunities have already arisen out of the Ord Expansion Project and the Commonwealth East Kimberley Development Package, as well as Parks and tourism.

The ADP business capital fund provides funding to assist eligible MG businesses to obtain capital through grants or loan support and guaranteed overdraft facilities.

#### Aboriginal heritage and culture

People supervising MG workers are required to undergo cultural awareness training and, our partnership with the Mirima Dawang Woorlab-gerring Language and Culture Centre, has delivered this.

Heritage procedures have been adopted by contractors working in the Goomig Farm District development area to ensure MG heritage sites are protected. Seeds from native plants and other



Melanie Norman, working at the Ord Irrigation Expansion Project

bush tucker plants will be collected by an MG Corp project team for later propagation. Other business opportunities are expected to develop in this area.

### **Goomig Farm District**

Provision was made under the Ord Final Agreement for 5% of developed lands to be granted to MG Corp, with an option to purchase an additional 7½%, giving MG Corp 1,000 hectares of the 8,000 hectare development. MG Corp has entered discussions with potential partners for the best use of these lands.

### **Facilitation**

The ADP has brought additional support to MG Corporation for administration and human resources and provided funding for the Corporation's interim office.

### **Workcamp**

The State acknowledged the issue of providing housing for people working on the new projects. In partnership with the Landcorp and the Shire of Wyndham East/Kimberley, the Garrjang workers' village was established to accommodate workers for the duration of developments in the region. Once the works are

completed there is potential for MG and the Shire to use the camp for other purposes.

### **Moonamang Joint Venture**

Moonamang Joint Venture (a partnership of Leighton Constructions and Indigenous Business Australia) were awarded the construction contract for the Ord Irrigation Expansion Project early in 2010. Phase one of the project is well underway, with phase two expected to proceed in the dry season of 2011.

The ADP team is collaborating directly with Moonamang's Indigenous Community & Development Program (ICDP) team to deliver the best outcomes for MG people. The ADP team shares an office with ICDP in Konkerberry Drive which allows the two teams to cooperate and share knowledge to achieve best employment and training outcomes for their clients.

As at 30 June 2010, 15 MG people, over 20% of the total Moomamang Joint Venture workforce, worked on the project. MG businesses have been supported and assisted through the ADP and have current contracts on the construction project. WannaWork has contracts for labour hire and fencing and Gerdan Cultural Tours have

contracts for worker transportation and site tours.

Partnerships with local stakeholders including Kimberley Group Training, Kununurra District High School and Wunan Foundation are now in place to ensure that people looking for support to move into employment have access to all possible services and encouragement. Program highlights include a driver's licence facilitation, alcohol awareness, civil works, cultural awareness and mentoring training.

Additional projects in Kununurra under the Ord East Kimberley Development Package are creating further employment opportunities that the ADP can assist with.

The currently active projects in Kununurra present a unique opportunity for Miriuwung and Gajerrong people to take personal responsibility to make a better future for their families and community.



## The Ord Enhancement Scheme

The Ord Enhancement Scheme (OES) was established in 2006 as a new state government program under the Ord Final Agreement between the State of Western Australia and the MG Traditional Owners. Its management committee comprises seven representatives of the MG Corporation and the Chief Executive of the Kimberley Development Commission as the State representative. OES has two staff members.

OES Management Committee members are Helen Gerrard (Chairperson), Carol Hapke, Erica Ward, Edna O'Malley, Ephrem Kennedy and Jeff Gooding. Merle Carter was also a member for a short time during 2009–10.

With leverage funding of \$11.195 million over four years, the purpose of the scheme is to improve service delivery to MG people by addressing the recommendations of an Aboriginal Social and Economic Impact Assessment put together by the Kimberley Land Council in 2004. The assessment was compiled as part of the global negotiations culminating in the Ord Final Agreement. Critically, the funding under the OES empowers traditional owners to take the lead in driving social change.





Helen Gerrard, MG Ord Enhancement Scheme Chairperson with Miriwoong senior artists Agnes Armstrong, Phyllis Ningamara and the 'Werlemeden Program' girls

## Major Achievements

### Education

#### Early childhood education

The MG community identified a need for a school-readiness program to assist children and their families access the education system and gain the benefits of early involvement in literacy and numeracy education.

The OES, in partnership with the host agency Gawwooleng Yawwoodeng Corporation, committed funds to the Stepping Stones early learning program for 3–5 year olds, run by a highly experienced former kindergarten teacher. It also helped secure some external funding for the Program to commence early in 2010, pending its commitment of funds. Having identified a funding gap for community-based structured early programs, the OES is seeking leverage funds to continue this successful program.

The program is yielding exciting results, being well attended by nine to 20 children, two days a week, many from families otherwise disengaged from the education system. OES will monitor the children's transition to school in 2011 and is investigating potential

to expand Stepping Stones and other education and family support programs at the Centre.

#### Joodoogeb-be-gerring Werlemeden Program

##### Girls Alternative Education Program

This project is a partnership between OES, Wunan, Kununurra District High School (KDHS) and Gelganyem Trust. Amalgamating school and outside resources, the project is designed to create a flexible, off and onsite, education program for high-school girls who are severely disengaged from school.

OES provides funding to both Wunan and KDHS to operate the program. It is the first school-community partnership of its kind in Kununurra.

The program is well attended with two of the program participants making the transition to the mainstream school in the first half of 2010. The partners are working together to seek ongoing funding for the program.

##### Education assistance grants

OES provides MG high school students with a grant of \$1000 per student or up to \$3000 for

students boarding away from home. Fifty-two students have been supported so far. As at 30 June 2010, a further 26 applications are pending processing and another eight applications are being considered for eligibility. OES is developing a plan for the administration of the scheme, its expansion to primary school students and ways of leveraging funds for greater impact.

### Community living areas

#### Community Layout Plans—MOU with WA Planning Commission

The OES signed an MOU with the WA Planning Commission to complete community layout plans (CLPs) for MG communities. These plans will form the basis for future inclusion of MG communities in the town planning schemes and will support any future housing or business development proposals on Community Living Areas.

The project will complete 10 CLPs within 12 months. The first drafts of the plans are expected to be received for consideration by the Dawang Lands Trust in November 2010.

#### Power

OES has worked with the Bushlight Program to ensure at



Survey activities

least one MG community receives an upgraded solar power system without a commitment of OES funds. Other MG communities have been assessed and OES is endeavouring to include a number of those in the next Bushlight funding round. OES continues to investigate ways to improve power supply on other MG communities.

### Other achievements

#### MG Youth Worker Program

The MG Youth Worker Program has grown from two to four staff members, and now includes a 'night time' drop-in centre initiated by Save the Children, the project's host agency. OES has made a further two-year commitment to the project to secure funds from the Attorney-General's Department for the same period. Focusing on at-risk youth, the majority of the Program beneficiaries are MG youth.

#### Health Education Unit

Ord Valley Aboriginal Health Service (OVAHS) have now employed two workers for the MG healthy lifestyles project. The new building for the Health Education Unit at OVAHS will be completed in 2010–11.

#### FASD Project

OES seed funded the FASD project which recently obtained ongoing Commonwealth funding under a Child and Maternal Health Program, for a further 3 years. The project team uncovered very low levels of awareness of the dangers of drinking during pregnancy in the community, highlighting the urgency and the need for the project.

#### Ongoing Work

OES continues work across a broad range of subject areas, including support for other education-related programs, such as Clontarf, and is working to develop projects with St Joseph's Catholic Primary School.

OES-funded programs at the Mirima Dawang Woorlab-gerring Language Centre are ongoing. Nine of the staff are employed by the Master and Apprentice Program and the new Language Centre building opened in May 2010.

The OES Committee has also highlighted drug and alcohol treatment and education as a high priority and work has commenced to develop a plan for expanded drug and alcohol counselling and support services in Kununurra.

#### Small grants

The OES funded the following small grants:

- MG Women's conference (policy, social and cultural outcomes)
- Waringarri Arts Keep River Water Arts project (employment and cultural outcomes)
- Naidoc Week 2009
- KDHS Year 1 & 2 attendance rewards trip
- Gawooleng Yawoodeng Aboriginal Corporation (GYAC) (Women's Lore and Culture week)
- GYAC (attendance of two MG women at a national family violence prevention forum).

## Reserve 31165

The year 2009–10 was one of consolidation for the Joint Management Committee (JMC) of Reserve 31165. The JMC was successful in obtaining funding of approximately \$0.5 m to implement the Reserve Ranger program and support on-country work on the reserve.

The funding was provided by the Commonwealth Government's Working on Country program through the Department of Environment, Water, Heritage and the Arts.

A further \$210,000 was received from the WA State Government's Royalty for Regions program and will contribute to building construction and fencing on the reserve over a three year period.

In February 2010, four Dawang members, along with a Ranger Supervisor, were employed as Rangers by the Department of Environment and Conservation for the Reserve 31165. Prior to this they undertook training and work placements with both the MG Corporation Weeds and Waterway team and the Department of Environment and Conservation.

During the year the rangers made significant progress in completing the competencies for Certificate II in Conservation and Land Management. They participated in other training opportunities including local fire operations to build their fire management skills for future use on the reserve and they were regularly involved in crocodile management activities, including surveys on Lake Argyle, trap baiting and capture.

They also attended the Kimberley Ranger Forum conducted by the Kimberley Land Council at Home Valley station, in April.

The Joint Management Committee and the rangers met with pastoralists from Argyle Downs, Spring Creek and No Name stations to learn what potential there was for on-country work.



# Financial Report

**“Gerany is also the word for money.”**

Phyllis Ningamarra, Traditional Owner and  
Artist of the MG Corporation Logo



**Yawoorroong Miriuwung Gajerrong Yirrgeb Noong Dawang Aboriginal Corporation  
(MG Corporation ICN 4597)**

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## Consolidated statement of comprehensive income for the year ended 30 June 2010

	Note	Consolidated Group		Parent Entity	
		2010	2009	2010	2009
		\$	\$	\$	\$
<b>Income</b>					
Revenue from government grants and other grants	2	4,643,333	3,269,668	3,643,333	2,269,668
Contributed assets		420,000	-	-	-
Other revenue		1,824,463	838,334	1,491,012	504,461
Net profit/(loss) on investments		390,376	(850,255)	-	-
Employee benefits expense		(1,451,122)	(789,548)	(1,450,447)	(789,548)
Depreciation and amortisation		(70,936)	(40,668)	(70,936)	(40,668)
Finance costs		(97,255)	(74,533)	(13,283)	(832)
Consultants		(384,995)	(408,774)	(376,824)	(408,774)
Independent Directors fees		(92,676)	(58,578)	(81,638)	(58,578)
Operational Expenses		(1,107,179)	(527,772)	(1,103,315)	(527,652)
Rental property expenses		(54,610)	(36,172)	(54,610)	(36,172)
Dawang meetings		-	(5,213)	-	(5,213)
Governance		(160,564)	(227,598)	(159,479)	(227,598)
Surplus before income tax		3,858,835	1,088,891	1,823,813	679,094
Income tax expense	4	-	-	-	-
<b>Surplus after income tax</b>		<b>3,858,835</b>	<b>1,088,891</b>	<b>1,823,813</b>	<b>679,094</b>
<b>Other Comprehensive income</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Surplus attributable as follows:					
Transfer to Unexpended Grants		594,722	544,063	594,722	544,063
Transfer to Unexpended Projects		402,326	83,591	402,326	83,591
Distribution to beneficiaries		140,000	-	-	-
Surplus to Members' Funds		2,721,787	461,237	826,765	51,440
		<b>3,858,835</b>	<b>1,088,891</b>	<b>1,823,813</b>	<b>679,094</b>

The accompanying notes form part of these financial statements.

