



Common Ground Queensland Ltd

Financial Report

For the Year Ended 30 June 2016

FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2016

DIRECTORS REPORT

Your directors present this report on the company for the financial year ended 30 June 2016.

DIRECTORS

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

	Date Appointed	Date of Cessation	Meetings Attended	Eligible Meetings
Peter Pearce	10/08/2015	-	10	11
Mark Fenton	10/08/2015	-	9	11
Mark Lightfoot	27/11/2013	-	10	11
Linda Apelt	16/1/2014	-	8	11
Joanna Spanjaard	07/10/2015	-	7	8
Deanna Nott	23/11/2015	-	6	6
Karyn Walsh	16/12/2008	14/09/2015	2	2
Penelope Tarrant <i>Penelope Tarrant Leave of absence 3/09/2015 – 4/01/2016</i>	18/06/2009	03/06/2016	5	7
Natasha Doherty	27/11/2013	16/09/2015	2	2

PRINCIPAL ACTIVITIES

The principal activity of the company during the financial year was to provide supportive housing property and tenancy management services to people who have experienced chronic homelessness and people on low incomes.

SHORT AND LONG-TERM OBJECTIVES

The company's short and long term objectives are to:

- End homelessness in the communities in which we operate.
- Create supportive housing solutions through effective public, private, and community partnerships.
- Provide affordable supportive housing to those that have the need
- Provide specialist staff who support tenants to maintain housing and establish stable and secure lifestyles.
- Promote and seek to provide quality living environments that are sustainable, cost effective, and well located.
- To become and remain financially self-sufficient and managed prudently in accordance with good commercial practice.
- Be accountable to government and community for property assets and funds provided to the company.

STRATEGIES

To achieve the stated objectives the company has adopted the following strategies:

Develop strategic partnerships, alliances, and relationships with government, corporate, and community stakeholders to deliver measurable benefits and value to our tenants and people in the community.

Participate in independent research to determine tenant outcomes and evidence of the efficacy of the Common Ground model in benefitting people who were formerly homeless.

Operate a financially viable property and tenancy management service at Brisbane Common Ground and develop mechanisms to ensure future sustainability and profitability for the organisation.

Communicate with stakeholders and broader community regarding the success of Common Ground supportive housing model as a solution to chronic homelessness.

Create systems that deliver timely and accurate data, information and knowledge to assist in the provision of integrated services to tenants.

Ensure our Board, management, staff, and volunteers have the skills, resources, and expertise within structures aligned to our strategies that will deliver successful tenant outcomes.

FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2016

The company measures performance through the establishment and monitoring of benchmarks:

		Actual	Benchmark
Financial Sustainability			
	Rent Revenue	+4.07% on budget	=/> budget
	Commercial Revenue	+34.7% on budget	=/> budget
	Investment Revenue	-3.7% on budget	=/> budget
	Expenses	+1.64% on budget	=/> budget
	Uncollected Rent	0.09%	<5% of rent
	Bad Debts	0.13%	<1.5% of rent
	Rent Foregone	0.24%	<4% of rent
Tenancy Management			
	Tenancy Mix – Between Formerly Homeless and Affordable Housing Tenants	51%/49%	50/50 with < 5% variance
	Tenancy Mix – Gender	51% male / 49% female	50/50 with < 10% variance
	Evictions into Homelessness	0	0
	Eviction Rate	3.4%	<7%
	Vacancy Rate	0.51%	<5%

Information on Directors

Peter Pearce

Chairman

Qualifications

Master of Ethics and Legal Studies, Master of Public Sector Management, Graduate Diploma in Social Science, Associate Diploma Business, Company Director's course graduate and advanced.

Experience

Director since August 2015. Over 30 years' experience in not-for-profit governance with organisations working in employment, homelessness, housing, child and family support, acute health care and child care. He has worked in senior roles in aged care, health, politics, public service, business development and general management. Peter is a fellow of the Australian Institute of Company Directors and has completed the advanced company director's diploma.

Special Responsibilities

Ex officio of the Strategic Partnerships and Alliances Committee.

Mark Fenton

Deputy Chairman, Director

Qualifications

Master of Business Administration, Bachelor of Business, CPA Program, Company Directors Course Diploma and Leadership Development Program.

Experience

Director since August 2015. Over 12 years of experience as a company director in arts and education related organisations and is a State Councillor for the Queensland Alliance for Mental Health Inc. Over 20 years' experience as a finance executive.

Special Responsibilities

Chair Audit and Risk Committee, Member Strategic Partnerships and Alliances Committee.

Linda Apelt

Director

Qualifications

Bachelor of Education, Graduate Diploma in Counselling, Master of Education Studies, Diploma Company Directorship.