## Statement of financial position as at 30 June 2010

	Note	Consolidated Group		Parent Entity	
		2010	2009	2010	2009
		\$	\$	\$	\$
<b>ASSETS</b>					
<b>Current Assets</b>					
Cash and cash equivalents	6	1,349,334	1,164,336	1,182,861	958,017
Trade and other receivables	7	641,730	745,791	611,653	798,120
Financial assets	8	6,878,943	5,306,933	-	-
Other current assets	9	4,135	5,590	4,135	5,590
<b>Total Current Assets</b>		<b>8,874,142</b>	<b>7,222,650</b>	<b>1,798,649</b>	<b>1,761,727</b>
<b>Non-Current Assets</b>					
Trade and other receivables	7	-	-	27,941	27,942
Property, plant and equipment	10	5,173,071	4,297,461	4,753,070	4,297,460
<b>Total Non-Current Assets</b>		<b>5,173,071</b>	<b>4,297,461</b>	<b>4,781,011</b>	<b>4,325,402</b>
<b>TOTAL ASSETS</b>		<b>14,047,213</b>	<b>11,520,111</b>	<b>6,579,660</b>	<b>6,087,129</b>
<b>LIABILITIES</b>					
<b>Current Liabilities</b>					
Trade and other payables	11	898,959	1,218,630	761,162	1,220,383
Borrowings	12	21,321	39,627	21,321	39,627
Unexpended Grants	13	594,722	544,063	594,722	544,063
<b>Total Current Liabilities</b>		<b>1,515,002</b>	<b>1,802,320</b>	<b>1,377,205</b>	<b>1,804,073</b>
<b>Non-Current Liabilities</b>					
Borrowings		92,633	-	92,633	-
Unexpended Grants	13	1,066,082	1,066,082	1,066,082	1,066,082
<b>Total Non-Current Liabilities</b>		<b>1,158,715</b>	<b>1,066,082</b>	<b>1,158,715</b>	<b>1,066,082</b>
<b>TOTAL LIABILITIES</b>		<b>2,673,717</b>	<b>2,868,402</b>	<b>2,535,920</b>	<b>2,870,155</b>
<b>NET ASSETS</b>		<b>11,373,496</b>	<b>8,651,709</b>	<b>4,043,740</b>	<b>3,216,975</b>
<b>EQUITY</b>					
Retained Earnings		11,373,496	8,651,709	4,043,740	3,216,975
<b>TOTAL EQUITY</b>		<b>11,373,496</b>	<b>8,651,709</b>	<b>4,043,740</b>	<b>3,216,975</b>

The accompanying notes form part of these financial statements.

## Statement of changes in equity for the year ended 30 June 2010

	<b>Consolidated Group</b>	<b>Parent Entity</b>
	Retained Earnings	Retained Earnings
	\$	\$
<b>Balance at 1 July 2008</b>	8,190,472	3,165,535
Surplus attributable to the entity	51,440	51,440
Surplus attributable to MG Community Foundation	409,797	-
Surplus attributable to MG Dawang Land Trust	-	-
Surplus attributable to MG Developments Trust	-	-
	<hr/> 461,237	<hr/> 51,440
<b>Balance at 30 June 2009</b>	<b>8,651,709</b>	<b>3,216,975</b>
Surplus attributable to the entity	826,765	826,765
Surplus attributable to MG Community Foundation	1,475,022	-
Surplus attributable to MG Dawang Land Trust	420,000	-
Surplus attributable to MG Developments Trust	-	-
	<hr/> 2,721,787	<hr/> 826,765
<b>Balance at 30 June 2010</b>	<b>11,373,496</b>	<b>4,043,740</b>

The accompanying notes form part of these financial statements.



## Cash flow statement for the year ended 30 June 2010

	Note	Consolidated Group		Parent Entity	
		2010	2009	2010	2009
		\$	\$	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	14				
Receipts from customers		6,448,675	3,167,538	5,475,088	2,133,323
Payments to suppliers and employees		(5,000,491)	(1,776,459)	(4,975,208)	(1,790,374)
Interest received		72,419	73,219	68,967	44,023
Interest paid		(4,885)	(833)	(13,283)	(832)
Net cash provided by operating activities		1,515,718	1,463,465	555,564	386,140
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Payment for property, plant & equipment		(405,046)	(238,667)	(405,046)	(238,667)
Payment for investments		(1,000,000)	(1,026,679)	-	-
Net cash provided by investing activities		(1,405,046)	(1,265,346)	(405,046)	(238,667)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>					
Proceeds from borrowings		180,000	38,500	180,000	38,500
Repayments of borrowings		(105,674)	-	(105,674)	-
Net cash provided by financing activities		74,326	38,500	74,326	38,500
<b>Net increase in cash held</b>		184,998	236,619	224,844	185,973
<b>Cash at beginning of financial year</b>		1,164,336	927,717	958,017	772,044
<b>Cash at end of financial year</b>		1,349,334	1,164,336	1,182,861	958,017

The accompanying notes form part of these financial statements.

## 1. Statement of significant accounting policies

The financial report includes the consolidated financial statements and notes of MG Corporation and controlled entities MG Community Foundation Trust, MG Dawang Land Trust and MG Developments Trust, and the separate financial statements and notes of MG Corporation as an individual entity ('parent entity').

### Basis of Preparation

MG Corporation and controlled entity has elected to early adopt the pronouncements AASB 1053: Application of Tiers of Australian Accounting Standards and AASB 2010-2: Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements to the annual reporting period beginning 1 July 2009.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards reduced disclosure requirements of the Australian Accounting Standards Board and the Corporations (Aboriginal and Torres Strait Islander) Act 2006 .

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of the financial statements are presented below and have been consistently applied 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 non-current assets, financial assets and financial liabilities.

#### (a) Principles of Consolidation

The consolidated financial statements incorporate the assets, liabilities and results of entities controlled by MG Corporation at the end of the reporting period. A controlled entity is any entity over which MG Corporation has the power to govern the financial and operating policies so as to obtain benefits from its activities. Control will generally exist when the parent owns, directly or indirectly through subsidiaries, more than half of the voting power of an entity. In assessing the power to govern, the existence and effect of holdings of actual and potential voting rights are also considered.

Where controlled entities have entered or left the Group during the year, the financial performance of those entities are included only for the period of the year that they were controlled. A list of controlled entities is contained in Note 16 to the financial statements.

In preparing the consolidated financial statements, all inter-group balances and transactions between entities in the consolidated group have been eliminated on consolidation. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with those adopted by the parent entity.

Non-controlling interests, being the equity in a subsidiary not attributable, directly or indirectly, to a parent, are shown separately within the equity section of the consolidated statement of financial position and statement of comprehensive income. The non-controlling interests' interest in the net assets comprise their interests at the date of the original business combination and their share of changes in equity since that date.

#### (b) Income tax

No provision for income tax has been raised as the entity is exempt from income tax under Division 50 of the Income Tax Assessment Act 1997.

#### (c) Inventories

Inventories are measured at the lower of cost and current replacement cost.

Inventories acquired at no cost, or for nominal consideration are valued at the current replacement cost as at the date of acquisition.

#### (d) Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair values as indicated, less, where applicable, accumulated depreciation and impairment losses.

### Property

Freehold land and buildings are shown at their fair value (being the amount for which an asset could be exchanged)

In the periods when the freehold land and buildings are not subject to an independent valuation, the directors conduct directors' valuations to ensure the land and buildings' carrying amount is not materially different to the fair value.

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation surplus in other comprehensive income. Decreases that offset previous increases of the same asset are charged against revaluation surpluses directly in other comprehensive income; all other decreases are charged to the statement of comprehensive income.

Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

### Plant and Equipment

Plant and equipment are measured on the cost basis less accumulated depreciation and impairment losses. The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets' employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

The cost of fixed assets constructed within the consolidated group includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of comprehensive income during the financial period in which they are incurred.

### Depreciation

The depreciable amount of all fixed assets including buildings and capitalised lease assets, but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the consolidated group commencing from The depreciation rates used for each class of depreciable assets are:

#### Class of Fixed Asset

Land & buildings - not depreciated

Motor Vehicles - 20%

Office equipment - 33%

Plant and equipment - 20%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

### (e) 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 entities in the consolidated group, are classified as finance leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as

expenses on a straight-line basis over the lease term. Lease incentives under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

## (f) Financial Instruments

### *Initial Recognition and Measurement*

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the company commits itself to either purchase or sell the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transaction costs, except where the instrument is classified 'at fair value through profit or loss' in which case transaction costs are expensed to the statement of comprehensive income immediately.

### *Classification and Subsequent Measurement*

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest rate method or cost. Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as:

- the amount at which the financial asset or financial liability is measured at initial recognition;
- less principal repayments;
- plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest method;
- less any reduction for impairment.

The effective interest method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in the statement of comprehensive income.

The Group does not designate any interests in subsidiaries, associates or joint venture entities as being subject to the requirements of Accounting Standards specifically applicable to financial instruments.

### *(i) Financial assets at fair value through profit or loss*

Financial assets are classified at 'fair value through profit or loss' when they are held for trading for the purpose of short-term profit taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying value being included in profit or loss.

### *(ii) Loans and receivables*

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost.

Loans and receivables are included in current assets, except for those which are not expected to mature within 12 months after the end of the reporting period, which will be classified as non-current assets.

### *(iii) Held-to-maturity investments*

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the Group's intention to hold these investments to maturity. They are subsequently measured at amortised cost.

Held-to-maturity investments are included in non-current assets, except for those which are expected to mature within 12 months after the end of the reporting period, which will be classified as current assets.

If during the period the Group sold or reclassified more than an insignificant amount of the held-to-maturity investments before maturity, the entire category of held-to-maturity investments would be tainted and would be reclassified as available-for-sale.

*(iv) Available-for-sale financial assets*

Available-for-sale financial assets are non-derivative financial assets that are either not capable of being classified into other categories of financial assets due to their nature or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

Available-for-sale financial assets are included in non-current assets, except for those which are expected to be disposed of within 12 months after the end of the reporting period, which will be classified as current assets.

*(v) Financial liabilities*

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost.

**Fair value**

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

**Impairment**

At the end of each reporting period, the Group assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a significant or prolonged decline in the value of the instrument is considered to determine whether an impairment has arisen. Impairment losses are recognised in the statement of comprehensive income.

**Derecognition**

Financial assets are derecognised where the contractual rights to receipt of cash flows expire or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are discharged, cancelled or expire. The difference between the carrying value of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in the statement of comprehensive income.

**(g) Impairment of Assets**

At the end of each reporting period, the Group assesses whether there is any indication that an asset may be impaired. The assessment will include considering external sources of information and internal sources of information including dividends received from subsidiaries, associates or jointly controlled entities deemed to be out of pre-acquisition profits. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of comprehensive income.

Where it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs. Impairment testing is performed annually for goodwill and intangible assets with indefinite lives.

**(h) Employee Benefits**

Provision is made for the company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may not satisfy vesting requirements. Those cash flows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

**(i) Provisions**

Provisions are recognised when the Group has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

**(j) Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities in the statement of financial position.

**(k) Revenue**

Grant revenue is recognised in the statement of comprehensive income when the entity obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant will be deferred until those conditions are satisfied.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Donations and bequests are recognised as revenue when received.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Dividend revenue is recognised when the right to receive a dividend has been established. Revenue from the rendering of a service is recognised upon the delivery of the service to the customers. All revenue is stated net of the amount of goods and services tax (GST).

**(l) Trade and Other Payables**

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the Group during the reporting period, which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within [insert number] days of recognition of the liability

**(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 Taxation 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 the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

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

**(n) Contributions**

The Corporation receives non-reciprocal contributions from the government and other parties for no or normal value. These contributions are recognised at the fair value on the date of acquisition upon which time an asset is taken up in the balance sheet and revenue in the income statement.

**(o) Comparative Figures**

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

**(p) Critical Accounting Estimates and Judgments**

The directors evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the group.

*Key estimates – Impairment*

The entity assesses impairment at each reporting date by evaluating conditions specific to the entity that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Fair value less costs to sell or current replacement cost calculations performed in assessing recoverable amounts incorporate a number of key estimates.

**(q) Economic Dependence**

The Entity is dependent on the grants from Government for the majority of its revenue used to operate the business.

At the date of this report the Board of Directors has no reason to believe the Government Departments will not continue to support the entity.

## 2. Revenue

	Consolidated Group		Parent Entity	
	2010	2009	2010	2009
	\$	\$	\$	\$
<b>Revenue from Government and Other Grants</b>				
State/federal government grants	4,643,333	3,269,668	3,643,333	2,269,668
	<b>4,643,333</b>	<b>3,269,668</b>	<b>3,643,333</b>	<b>2,269,668</b>
<b>Other Revenue</b>				
Interest received from :				
Westpac	72,419	73,219	68,967	44,165
Macquarie investments	103,729	46,488	-	-
Dividends received	170,277	251,201	-	-
Realised capital gain on investments	390,376	67,541	-	-
Contributed assets	420,000	-	-	-
Rental income	57,857	67,045	57,857	67,045
TNG Royalties	-	254,294	-	254,294
Landcorp sales income	871,914	119,064	871,914	119,064
Net gain on investments	390,376	-	-	-
Other	157,891	(40,518)	492,274	19,893
	<b>2,634,839</b>	<b>838,334</b>	<b>1,491,012</b>	<b>504,461</b>
<b>Total Revenue</b>	<b>7,278,172</b>	<b>4,108,002</b>	<b>5,134,345</b>	<b>2,774,129</b>

## 3. Significant expenses

	Consolidated Group		Parent Entity	
	2010	2009	2010	2009
	\$	\$	\$	\$
<b>Expenses</b>				
Impairment of Ghost Gum property (i)	258,500	-	258,500	-
Macquarie Expenses				
Management fee	69,544	49,484	-	-
Brokerage paid	14,428	24,217	-	-
Total Macquarie Expenses	<b>83,972</b>	<b>73,701</b>	<b>-</b>	<b>-</b>

(i) The impairment relates to the investment in development of residential housing on land held in Ghost Gum Street, written off when contract builder went into liquidation with no expectation of recover of investment.

## 4. Income tax

No provision for income tax has been raised as the entity is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

## 5. Key management personnel compensation

	Consolidated Group		Parent Entity	
	2010	2009	2010	2009
	\$	\$	\$	\$
Total short term benefit compensation	706,899	404,101	706,899	404,101
Post employment benefit compensation	27,292	-	27,292	-
	<b>734,191</b>	<b>404,101</b>	<b>734,191</b>	<b>404,101</b>

## 6. Cash and cash equivalents

	Consolidated Group		Parent Entity	
	2010	2009	2010	2009
	\$	\$	\$	\$
Cash at bank	1,349,334	1,164,336	1,182,861	958,017
	<b>1,349,334</b>	<b>1,164,336</b>	<b>1,182,861</b>	<b>958,017</b>

Cash at Bank is a "restricted asset" in that amounts representing unexpended grants and funds held in trust may only be applied for the purposes specified in conditions of grants.

## Notes to and forming part of the financial statements for the year ended 30 June 2010

### 7. Trade and other receivables

	Consolidated Group		Parent Entity	
	2010	2009	2010	2009
	\$	\$	\$	\$
<b>Current</b>				
Trade receivables	221,540	53,720	221,540	113,004
Amount receivable from MG Community Foundation	-	-	24,825	42,924
Packsaddle and river farm lots owing	150,000	550,000	150,000	550,000
Landcorp funds owing	153,182	81,450	153,182	81,450
Other sundry debtors	127,008	60,621	72,106	10,742
Provision for impairment of sundry debtors	(10,000)	-	(10,000)	-
	<b>641,730</b>	<b>745,791</b>	<b>611,653</b>	<b>798,120</b>
<b>Non-Current</b>				
Amount receivable from MG Dawang Land Trust	-	-	17,576	17,576
Amount receivable from Developments Trust	-	-	10,365	10,365
	<b>-</b>	<b>-</b>	<b>27,941</b>	<b>27,941</b>

#### a. Provision for impairment of receivables

Current trade receivables are generally on 30 day terms. These receivables are assessed for recoverability and a provision for impairment is recognised when there is objective evidence that an individual trade receivable is impaired. These amounts have been included in other expense items. To date no provision for impairment of trade receivables has been raised. A provision for impairment of sundry debtors has been raised for \$10,000.

#### b. Financial assets classified as loans and receivables

	Note	Consolidated Group		Parent Entity	
		2010	2009	2010	2009
		\$	\$	\$	\$
Trade and other receivables:					
- Current		<b>641,730</b>	745,791	<b>611,653</b>	798,120
- Non Current		-	-	<b>27,941</b>	27,941
Financial assets	13	<b>641,730</b>	745,791	<b>639,594</b>	826,061

### 8. Other financial assets

	Consolidated Group		Parent Entity	
	2010	2009	2010	2009
	\$	\$	\$	\$
Available for sale financial assets (i)	<b>6,878,943</b>	5,306,933	-	-
a. Available for sale financial assets comprise:				
Listed investments, managed by Macquarie bank, at fair value:				
- Australian & international equities, fixed interest securities, property, cash at market value	<b>6,878,943</b>	5,306,933	-	-
Total available for sale financial assets	<b>6,878,943</b>	5,306,933	-	-

(i) This is per market valuation at 30 June 2010. The market value at the date of this report, 26th August 2010 is \$6,939,926 excluding an additinal \$500,000 contribution since 1 July 2010. Readers should appraise themselves of the current fair value of the share portfolio before relying on these financial reports for making decisions.

### 9. Other assets

	Consolidated Group		Parent Entity	
	2010	2009	2010	2009
	\$	\$	\$	\$
<b>CURRENT</b>				
Pre-paid insurance	<b>4,135</b>	5,590	<b>4,135</b>	5,590



10. Property, plant and equipment

	Consolidated Group		Parent Entity	
	2010	2009	2010	2009
	\$	\$	\$	\$
<b>FREEHOLD LAND AND BUILDINGS</b>				
Freehold land and buildings				
At fair value (i), (ii), (iii), (iv)	<b>4,912,001</b>	4,147,001	<b>4,492,000</b>	4,147,000
less: accumulated depreciation	-	-	-	-
	<b>4,912,001</b>	4,147,001	<b>4,492,000</b>	4,147,000
<b>PLANT &amp; EQUIPMENT</b>				
Motor Vehicles - at cost	<b>318,501</b>	154,278	<b>318,501</b>	154,278
less: accumulated depreciation	<b>( 85,135)</b>	(37,857)	<b>(85,135)</b>	(37,857)
Total vehicles, net	<b>233,366</b>	116,421	<b>233,366</b>	116,421
Furniture, plant & equipment - at cost	<b>82,982</b>	65,659	<b>82,982</b>	65,659
less: accumulated depreciation	<b>( 55,278)</b>	(31,620)	<b>(55,278)</b>	(31,620)
Total furniture & equipment, net	<b>27,704</b>	34,039	<b>27,704</b>	34,039
Total property, equipment & vehicles, net	<b>5,173,071</b>	4,297,461	<b>4,753,070</b>	4,297,460

(i) Included in freehold land and buildings are properties at 6 Eucalyptus Close and 17 Woollybutt Place that were purchased with "Balance Payments". At 30 June 2010 the fair value of 5 Eucalyptus Close was \$560,000 and the fair value of 17 Woollybutt Place was \$500,000. The total fair value of these properties is \$1,060,000. The total balance payments to be met in year 10 is \$1,066,082 (note 12). Any shortfall will be met from reserves.

(ii) Included in Freehold land and buildings are Lots 994, 995 and 996 known as "Yardungarrl". These blocks belong to the MG Dawang Land Trust. An external valuation of these areas has not been performed. In the absence of such a valuation, they have been recorded at \$1.

(iii) Included in Freehold land is a property at 15 Pindan Avenue Kununurra. This block is conditional tenure land. The Minister's consent is required before the lot can be transferred. The Minister's consent is required to encumber the block.