Experience

Director since 2014. 30 years' experience in Government including 14 years as Director General. Non-Executive Director roles include – QSuper Board of Trustees, Australian Institute of Health and Welfare, Australian Housing and Urban Research Institute. Linda is currently the CEO of Montrose Access.

Special Responsibilities

Chair Nominations and Remuneration Committee, Member Audit and Risk Committee

Mark Lightfoot

Director

Qualifications

Bachelor of Commerce (Banking and Finance), Bachelor of Laws, Solicitor of the Supreme Court of Queensland.

Experience

Director since 2013. Partner in the Banking and Financial Services Group of HWL Ebsworth. Experience includes documenting and advising on the structuring of debt finance transactions including property development and investment, construction and project financing.

Special Responsibilities

Chair Strategic Partnerships and Alliances Committee.

Joanna Spanjaard

Director

Qualifications

Bachelor of Engineering, Masters of Science in Engineering, Graduate of the Australian Institute of Company Directors.

Experience

Director since October 2015. Director with Deloitte Touche Tohmatsu and leads the risk advisory service in Queensland. Experience includes risk management developing, implementing and providing assurance over all aspects of risk management including risk frameworks, risk appetite, risk maturity diagnostics, risk governance, culture and operating models.

Special Responsibilities

Member Audit and Risk Committee

Information on Directors

Deanna Nott

Director

Qualifications

Bachelor of Arts (Journalism/Communication), Master of Defence Studies, Graduate of the Australian Institute of Company Directors.

Experience

Director since October 2015. Extensive experience in communications, marketing and public relations in both the private and public sector.

Special Responsibilities

Member Strategic Partnerships and Alliances Committee.

Natasha Doherty

Director

Qualifications

Bachelor of Economics, Master of Health Economics. Member of Australian Health Economics Society and Australian Evaluation Society.

Experience

Director since 2014. Director within the Health Economics and Social policy Team in Deloitte Access Economics. She has over 10 years' experience in Government industry development including health, and the social policy sector.

Special Responsibilities

Chair Future Projects Committee, Chair Know Our True Costs Committee Member Nominations and Remuneration Committee.

Karyn Walsh

Director

Qualifications

Diploma of Community Management, Registered Nurse.

Experience

Member since 2008. 35 years' experience in the community sector developing organisations and implementing programs to effect social change.

Special Responsibilities

Member Future Projects Committee.

Penelope Tarrant

Director

Qualifications

Registered member of REIQ, Qualifications in Property Management.

Experience

Appointed Chair in 2009 until 2013. Director since 2009. Network Development Manager for LJ Hooker with extensive experience in private sector tenancy and property management.

Special Responsibilities

Nominations and Remuneration Committee, Member Future Projects Committee.

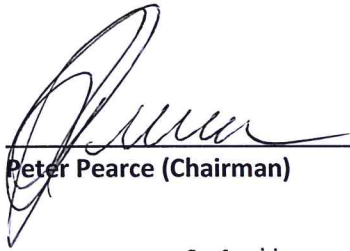
Member Guarantee

In accordance with the companies constitution each member is liable to contribute \$10 in the event that the company is wound up. The total amount members would contribute is \$200.

Auditors Independence

The auditors declaration of independence appears on page 8 and forms part of the Directors report for the year ended 30 June 2016.

This director's report is signed in accordance with a resolution of the Board of Directors.



Peter Pearce (Chairman)

Dated this 28th day of SEPTEMBER 2016.

Common Ground Queensland Ltd
ACN 134 647 331 ABN 16 134 647 331

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 60-40 OF THE
Australian Charities and Not-for-profits Commission Act 2012
TO THE DIRECTORS OF
COMMON GROUND QUEENSLAND LTD

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2016, there have been:

- (i) no contraventions of the auditor's independence requirements as set out in the Australian Charities and Not-for-profits Commission Act 2012 in relation to the audit;
and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.



John Grounds, Chartered Accountant
Registered Company Auditor # 87656
Brisbane

5 September, 2016



Liability limited by a scheme approved under Professional Standards Legislation

STATEMENT OF FINANCIAL POSITION
as at 30 June 2016

	Note	2016	2015 Restated Note 10
<u>Assets</u>			
Current Assets			
Cash at Bank & on Hand	4	1,213,319	1,320,426
Receivables & Prepayments	5	108,348	138,763
Total Current Assets		1,321,667	1,459,189
<u>Property Plant & Equipment</u>			
Plant Equipment & Chattels	6	271,012	370,981
Total Property Plant & Equipment		271,012	370,981
Total Assets		1,592,679	1,830,170
<u>Liabilities</u>			
Current Liabilities			
Creditors & Accruals	7	543,614	633,699
Provisions	8	76,575	62,603
Total Current Liabilities		620,189	696,302
<u>Non-Current Liabilities</u>			
Grants received in advance and Deferred Income	7	827,897	907,910
Total Non-Current Liabilities		827,897	907,910
Total Liabilities		1,448,086	1,604,212
Net Assets		144,593	225,958
<u>Accumulated Funds</u>			
<i>Accumulated Funds – General</i>			
Retained Earnings		225,958	265,720
Net Surplus (Deficit) for period		(81,365)	(39,762)
Total Accumulated Funds		144,593	225,958

The accompanying Notes form part of these financial statements.

STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME
for the Period ended 30 June 2016

	Note	2016	2015 Restated Note 10
<u>Operating Income</u>			
Commission Income		1,335	1,328
Donations Received		1,009	4,394
Grants Utilised – Capital		60,498	174,525
Grants Utilised – Recurrent	9	369,528	412,448
Grants Utilised - Non Recurrent	9	130,357	93,729
Rental Revenue		1,519,759	1,403,632
Revenue from investments		24,338	36,834
Other revenue		3,125	605
Gross Income		2,109,949	2,127,495
<u>Operating Expenses</u>			
Accounting Fees		2,160	1,950
Advertising & Promotion Costs		8,115	11,748
Audit Fees		5,000	5,000
Bad Debts		800	3,647
Bank Charges		3,985	3,269
Building Services Contract Costs		87,843	80,615
Computer & Software Expenses		23,793	13,804
Consultancy, Planning & Compliance Costs		42,647	51,834
Depreciation		134,849	181,417
Electricity		169,995	153,914
Employment Expenses/HR Resources Costs		1,222,948	1,154,396
Expensed Equipment		7,990	5,524
Fees, Permits, Subscriptions		5,814	4,568
Function & Meeting Expenses		14,246	14,659
Insurance		30,711	44,035
Interest Paid		80	4
Leasing & Hiring Charges		14,146	12,862
Office Supplies , Printing & Stationery		6,547	6,124
Postage & Freight		740	299
Property Costs – Planned		84,028	73,914
Property Costs – Responsive		85,273	73,458
Rates		42,895	33,326
Telephone		17,084	18,595
Travel & Accommodation		8,907	3,999
Water Rates & Sewerage		106,438	151,905
Sundry Building Expenses		4,445	30,248
Other Expenses		59,835	32,143
Total Operating Expenses		2,191,314	2,167,257
Net Ordinary Surplus (Deficit)		(81,365)	(39,762)

The accompanying Notes form part of these financial statements.

STATEMENT OF CASH FLOWS
for the Period Ended 30 June 2016

	Note	2016	2015
Cash Flows From Operating Activities			
Receipts from trading, fund raising and donations		2,055,714	1,908,958
Payments to suppliers and employees including GST input credits paid		(2,152,199)	(1,901,769)
Interest received		24,338	36,834
Interest paid		(80)	(4)
Net cash provided by (used in) operating activities	4	(72,227)	44,019
Cash Flows From Investing Activities			
Purchase of property, plant and equipment, including expensed equipment		(34,880)	-
Net cash provided by (used in) investing activities		(34,880)	-
Net increase (decrease) in cash held		(107,107)	44,019
Cash as at 1 July		1,320,426	1,276,407
Cash as at 30 June		1,213,319	1,320,426

The accompanying Notes form part of these financial statements.

STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2016

	Note	Retained Earnings	Reserves	TOTAL
Balance at 1 July 2014		265,720	-	265,720
Add				
Surplus (Deficit) attributable to members		(39,762)	-	(39,762)
Balance at 30 June 2015		225,958	-	225,958
Add				
Surplus (Deficit) attributable to members		(81,365)	-	(81,365)
Balance at 30 June 2016		144,593	-	144,593

The accompanying Notes form part of the financial statements.

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report, which has been prepared in accordance with the requirements of the *Australian Charities and Not-for-Profits Commission Act 2012*, Australian Accounting Standards – Reduced Disclosure Requirements and other authoritative pronouncements of the Australian Accounting Standards Board.

The entity has adopted AASB 1053 Application of Tiers of Australian Accounting Standards and AASB 2010-2 Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements for the financial year beginning on 1 July 2014.

The Company is a not-for-profit, public sector entity which is not publicly accountable. The financial statements are tier 2 general purpose financial statements which have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements (AASB – RDRs) (including Australian Interpretations) adopted by the Australian Accounting Standards Board (AASB) and the Corporation Act 2001.

Reporting Basis and Conventions

The report has been prepared on an accruals basis and is based on historic costs and financial assets and financial liabilities on which the fair value basis accounting has been applied.

The following material policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this report:

(a) INCOME TAX

As a not for profit entity, the company is entitled to an exemption from the Australian Taxation Office from the payment of Income Tax on income derived by it and from the lodgment of income tax returns.