(iv) During the financial year \$258,500 was paid towards the construction of a house at Ghost Gum St. This house will not be completed and the asset has been devalued to its land value only at 30 June 2010.

MG Corporation has an equitable interest in blocks in the Landcorp estate. Landcorp is withholding 5% of each block sold. The amounts withheld are either paid in cash or are accumulated and paid by way of land transfer to equal value. To 30 June 2010 Landcorp has transferred 4 residential lots to MG Corporation.

As party to the Ord Final Agreement, MG Coporation is required to arrange for any commercial projects, including related assets and liabilities, to be conducted in the MG Developments Trust. MG Corporation currently holds title to various commercial lots of land and has recorded certain assets and liabilities associated with these projects, that may be transferred to MG Developments Trust. Until these negotiations are completed, these assets remain on the balance sheet MG Corporation. The assets to be transferred may include, but are not limited to:

- Vacant land at Lot 3000 Bandicoot Drive
- Vacant Land at Lot 228 Ghost Gum
- Vacant Lot 228 Ghost Gum
- Vacant Land at Lot 185 Corkwood
- Vacant Land at Lot 172 Siris Street
- Vacant Land at Lot 108 (#6) Kentia Way

**10. Property, plant and equipment (continued)**

**Movement in Carrying Amounts**

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

	Land and Buildings	Motor Vehicles	Furniture, Plant and Equipment	Total
<b>Consolidated Group</b>				
<b>2009</b>				
Balance at the beginning of the year	3,965,001	94,389	40,072	4,099,462
Additions at cost	182,000	46,427	10,240	238,667
Contributed assets	-	-	-	-
Revaluation decrement	-	-	-	-
Depreciation expense	-	(24,395)	(16,273)	(40,668)
Carrying amount at the end of year	<u>4,147,001</u>	<u>116,421</u>	<u>34,039</u>	<u>4,297,461</u>
<b>2010</b>				
Balance at the beginning of the year	4,147,001	116,421	34,039	4,297,461
Additions at cost	1,023,500	164,223	17,323	1,205,046
Contributed assets	-	-	-	-
Revaluation decrement	( 258,500)	-	-	(258,500)
Depreciation expense	-	(47,278)	(23,658)	(70,936)
Carrying amount at the end of year	<u>4,912,001</u>	<u>233,366</u>	<u>27,704</u>	<u>5,173,071</u>
<b>Parent Entity</b>				
<b>2009</b>				
Balance at the beginning of the year	3,965,000	94,389	40,072	4,099,461
Additions at cost	182,000	46,427	10,240	238,667
Contributed assets	-	-	-	-
Revaluation decrement	-	-	-	-
Depreciation expense	-	(24,395)	(16,273)	(40,668)
Carrying amount at the end of year	<u>4,147,000</u>	<u>116,421</u>	<u>34,039</u>	<u>4,297,460</u>
<b>2010</b>				
Balance at the beginning of the year	4,147,000	116,421	34,039	4,297,460
Additions at cost	603,500	164,223	17,323	785,046
Contributed assets	-	-	-	-
Revaluation decrement	( 258,500)	-	-	(258,500)
Depreciation expense	-	(47,278)	(23,658)	(70,936)
Carrying amount at the end of year	<u>4,492,000</u>	<u>233,366</u>	<u>27,704</u>	<u>4,753,070</u>

## 11. Trade and other payables

	Consolidated Group		Parent Entity	
	2010	2009	2010	2009
	\$	\$	\$	\$
<b>Current</b>				
Trade payables	110,060	48,790	110,059	48,789
Other current payables	54,763	97,047	56,967	98,799
Employee benefits	41,810	37,766	41,810	37,766
Landcorp funds paid in advance	-	147,000	-	147,000
Funds held in trust - Northern Land Council	-	254,436	-	254,436
Distributions payable	140,000	-	-	-
Project funds carried forward - Packsaddle river farm lot 2009	150,000	-	150,000	-
Project funds carried forward	402,326	633,592	402,326	633,592
	<b>898,959</b>	<b>1,218,631</b>	<b>761,162</b>	<b>1,220,382</b>

### a. Financial liabilities at amortised cost classified as trade and other payables

Trade and other payables:				
- Current	898,959	1,218,631	761,162	1,220,382
- Non Current	-	-	-	-
	<b>898,959</b>	<b>1,218,631</b>	<b>761,162</b>	<b>1,220,382</b>
Less annual leave entitlements	(41,810)	(37,766)	(41,810)	(37,766)
Financial liabilities as trade and other payables	<b>857,149</b>	<b>1,180,865</b>	<b>719,352</b>	<b>1,182,616</b>

## 12. Borrowings

	Consolidated Group		Parent Entity	
	2010	2009	2010	2009
	\$	\$	\$	\$
<b>CURRENT</b>				
Westpac loan	21,321	39,627	21,321	39,627
<b>NON CURRENT</b>				
Westpac loan	92,633	-	92,633	-
<b>TOTAL BORROWINGS</b>	<b>113,954</b>	<b>39,627</b>	<b>113,954</b>	<b>39,627</b>

The bank loan is secured by a registered first mortgage over the property at 34 Ironwood Drive, Kununurra.

### 13. Schedule of grant funds

	B/Fwd 2009	Release 2010	Expend 2010	C/Fwd 2010
<b>Consolidated Group &amp; Parent entity - Current Unexpended Grants</b>				
Office Native Title 2009/10 Administration funds	-	750,000	750,000	-
Office Native Title 2009/10 EDU funds	-	250,000	250,000	-
Office Native Title - Non Executive Directors x 2	-	114,000	47,601	66,399
ICC Youth Worker	150,000	145,500	126,451	169,049
Regional Development & Lands - ADP Funds	-	1,142,000	1,138,039	3,961
Department of Commerce - Feasibility study	27,273	-	27,273	-
Kimberley Development Commission - Housing project	25,000	-	-	25,000
NAILSMA	44,359	110,000	154,359	-
NAILSMA - Let's talk about Country	-	20,272	20,272	-
Department of Regional development and lands - skills audit	28,182	-	22,546	5,636
NAIDOC 2009	26,744	-	26,744	-
Office Indigenous Affairs - EK Land Development Funds	52,000	-	-	52,000
ILC - Water & Weeds	190,505	-	190,505	-
DOW - Water & Weeds	-	149,287	90,202	59,085
DOW - Accomodation	-	164,000	-	164,000
Lotterywest - Cars and Phone system	-	21,016	21,016	-
Kimberley Development Commission - Pindan Centre	-	20,000	4,421	15,579
Kimberley Development Commission - DEC tourism survey	-	30,000	30,000	-
Kimberley Development Commission - Int. Womens' Day	2,000	1,231	769	-
NAIDOC 2010	-	35,700	4,363	31,337
DIA - Harmony Day	-	5,348	3,441	1,907
<b>Total current unexpended grants</b>	<b>544,063</b>	<b>386,303</b>	<b>337,375</b>	<b>594,722</b>
<b>Non-current unexpended grants - Balance payments</b>				
Office Native Title 2005/06 Administration Balance Payments				597,324
Office Native Title 2005/06 EDU Balance Payments				199,108
Year 1 - Unspent funds				269,650
<b>Total non-current unexpended grants - Balance payments</b>				<b>1,066,082</b>
<b>Total unexpended grants</b>				<b>1,660,804</b>

### 14. Cash flow information

	Consolidated Group		Parent Entity	
	2010	2009	2010	2009
	\$	\$	\$	\$
<b>Reconciliation of Cash Flow from Operations with Profit after Income Tax</b>				
Operating surplus	<b>2,721,787</b>	461,237	<b>826,765</b>	51,440
<i>Cash flows excluded from profit attributable to operating activities</i>				
Non-cash flows in profit				
- Depreciation	<b>70,936</b>	40,668	<b>70,936</b>	40,668
- Non cash financial asset items	<b>( 572,012)</b>	633,636	-	-
- Contributed assets	<b>( 420,000)</b>	-	-	-
- Non cash Landcorp Contribution	<b>( 380,000)</b>	-	<b>(380,000)</b>	-
- Impairment of property, plant & equipment	<b>258,500</b>	-	<b>258,500</b>	-
- Impairment of receivables	<b>10,000</b>	-	<b>10,000</b>	-
Changes in assets and liabilities				
- (Increase)/decrease in trade and term debtors	<b>94,061</b>	(596,365)	<b>176,467</b>	(623,590)
- (Increase)/decrease in other current assets	<b>1,455</b>	1,695	<b>1,455</b>	1,697
- Increase in trade and other payables	<b>( 319,668)</b>	974,084	<b>(459,218)</b>	967,415
- Increase/(decrease) in unexpended grants	<b>50,659</b>	(51,490)	<b>50,659</b>	(51,490)
Cash flow from operating activities	<b>1,515,718</b>	1,463,465	<b>555,564</b>	386,140

## 15. Financial risk management

### a) Financial Risk Management Policies

The group's financial instruments consist mainly of deposits with banks, funds held on investment with Macquarie bank, accounts receivable and payable and loans to and from subsidiaries. The group does not have any derivative instruments at 30 June 2010.

The totals of each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting these policies to financial statements are as follows:

	Note	Consolidated Group		Parent Entity	
		2010	2009	2010	2009
		\$	\$	\$	\$
<b>Financial assets</b>					
Cash and cash equivalents	6	<b>1,349,334</b>	1,164,336	<b>1,182,861</b>	958,017
Loans and receivables	7	<b>641,730</b>	745,791	<b>639,594</b>	826,061
Available-for-sale financial assets					
- Managed funds with Macquarie bank	8	<b>6,878,943</b>	5,306,933	-	-
		<b>8,870,007</b>	7,217,060	<b>1,822,455</b>	1,784,078
<b>Financial liabilities</b>					
Financial liabilities at amortised cost:					
- Trade and other payables	11	<b>857,149</b>	1,180,865	<b>719,352</b>	1,182,616
- Borrowings	12	<b>113,954</b>	39,627	<b>113,954</b>	39,627
		<b>971,103</b>	1,220,492	<b>833,306</b>	1,222,243

### 17. Corporation details

The registered office of the corporation is:

Yawoorrong Miriuwung Gajerrong Yirrgeb Noong Dawang Aboriginal Corporation  
10 Coolibah Drive  
Kununurra WA 6743

The principal place of business is

Yawoorrong Miriuwung Gajerrong Yirrgeb Noong Dawang Aboriginal Corporation  
10 Coolibah Drive  
Kununurra WA 6743

### 18. Economic entity concept

These financial reports combine the transactions of MG Corporation [this is called the 'Parent Entity'] and its three related Trusts. The Trusts are MG Community Foundation, MG Developments Trust and MG Dawang Land Trust. When all these are added together we arrive at the 'Consolidated Group'. However, in this combination, we also remove all transactions between the entities. So the 'Consolidated Group' is the net result.

### 19. Miriuwung and Gajerrong PBC#1 and PBC#4

MG Corporation has incurred legal, consulting and other administrative costs on behalf of Miriuwung and Gajerrong #1 (native title prescribed body corporate) Aboriginal Corporation and Miriuwung and Gajerrong #4 (native title prescribed body corporate) Aboriginal Corporation.

## Grant acquittal statement for the year ended 30 June 2010

### Office Native Title - Administration funds

	Actual	Budget	Variance
<b>Income</b>			
Ord Final Agreement funds	750,000	750,000	-
Interest	11,250	11,250	-
Reimbursed expenses	4,411	35,000	(30,589)
Sale of vehicle	-	15,000	(15,000)
<b>Total Income</b>	<b>765,661</b>	<b>811,250</b>	<b>(45,589)</b>
<b>Expenditure</b>			
<b>Salaries &amp; Wages</b>			
Casual Field Officer	-	5,000	(5,000)
CEO	132,454	124,800	7,654
Annual leave	7,977	-	7,977
Field Officer	18,947	30,000	(11,053)
Ord Implementation Officer	61,251	71,500	(10,249)
Recruitment & Relocation	54,579	7,500	47,079
Bookkeeper/Payroll Officer	41,041	37,500	3,541
PA/Company Secretary/Admin Officer	65,124	48,600	16,524
Future acts officer	2,885	-	2,885
Project officer	2,048	52,500	(50,452)
Administration officer	22,584	-	22,584
Superannuation	55,027	33,291	21,736
Training & professional development	4,345	10,000	(5,655)
Workers Compensation	3,906	5,000	(1,094)
Travel expenses - staff	43,333	23,000	20,333
Fringe benefits tax	7,156	-	7,156
<b>Salaries and wages</b>	<b>522,657</b>	<b>448,691</b>	<b>73,966</b>
<b>Independent Directors fees</b>			
Independent Directors fees	15,577	15,000	577
Independent Directors travel/accom/reimb	2,580	5,000	(2,420)
<b>Independent Directors fees</b>	<b>18,157</b>	<b>20,000</b>	<b>(1,843)</b>
<b>Consultants - consultant advice given to MG corp</b>			
Legal - External	110,319	47,500	62,819
Accounting	49,414	26,250	23,164
Airfare and accommodation	35,488	15,000	20,488
Legal interns trav/incidentals	2,683	6,800	(4,117)
<b>Consultation costs</b>	<b>197,904</b>	<b>95,550</b>	<b>102,354</b>
<b>Operational</b>			
Audit fees	25,741	20,000	5,741
Insurance	13,558	15,000	(1,442)
Maintenance and repairs	10,849	3,000	7,849
IT costs	5,284	5,000	284
Motor vehicle - Fuel & Oil	7,182	14,000	(6,818)
Motor vehicle - Hire & leasing	34,855	20,140	14,715
Motor vehicle - Registration	823	8,000	(7,177)
Motor vehicle - Repairs & maintenance	10,666	11,250	(583)
Electricity, gas & water	200	1,000	(800)
Postage & bank charges	1,682	2,500	(818)
Printing & office supplies	39,068	25,000	14,068
Professional fees and memberships	2,520	2,000	520
Telephone/fax/internet	10,998	15,000	(4,002)
<b>Total Operational expenses</b>	<b>163,426</b>	<b>141,890</b>	<b>21,536</b>

**Grant acquittal statement for the year ended 30 June 2010**

**Office Native Title - Administration funds (continued)**

	<b>Actual</b>	<b>Budget</b>	<b>Variance</b>
<b>Property expenses</b>			
Valuation costs	-	3500	(3,500)
<b>Property expenses</b>	-	3,500	(3,500)
<b>Governance</b>			
<b>Sitting fees</b>			
Dawang council	32,400	16,000	16,400
Garralyel	3,100	8,000	(4,900)
Board meeting	58,718	36,000	22,718
Trust directors	3,200	7,200	(4,000)
One off- sitting fee	560	-	560
<b>Meeting costs</b>			
Dawang council	21,453	4,000	17,453
Board of directors	11,191	2,400	8,791
Trust meetings	777	2,000	(1,223)
Accommodation	1,525	8,400	(6,875)
Governance training	-	10,000	(10,000)
Governance costs	132,924	94,000	38,924
<b>Capital Items</b>			
Office items	903	7,500	(6,597)
<b>Capital Items</b>	903	7,500	(6,597)
<b>Total Expenditure</b>	1,035,971	811,131	224,840
<b>Funding deficit</b>	(270,310)	119	(270,429)
<b>Funding deficit met by MG Corp. funding</b>	270,310	-	270,310
<b>Net Income</b>	-	119	(119)

## Grant acquittal statement for the year ended 30 June 2010

### Office Native Title - EDU funds

	Actual	Budget	Variance
<b>Income</b>			
Office Native Title Package	250,000	250,000	-
Interest	3,750	3,750	-
<b>Total Income</b>	<b>253,750</b>	<b>253,750</b>	<b>-</b>
<b>Expenditure</b>			
<b>Salaries &amp; Wages</b>			
Casual Field Officer	-	2,500	(2,500)
CEO	33,113	31,200	1,913
Annual leave	4,788	-	4,788
Field Officer	6,316	10,000	(3,684)
Staff travel	3,769	2,000	1,769
EDU Officer	92,285	85,000	7,285
Project Officer	683	17,500	(16,817)
Bookkeeper/Payroll Officer	13,680	12,500	1,180
Training/Professional development	1,285	2,500	(1,215)
PA/Company Secretary/Admin Officer	7,236	5,400	1,836
Superannuation	24,411	14,769	9,642
Workers Compensation	1,952	2,500	(548)
	<b>189,518</b>	<b>185,869</b>	<b>3,649</b>
<b>Independent Directors fees</b>			
Independent Directors fees	15,577	15,000	577.00
Independent Directors travel/accom/reimb	2,581	5,000	(2,419)
	<b>18,158</b>	<b>20,000</b>	<b>(1,842)</b>
<b>Consultants</b>			
Accounting	13,138	8,750	4,388
Legal - External	11,781	-	11,781
Project management	1,648	1,648	-
Consultant travel & accommodation	13,603	5,750	7,853
	<b>40,170</b>	<b>14,500</b>	<b>25,670</b>
<b>Operational</b>			
CFT expenses	19,088	-	19,088
IT costs	2,627	2,500	127
Motor vehicle - Fuel & Oil	1,026	2,000	(974)
Motor vehicle - Registration	206	2,000	(1,794)
Motor vehicle - Repairs & maintenance	3,555	3,750	(195)
Electricity, gas & water	100	500	(400)
Postage & bank charges	336	500	(164)
Printing & office supplies	7,814	5,000	2,814
Professional fees and membership	1,260	1,000	260
Telephone/fax/internet	3,666	5,000	(1,334)
Insurance	4,520	5,000	(480)
Repairs and Maintenance	3,616	1,000	2,616
	<b>47,814</b>	<b>28,250</b>	<b>19,564</b>
Meeting costs	777	2,000	(1,223)
Capital - Office items	301	2,500	(2,199)
<b>Total Expenditure</b>	<b>296,738</b>	<b>253,119</b>	<b>43,619</b>
<b>Funding deficit</b>	<b>(42,988)</b>	<b>631</b>	<b>(43,619)</b>
<b>Funding deficit met by MG Corp. funding</b>	<b>42,988</b>	<b>(631)</b>	<b>43,619</b>
<b>Net Income</b>	<b>-</b>	<b>-</b>	<b>-</b>



## Grant acquittal statement for the year ended 30 June 2010

### ONT Non-Exec Directors

	Actual	Budget	Variance
<b>Income</b>			
Grant funds	114,000	114,000	-
<b>Total Income</b>	<b>114,000</b>	<b>114,000</b>	<b>-</b>
<b>Expenditure</b>			
<b>Salaries and wages</b>			
Superannuation	2,278	-	2,278
Director expenses	-		
Director fees	24,615	20,002	4,613
Independent Directors travel/accom/reimb	20,708	8,502	12,206
<b>Total Expenditure</b>	<b>47,601</b>	<b>28,504</b>	<b>19,097</b>
<b>Unexpended funds c/fwd</b>	<b>66,399</b>	<b>85,496</b>	<b>(19,097)</b>

### ICC Youth Worker

	Actual	Budget	Variance
<b>Income</b>			
Capital	40,000	40,000	-
Operational	110,000	110,000	-
Other Income - MG Contribution	145,500	145,500	-
Other Income - Other Contribution	-	-	-
<b>Total Income</b>	<b>295,500</b>	<b>295,500</b>	<b>-</b>
<b>Expenditure</b>			
<b>Capital Expenditure</b>			
Vehicle and running costs	67,389	80,000	(12,611)
<b>Operational Expenditure</b>			
Salaries			
Wages & On Costs	41,297	140,000	(98,703)
Services			
Recruitment	112	4,000	(3,888)
Administration costs	9,676	31,500	(21,824)
Supplies			
Activity costs	2,514	20,000	(17,486)
Project consumables	5,463	20,000	(14,537)
<b>Total Expense</b>	<b>126,451</b>	<b>295,500</b>	<b>(156,438)</b>
<b>Unexpended funds c/fwd</b>	<b>169,049</b>	<b>-</b>	<b>156,438</b>
<b>Unexpended ICC Funds</b>	<b>85,812</b>		
<b>Unexpended OES funds</b>	<b>83,237</b>		
	<b>169,049</b>		

## Grant acquittal statement for the year ended 30 June 2010

### ADP

	Actual	Budget	Variance
<b>Income</b>			
Grant Funds	1,142,000	2,431,500	(1,289,500)
Reimbursed Expenses	11,081	-	11,081
Interest	13,355	13,355	
<b>Total Income</b>	<b>1,166,436</b>	<b>2,431,500</b>	<b>(1,265,064)</b>
<b>Expenditure</b>			
<b>Salaries and wages</b>			
Heritage & Env Liason Officer	450	60,000	(59,550)
Employment Support Officer - F	22,152	50,000	(27,848)
Employment Support Officer - M	10,086	42,000	(31,914)
Employment Strategy Manager	5,935	62,000	(56,065)
ADP Liason officer/Manager	86,806	85,000	1,806
Administration Officer	73,863	55,000	18,863
HR/General Manager	93,376	100,000	(6,624)
Business Development Officer	27,494	64,000	(36,506)
ADP office Equipment	82,021	40,000	42,021
Travel Expenses - Staff	27,912	20,000	7,912
Superannuation	23,592	51,800	(28,208)
Annual leave	7,442	-	7,442
Recruitment & Relocation	4,840	30,000	(25,160)
Training and Personal Development	1,435	25,000	(23,565)
Accommodation Subsidiary	19,697	75,000	(55,303)
<b>Consultants Advice to MG Corp</b>			
Business Expertise/Advice	30,000	(30,000)	
Agriculture	54,915	50,000	4,915
Legal - External	29,867	50,000	(20,133)
<b>ADP projects</b>			
Employment & contracting registration	6,000	35,000	(29,000)
Env Scan of Empl & training provided	31,789	15,000	16,789
Job Inventory Audit	35,000	(35,000)	
MG Business Audit	4,411	35,000	(30,589)
Fundamentals of business - training	36	20,000	(19,964)
Cultural Awareness training	15,988	25,000	(9,012)
Heritage Procedures Training	1,262	25,000	(23,738)
<b>Operational Expenses</b>			
Admin	252,000	252,000	-
Motor Vehicle Insurance	981	11,700	(10,719)
Motor Vehicle Hire/Lease	44,674	80,000	(35,326)
Fuel and Oil	7,126	35,000	(27,874)
Printing, Office Supplies, Advertising	195	-	195
<b>ADP Funds</b>			
Training and employment support fund	4,156	250,000	(245,844)
Employee Incentive scheme	-	3,000	(3,000)
Mentoring Fund	60,829	80,000	(19,171)
Employment Subsidy Fund	-	10,000	(10,000)
Business development Fund	57,969	200,000	(142,031)
Office Accommodation	81,576	200,000	(118,424)
Support for Reserves	-	210,000	(210,000)
Additional Meetings - ADP	21,600	20,000	1,600
<b>Total Expenditure</b>	<b>1,162,475</b>	<b>2,431,500</b>	<b>(1,269,025)</b>
<b>Unexpended funds c/fwd</b>	<b>3,961</b>	<b>-</b>	<b>3,961</b>

## Grant acquittal statement for the year ended 30 June 2010

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### Dept. Commerce AED - Feasibility Study

	<b>Actual</b>
<b>Income</b>	
Grant funds	27,273
<b>Total Income</b>	<u>27,273</u>
<b>Expenditure</b>	
Project Management	27,273
<b>Total Expenditure</b>	<u>27,273</u>
<b>Net Income</b>	<u>-</u>

### KDC Housing Project

	<b>Actual</b>
<b>Income</b>	
Prior Year Unexpected funds b/fwd	25,000
<b>Total Income</b>	<u>25,000</u>
<b>Expenditure</b>	
<b>Total Expenditure</b>	-
<b>Unexpended funds c/fwd</b>	<u>25,000</u>

## Grant acquittal statement for the year ended 30 June 2010

### **NAILSMA**

	<b>Actual</b>	<b>Budget</b>	<b>Variance</b>
<b>Income</b>			
Prior year funds	44,359	44,359	-
Grant Funds	110,000	110,000	-
Reimbursed expenses	1,706		
<b>Total Income</b>	<b>156,065</b>	<b>154,359</b>	<b>1,706</b>
<b>Expenditure</b>			
<b>Salaries and Wages</b>			
Project Officer	60,737	60,587	150
Superannuation	6,737	-	6,737
Annual leave	2,145	-	2,145
Fringe benefits tax	4,585	-	4,585
Rental subsidy (staff)	6,599	5,850	749
	<b>80,803</b>	<b>66,437</b>	<b>14,366</b>
<b>Consultants advice to MG corp</b>			
Legal - external	1,232	-	1,232
Accounting	1,350	-	1,350
	<b>2,582</b>	<b>2,582</b>	
<b>Operational Expenditure</b>			
Motor vehicle hire/lease	29,947	24,667	5,280
Motor vehicle fuel/oil	3,806	5,930	(2,124)
Office telephone/fax/internet	2,149	632	1,517
	<b>35,902</b>	<b>31,229</b>	<b>4,673</b>
<b>NAILSMA expenses</b>			
Administration	6,007	8,000	(1,993)
Office setup, field equipment	2,613	-	2,613
Catchment meetings/forum workshop	2,351	2,843	(492)
Communication strategy	100	2,675	(2,575)
Travel Allowance	8,824	6,500	2,324
Field Costs meetings food	1,035	3,333	(2,297)
Partner admin fee	-	5,283	(5,283)
NAILSMA Facilitator/travel/accom	250	4,633	(4,383)
NAILSMA Facilitator/travel airfare	4,965	4,400	565
On-ground project	9,238	11,334	(2,096)
	<b>35,383</b>	<b>49,001</b>	<b>(13,617)</b>
Sitting fees	1,395	-	1,395
<b>Total Expense</b>	<b>156,065</b>	<b>146,667</b>	<b>9,399</b>
<b>Unexpended funds c/fwd</b>	<b>-</b>	<b>7,692</b>	<b>(7,693)</b>

## Grant acquittal statement for the year ended 30 June 2010

### **NAILSMA - Talk about country**

	<b>Actual</b>	<b>Budget</b>	<b>Variance</b>
<b>Income</b>			
Grant Funds	20,273	19,999	274
<b>Total Income</b>	<b>20,273</b>	<b>19,999</b>	<b>274</b>
<b>Expenditure</b>			
<b>Salaries and wages</b>			
Temp. Staff	800	1,080	(280)
Motor Vehicle Hire/Lease	1,336	960	376
Fuel & Oil	768	2,000	(1,232)
Professional Fees and Membership	1,200	-	1,200
<b>NAILSMA expenses</b>			
Office Setup, Field Equipment	3,692	1,310	2,382
Admin	322	-	322
On-ground Projects	1,748	-	1,748
Language Interpreters	-	2,750	(2,750)
Dancers and Musicians	2,500	2,500	0
Food and Venue	813	2,300	(1,487)
Video Equipment and DVD Products	5,522	2,599	2,923
<b>Governance</b>			
Other Meetings	3,510	4,500	(990)
Board of Directors	1,814	-	1,814
<b>Total Expense</b>	<b>24,025</b>	<b>19,999</b>	<b>4,026</b>
<b>Funding deficit</b>	<b>(3,752)</b>	<b>-</b>	<b>(3,752)</b>
<b>Funding deficit met by MG Corp. funding</b>	<b>3,752</b>	<b>-</b>	<b>3,752</b>
<b>Net Income</b>	<b>-</b>	<b>-</b>	<b>-</b>

### **Regional Development Funds**

<b>Income</b>		<b>Actual</b>
Prior Year Unexpected funds b/fwd		28,182
<b>Total Income</b>		<b>28,182</b>
<b>Expenditure</b>		
Project manager salary		22,545
<b>Total Expenditure</b>		<b>22,545</b>
<b>Unexpended funds c/fwd</b>		<b>5,637</b>

## Grant acquittal statement for the year ended 30 June 2010

### ICC - NAIDOC 2008/09

#### ACTUAL BUDGET VARIANCE

	Actual	Budget	Variance
<b>Income</b>			
Grant Funds - B/fwd 1 July 2009	26,744	35,000	(8,256)
MG Contribution	9,299	13,375	(4,076)
<b>Total Income</b>	<b>36,043</b>	<b>48,375</b>	<b>(12,332)</b>
<b>Expenditure</b>			
<b>Operational Expenditure</b>			
Event Co-ordinator	4,875	5,835	(960)
On Costs	514	2,000	(1,486)
Vehicle lease	-	2,700	(2,700)
Cleaning	318	1,000	(682)
Equipment hire	3,883	6,400	(2,517)
Administration costs	632	3,200	(2,568)
Advertising	1,547	1,400	147
Catering	8,068	4,250	3,818
Community Awards Honour Board	300	1,200	(900)
Entertainment	7,322	3,000	4,322
Licensing	850	245	605
MC - three events	400	900	(500)
Security	3,557	2,000	1,557
Senior Ball	768	6,100	(5,332)
Senior outing (HACC)	2,319	2,500	(181)
Transport costs	356	1,645	(1,289)
Youth Ball	334	2,500	(2,166)
Youth Sports Day	1,500	(1,500)	
<b>Total Expense</b>	<b>36,043</b>	<b>48,375</b>	<b>12,332</b>
<b>Net Income</b>	<b>-</b>	<b>-</b>	<b>-</b>

### EK Land Development. Funds

	Actual
<b>Income</b>	
Prior Year Unexpected funds b/fwd	52,000
<b>Total Income</b>	<b>52,000</b>
<b>Expenditure</b>	
<b>Total Expenditure</b>	<b>-</b>
<b>Unexpended funds c/fwd</b>	<b>52,000</b>

## Grant acquittal statement for the year ended 30 June 2010

### ILC - Water & Weeds

	<b>Actual</b>	<b>Budget</b>	<b>Variance</b>
<b>Income</b>			
ILC grant funds b/fwd	190,505	190,505	-
MG Cont'n to grant	14,378	80,000	(65,622)
<b>Total Income</b>	<b>204,883</b>	<b>270,505</b>	<b>(65,622)</b>
<b>Expenditure</b>			
W & W Labour	63,866	120,000	56,134
Project Officer	48,455	60,000	(11,545)
Annual Leave	(992)	6,000	(6,992)
Travel expense - staff	1,117	4,505	(3,388)
Superannuation	4,042	-	4,042
Field equipment - Water & Weeds	16,118	10,000	6,118
Motor vehicle expenses	56,851	50,000	6,851
Admin fees	11,662	20,000	(8,338)
Computers	3,764	-	3,764
<b>Total Expenditure</b>	<b>204,883</b>	<b>270,505</b>	<b>65,622</b>
<b>Net Income</b>	<b>-</b>	<b>-</b>	<b>-</b>

### DOW Weeds & Waterways

	<b>Actual</b>	<b>Budget</b>	<b>Variance</b>
<b>Income</b>			
Grant funds	149,287	113,040	36,247
<b>Total Income</b>	<b>149,287</b>	<b>113,040</b>	<b>36,247</b>
<b>Expenditure</b>			
<b>Salaries and wages</b>			
Annual leave	1,101	-	1,101
Training/ professional development	3,896	2,000	1,896
On-Costs	15,158	25,625	(10,467)
W&W - Labour	70,047	85,415	(15,368)
<b>Total Expenditure</b>	<b>90,202</b>	<b>113,040</b>	<b>(22,838)</b>
<b>Unexpended funds c/fwd</b>	<b>59,085</b>	<b>-</b>	<b>59,085</b>

### DOW - Accommodation

	<b>Actual</b>
<b>Income</b>	
Grant funds	164,000
<b>Total Income</b>	<b>164,000</b>
<b>Expenditure</b>	
Nil	-
<b>Total Expenditure</b>	<b>-</b>
<b>Net Income</b>	<b>164,000</b>

## Grant acquittal statement for the year ended 30 June 2010

### Lotterwest Phone Systems

	Actual	Budget	Variance
<b>Income</b>			
Grant funds owing	56,554	-	56,554
Grant funds	21,016	77,896	(56,880)
<b>Total Income</b>	<u>77,570</u>	<u>77,896</u>	<u>(326)</u>
<b>Expenditure</b>			
Operational Items			
Telephone/fax/internet	22,387	26,937	(4,550)
Motor Vehicle	55,183	50,959	4,224
<b>Total Expenditure</b>	<u>77,570</u>	<u>77,896</u>	<u>(326)</u>
<b>Net Income</b>	<u>-</u>	<u>-</u>	<u>-</u>

### Pindan Centre Funds

	Actual
<b>Income</b>	
Grant funds - Families & Community Services	20,000
<b>Total Income</b>	<u>20,000</u>
<b>Expenditure</b>	
Rentals, Repairs and maintenance	4,153
Water consumption	268
<b>Total Expenditure</b>	<u>4,421</u>
<b>Unexpended funds c/fwd</b>	<u>15,579</u>

### Royalties for Regions - DEC Parks tourism Survey

	Actual
<b>Income</b>	
Grant Funds	30,000
Reimbursed expenses	5,253
<b>Total Income</b>	<u>35,253</u>
<b>Expenditure</b>	
Superannuation	1,202
Travel expenses - staff	20,691
Other Meetings	13,360
<b>Total Expenditure</b>	<u>35,253</u>
<b>Net income</b>	<u>-</u>

### Int Womens Day

	Actual
<b>Income</b>	
Grant funds - OES	2,000
<b>Total Income</b>	<u>2,000</u>
<b>Expenditure</b>	
Printing office supplies	347
Sponsorship	885
<b>Total Expenditure</b>	<u>1,232</u>
<b>Unexpended funds c/fwd</b>	<u>768</u>



## Grant acquittal statement for the year ended 30 June 2010

### Naidoc 10

	Actual	Budget	Variance
<b>Income</b>			
Grant funds - Families & Community Services	31,500	31,500	-
Grant funds - DIA	2,000	-	2,000
Grant funds - TAFE	200	-	200
Self generated income - Wunan	2,000	-	2,000
Self generated income - Other	3,160	6,730	(3,570)
<b>Total Income</b>	<b>38,860</b>	<b>38,230</b>	<b>630</b>
<b>Expenditure</b>			
Security and first aid	1,400	4550	(3,150)
Admin fees	-	1000	(1,000)
MV - Hiring & leasing	-	1150	(1,150)
Printing & office supplies	-	1547	(1,547)
Postage and bank fees	-	100	(100)
Cleaning	-	1000	(1,000)
Community awards and honour board	-	300	(300)
Catering food and drinks	11	8,068	(8,057)
Entertainment, MC, hire	708	6,300	(5,592)
Project officer	3,254	5,912	(2,658)
Senior outing and Senior Ball	589	3,318	(2,729)
Decorations and Photos	415	1,485	(1,070)
Youth Ball and Youth Sports day	1,146	3,500	(2,354)
<b>Total Expenditure</b>	<b>7,523</b>	<b>38,230</b>	<b>(30,707)</b>
<b>Unexpended funds c/fwd</b>	<b>31,337</b>	<b>-</b>	<b>31,337</b>

### Harmony Day

	Actual
<b>Income</b>	
Grant funds - DIA	5,000
Funds - Shire of Wyndham East Kimberley	348
<b>Total Income</b>	<b>5,348</b>
<b>Expenditure</b>	
Printing office supplies	703
Sponsorship	2,738
<b>Total Expenditure</b>	<b>3,441</b>
<b>Unexpended funds c/fwd</b>	<b>1,907</b>

Your directors present this report on Yawoorroong Miriuwung Gajerrong Yirrggeb Noong Dawang Aboriginal Corporation for the financial year ended 30 June 2010.

### **Directors**

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

- Teddy Carlton - Chairperson (attended 20 of 20 meetings)
- Edna O'Malley - Deputy Chairperson (attended 19 of 20 meetings)
- Helen Gerrard (attended 17 of 20 meetings)
- Donald Chulung (resigned 24 June 2010), (attended 18 of 20 meetings)
- Michele Allan - appointed March 2010 (attended 4 of 20 meetings)
- Iain Summers - appointed March 2010 (attended 4 of 20 meetings)

### **Directors Qualifications - Current Directors**

#### **Teddy Carlton**

*Bachelor of Applied Science (Curtin University Perth).*

Teddy has participated in a number of workshops and courses, including Aboriginal Health Training Needs, Alcohol & Other Drugs Working with Young People, ATSIC – Decision making, Residential Family Program, and 1990 Winter Addiction Studies School Workshop 1: Counselling the Addiction Behaviours. He has experience in community development, in building self-esteem and motivating MG people towards self-help, and in planning, organizing and leading. He is a qualified alcohol counsellor. He also has experience in education and training in social dependency areas.

He is the chairperson for the MG Corporation Board and the Dawang Council. He is a support person for the Garralyel group (senior elders Traditional Owners). He has consultation responsibilities to the State government on behalf of the MG people, as well as being a representative for the MG people on the Shire level.

#### **Edna O'Malley**

Edna has been a member of Warringarri for over 20 years and is the chairperson for Molly Springs community. She is a carer for 5 DCP children, and actively works towards keeping kids with family members.

Edna has responsibilities with the ADP Implementation Committee and Community Reference Group. She is also a director for the KLC, OES and MG Corporation Boards; she is the vice-chairperson of the MG Corporation Board.

#### **Helen Gerrard**

*Business Studies (Harthills College Perth), Associate Degree Community Management (Curtin University Perth).*

Helen has experience as a secretary for the Trade Union Perth and for the Central Aboriginal Congress, as an Aboriginal resource officer for the Department of Community Services and as a senior refuge worker for Gawooleng Yawoodeng Aboriginal Corporation. She has been a Committee member for Waringarri Aboriginal Corporation, EKAMS and Gawooleng Yawoodeng Aboriginal Corporation in the past, as well as a governing committee and management committee member for MG Corporation.

She is currently the chairperson for the Ord Expansion Scheme (OES), as well as a director for the MG Development Trust and the MG Community Foundation Trust. She also has responsibilities with Women's Interest, ADP Leadership Team and ADP Implementation Committee.

#### **Iain Summers (State appointed Independent director)**

*B Comm, LLB(Hons), Grad Dip Management Psychology, FCA, FCPA, FAICD, FAIM*

Iain has experience as a practicing chartered accountant, and as Northern Territory Auditor-General. He now provides advice and training in corporate governance. He is a member of a number of Boards in the community services sector and chairs a number of Risk and Audit Committees in the government and community services sectors.

#### **Michele Alan (State appointed independent director)**

*BAppSc(Biomedical) UTS, MMgmt(Tec)Melb, MCommLaw Deakin, DBA RMIT, FAIFST, FAICD*

Michele has had experience in executive roles in food multi-nations in the areas of manufacturing, quality assurance systems implementation, innovation, risk and sustainability. Those companies include Amcor, Bonlac Foods, Kraft Foods, ICI Australia, Nestle and Johnson and Johnson.

Michele currently is a non executive director with William Angliss Institute (Chair of the Board), CRC Hearing, Go Grains Health and Nutrition (Chair of the Board), Food Standards Australia and New Zealand. She chairs the audit and risk committee for Food Standards Australia and New Zealand and Remuneration and Appointment Committee for William Angliss

#### **Company Secretary**

The following person held the position of entity secretary at the end of the financial year: Elisabeth Dessert Stewart. Elisabeth has worked with the corporation for the past 4 years. Elisabeth has extensive bookkeeping and administration experience and is currently employed as the Accounts Manager.

#### **Principal Activities**

The corporation's principal activities during the year were the delivery of support services under the Ord Final Agreement. There were no significant changes in the nature of those activities during the year.

#### **Operating Results**

The operations of the corporation resulted in a net surplus to members funds of \$826,765. There were no significant changes in the corporation's state of affairs during the year.

#### **Review of Operations**

A review of operations of the entity during the financial year indicated that the funding received through the Aboriginal Development Package resulted in an equal increase in revenue and expenses of \$1.1M. The increase in receipts from Landcorp sales resulted in the increase in surplus from 2009.

#### **Distribution to members**

There have been no distributions paid, recommended or declared to members during the year.

#### **After Balance Date Events**

The directors are not aware of any matter or circumstance that has arisen since the end of the year that has significantly affected, or may significantly affect:

- (i) the corporation's operations in future financial years; or
- (ii) the results of those operations in future financial years; or
- (iii) the corporation's state of affairs in future financial years

#### **Future Developments**

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

#### **Indemnifying Officers or Auditor**

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 entity.

#### **Proceedings on Behalf of the Entity**

No person has applied for leave of Court to bring proceedings on behalf of the entity or intervene in any proceedings to which the entity is a party for the purpose of taking responsibility on behalf of the entity for all or any part of those proceedings.

The entity was not a party to any such proceedings during the year.

#### **Auditor's Independence Declaration**

The auditor's independence declaration for the year ended 30 June 2010 has been received.

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



TED CARLSON

28 September 2010

## Directors' Declaration

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The directors of the Corporaton declare that:

1. the financial statements and notes, as set out on pages 29 to 56, are in accordance with the *Corporations (Aboriginal and Torres Strait Islander) Act 2006* and:
  - a. comply with the Accounting Standards described in note 1 to the finacial statements: and
  - b. give a true and fair view of the company's financial position as at 30 June 2010 and of its performance for the year ended on that date in accordance with the accountig policies described in Note 1 to the finacial 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.

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

A handwritten signature in black ink, appearing to be 'A. J. ...', is written over a light grey rectangular background.

23 September 2010

## *Pincini Burgess*

**Chartered Accountants  
Registered Tax Agents**

*PO Box 332  
Mirboo North VIC 3871*



**Ph: (03) 5668 2120  
Fax: (08) 6210 1722**

### **YAWOORROONG MIRIUWUNG GAJERRONG YIRRGEB NOONG DAWANG ABORIGINAL CORPORATION**

#### **Compilation report to Yawoorroong Miriuwung Gajerrong Yirrgeb Noong Dawang Aboriginal Corporation**

We have compiled the accompanying general purpose financial statements of Yawoorroong Miriuwung Gajerrong Yirrgeb Noong Dawang Aboriginal Corporation which comprise the statement of financial position as at 30 June 2010, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, a summary of significant accounting policies and other explanatory notes. These have been prepared in accordance with the financial reporting framework described in Note 1 to the financial statements..

#### *The Responsibility of the Board of Directors*

The board of Directors is solely responsible for the information contained in the general purpose financial statements and has determined that the basis of accounting adopted is appropriate to meet the needs of the Board for the purpose of complying with the corporation's constitution.

#### *Our Responsibility*

On the basis of information provided by the directors we have compiled the accompanying general purpose financial statements in accordance with the financial reporting framework and APES315 : Compilation of Financial Information.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the directors provided, in compiling the financial statements. Our procedures do not include verification or validation procedures. We have not performed an audit or review and accordingly assurance is expressed.

The general purpose financial statements were compiled exclusively for the benefit of the committee of management. We do not accept responsibility to any other person for the contents of the general purpose financial statements.

Jodie Pincini – Pincini Burgess  
Partner

Dated this 27th day of September 2010

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**Partner: Mark Burgess CA**  
Email: [mburgess@wn.com.au](mailto:mburgess@wn.com.au)

**Partner: Jodie Pincini CA**  
Email: [Jodie.Pincini@westnet.com.au](mailto:Jodie.Pincini@westnet.com.au)



## Auditor's Report

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FONG RICHARDS  
Certified Practising Accountants

Ron Richards - Office  
Box 328, Ravensthorpe 6346  
Tel: 08 9838 1777  
Facs: 08 9264 8280

Alison Fong - Office  
PO Box 588, Broome 6725  
Tel: 08 9192 1782  
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**YAWOOROONG MIRIUWUNG GAJERRONG YIRRGEB NOONG DAWANG ABORIGINAL  
CORPORATION**  
**ICN 4597**  
**Independent Auditor's Report**  
**2010**

**To the members of Yawooroong Miriuwung Gajerrong Yirrgeb Noong Dawang Aboriginal Corporation,**

### **Report on the financial report**

We have audited the accompanying financial report of Yawooroong Miriuwung Gajerrong Yirrgeb Noong Dawang Aboriginal Corporation for the year ended 30th June 2010. The financial report is comprised of: Income Statement; Balance Sheet; Statement of Recognised Income and Expenses; Cash Flow Statement; Notations; Statements of Grant Expenditure; Directors Report; General Report.

### **The responsibility of the Directors for the financial report**

The Directors of the entity are responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies described in Note 1 to the financial statements which form part of the financial report are appropriate to meet the financial reporting requirements of the Constitution and are appropriate to meet the needs of the members. The Directors responsibility also includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

### **Auditor's responsibility**

Our responsibility is to express an opinion on the financial report based on our audit. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the members. We conducted our audit in accordance with Australian auditing standards. These auditing standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Directors, as well as evaluating the overall presentation of the financial report.

## Auditor's Report

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The financial report has been prepared for distribution to members for the purpose of fulfilling the Directors financial reporting responsibilities under the Constitution. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations (Aboriginal and Torres Strait Islander) Act 2006*. We confirm that the independence declaration required by the *Corporations (Aboriginal and Torres Strait Islander) Act 2006*, provided to the directors, would be in the same terms if provided to the directors as at the date of this auditor's report.

### Matters relating to the electronic presentation of the audited financial report

The auditor's report relates to the financial report of Yawooroong Miriuwung Gajerrong Yirrgeb Noong Dawang Aboriginal Corporation for the year ended 30th June 2010 that is likely to be included on a website. The Corporation's Directors are responsible for the integrity of Yawooroong Miriuwung Gajerrong Yirrgeb Noong Dawang Aboriginal Corporation's website. We have not been engaged to report on the integrity of a website. The auditor's report refers only to the statements named above. It does not provide an opinion on any other information which may have been hyperlinked to the website from these statements. If users of this report are concerned with the inherent risks arising from electronic data communications they are advised to refer to the hard copy of the audited financial report to confirm the information included in the audited financial report presented on this website.

### Going concern

The financial statements are prepared on the basis that the Corporation is a going concern. This is dependent on compliance with the terms of the Ord Final Agreement. Clause 24 of the Ord Final Agreement provides for the suspension of payments in the event of certain specified defaults.

### Auditor's opinion

In our opinion, the financial report of Yawooroong Miriuwung Gajerrong Yirrgeb Noong Dawang Aboriginal Corporation as at 30th June 2010, and its related entities being MG Community Foundation, MG Developments Trust, MG Dawang Land Trust is in accordance with *Corporations (Aboriginal and Torres Strait Islander) Act 2006*, including:

- i. giving a true and fair view of the corporation's financial position as at 30 June 2010 and of their performance for the year ended on that date; and
- ii. complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations (Aboriginal and Torres Strait Islander) Regulations*.

### Report on other legal and regulatory requirements

#### Expenditures above approved budget

The Corporation's constitution requires that the directors and the corporation shall not, without the prior approval of the Dawang Council, "undertake any commitment to incur expenditure in excess of 10% beyond that provided for in the Annual Operational Plan and corporation's budgets from time to time" [Clause 16.9 (h)]. Dawang Council approved expenditures totalling \$1,000,000 from funds received under the terms of the Ord Final Agreement for the year ended 30th June 2010. Actual expenditures exceeded that amount by \$313,298 being 31% above the approved amount.

#### Acquiring or disposing of any interest in any real property

The Corporation's constitution requires that the directors and the corporation shall not, without the prior approval of the Dawang Council, "(a) acquire or dispose of any interest in any real property" [Clause 16.9 (a)]. The Corporation and its related trusts did acquire land during the year ended 30th June 2010 without the consent

of Dawang Council. The Corporation and its related trusts are also considering joint venture arrangements with other entities that may include interests in real property. The Directors have recently sought legal advice on this matter and have been advised on a course of action that includes the execution of a Deed of Assumption for future real property transactions, together with information advices to Dawang Council.

### **Procurement goods and services**

Financial procedures approved by the Directors require that expenditures in excess of \$10,000 for the procurement of goods and services be supported by documentation to demonstrate 'value for money'. The Finance Assistance Deed for the Aboriginal Development Package [ADP] between MG Corporation and the Department of Regional Development and Lands requires that expenditures of ADP funds be in accordance with ADP Implementation Committee Policies and Procedures [clause 15]. Those procedures specify that expenditures relating to goods and services between \$10,000 and \$100,000 be supported by three written quotes [clause 5.3.1].

Amounts totalling \$246,000 were paid to six contractors for services valued between \$10,000 and \$100,000. Staff could not provide us with the necessary quote documentation for any of these expenditures. We recommend that the CEO be required to address this breach of procedures and report to Directors on corrective action.

### **Ord Final Agreement**

Pursuant to clause 23 of the Ord Final Agreement, in our opinion, for the Contribution Period Financial Year,

- i. Clause 22.6 [dealing with unexpended moneys and interest from the First Payment Period] has not been complied with. Unexpended monies have been invested in real estate residential properties for the use of staff rather than in an "interest bearing trust account" as required by clause 22.6 of the Ord Final Agreement. This arrangement has been approved by the Office of Native Title.
- ii. Clause 22.10 [dealing with compliance with Administration Budgets and EDU Budgets] has not been complied with in as much as expenditures exceeded approved budgets by 31% as indicated above and set out in the Grant Acquittal Statements.
- iii. Clause 22.11 [dealing with moneys not expended during the Contribution Period Financial Year] has been complied with.



Ronald Norman Richards  
Fong Richards CPA's  
Registered Company Auditor [13374]  
30th September 2010



## Corporation Contact Details

Yawoorroong  
Miriuwung  
Gajerrong  
Yirrggeb  
Noong  
Dawang  
Aboriginal Corporation

(MG Corp) ABN 79 270 210 553

PO BOX 2110  
Kununurra WA 6743  
Phone: 9166 4800  
Fax: 9169 2509

**BANKERS**  
Westpac Banking Corporation  
BROOME WA 6725

**AUDITORS**  
Fong Richards CPA's  
Box 328  
RAVENSTHORPE WA 6346

Incorporated under the  
Corporations (Aboriginal and  
Torres Strait Islanders) Act 2006

### BOARD OF DIRECTORS

**Ted Carlton** (*Chairperson*)

**Edna O'Malley** (*Deputy  
Chairperson*)

**Helen Gerrard**

**Donald (Duck) Chulung**

**Iain Summers**

**Michele Allan**

### DAWANG COUNCIL MEMBERS

**Dolly Thompson** *Balaburr*

**Stephanie Boombi** *Bigainybeng*

**David Ward** *Bilbidjing*

**Annette Chunama** *Djanaiwan*

**Dora Griffiths** *Djandami*

**Lola Taylor** *Dulbung*

**Lucilla Martin** *Dun Dun*

**Tanya Hill** *Kalamunda*

**Bernadette Simon Hall**  
*Mandangala*

**Marlene Carlton** *Nyawanyawam*

**Ephrem Kennedy** *Tjigilmiri*

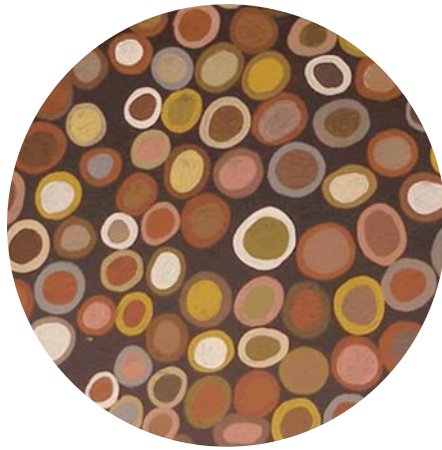
**Donna Birch** *Wadainybeng*

**Georgina Wilson** *Wirram*

**Erica Ward** *Yardungarll*

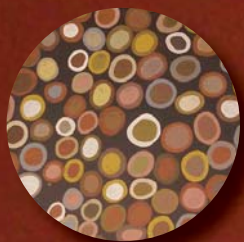
**Ms C Hapke** *Yirralalem*

**Neil Yaranguli** *Yunurri/Yalangga*



**Yawoorroong Miriuwung Gajerrong Yirrgeb Noong Dawang Aboriginal Corporation  
(MG Corporation ICN 4597)**





**Yawoorroong  
Miriuwung  
Gajerrong  
Yirrgeb  
Noong  
Dawang  
Aboriginal Corporation**

**(MG Corp) ABN 79 270 210 553**

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Corporations (Aboriginal and  
Torres Strait Islanders) Act 2006**