(b) CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash on hand and in at call deposits with banks or financial institutions, investments in money market instruments maturing within less than two months, net of bank overdrafts.

(c) REVENUE

Grant revenue is recognised when it is probable that the economic benefit will flow to the company and the revenue can be reliably measured and the company will comply with all attached conditions. Revenue is measured at the fair value of the consideration received or receivable.

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

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

All revenue is stated net of the amount of GST.

(d) GST

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST is not recoverable from the Australian Taxation Office. In these cases, GST is recognised as part of the cost of acquisition of the asset or the expense. Receivables and Payables in the Balance Sheet are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis.

(e) PROPERTY, PLANT and EQUIPMENT

Property, plant and equipment are brought to account at cost, less, where applicable, any accumulated depreciation or amortisation. The carrying amount of property, plant and equipment is being reviewed by the Directors to ensure it is not in excess of the recoverable amount from those assets. The Directors have determined an Asset Recognition Threshold of \$1,000.

The recoverable amount is assessed on the basis of the expected net cash flows which will be received from the assets employed and subsequent disposal. The expected net cash flows have not been discounted to present values in determining the recoverable amount.

(f) DEPRECIATION

Depreciation is charged to the accounts using general rates for each category of plant, equipment and chattels.

Class of Fixed Asset	Depreciation Rate
Plant & Equipment	7.5% to 37.5%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

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 income statement. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

(g) EMPLOYEE ENTITLEMENTS

Provision is made for the company's liability for employee entitlements arising from services rendered by employees to balance date.

Employee entitlements expected to be settled within one year together with entitlements arising from wages and salaries, annual leave and sick leave which will be settled after one year have been measured at their nominal amount. Other employee entitlements payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those entitlements. Sick leave provision has been capped at two weeks entitlement.

(h) PROVISIONS

Provisions are recognised when the entity has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

(i) ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of the entity's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

The most significant estimate has been the rate of depreciation for furniture and whitegoods assets at 20% per annum.

NOTE 2: Profit from Ordinary Activities

	2016	2015
Profit from ordinary activities has been determined after		
(a) Expenses - Remuneration of Auditor	5,000	5,000
(b) Expenses - Depreciation & Amortisation	134,849	181,417
(c) Expenses - Bad & Doubtful Debts	800	3,647

NOTE 3: Legal Status

The company is a company limited by guarantee and subject to the administration of the Australian Securities & Investments Commission and Australian Charities and Not-for-Profits Commission Act 2012.

At 30 June 2016 the number of members was 20 (2015:16).

The principal place of business is 15 Hope Street, South Brisbane, Qld 4101.

NOTE 4: CASH FLOW INFORMATION

	2016	2015
(a) Reconciliation of Cash		
Cash at end of the financial period as showing in the Statements of Cash Flows is reconciled to the related items in the balance sheet as follows:		
Cash at bank	1,213,319	1,320,426
	1,213,319	1,320,426
(b) Reconciliation of Cash Flow from Operations with Operating Profit after Income Tax		
Operating Profit/(Loss) after Income Tax	(81,365)	(39,762)
Non-cash flows in operating surplus		
Depreciation & expensed equipment	134,849	181,417
Changes in assets and liabilities	-	-
Decrease /(Increase) in trade and term debtors	36,584	(86,430)
Decrease / (increase) in prepayments	(6,169)	3,986
(Decrease) / increase in trade creditors and accruals	(170,098)	(20,711)
(Decrease) / increase in employee provisions	13,972	5,519
Cash flows from operations	(72,227)	44,019

NOTE 5: RECEIVABLES & PREPAYMENTS

	2016	2015
Trade & Other Debtors	59,961	96,545
Prepayments	48,387	42,218
Total Receivables & Prepayments	108,348	138,763

NOTE 6: FIXED ASSETS

	2016	2015
Plant & Equipment		
Plant Equipment & Chattels at cost / valuation	893,179	858,298
Accumulated Depreciation	(622,167)	(487,317)
Total Plant & Equipment	271,012	370,981

NOTE 7: CREDITORS, ACCRUALS & TAX LIABILITIES

	2016	2015
Trade Creditors & Accruals		
Current		
Trade & Other Creditors	168,765	196,769
Accrued Expenses	99,849	172,156
Grant monies received in advance	275,000	264,774
Total Current Creditors & Accruals	543,614	633,699
Non-Current Grants received in advance	611,420	630,935
Non-Current Deferred Income	216,477	276,975
Total Non-Current Liabilities	827,897	907,910

NOTE 8: PROVISIONS

	2016	2015
Annual Leave	56,329	44,879
Sick Leave	19,908	17,082
Unpaid Employee Entitlements	338	642
Total Provisions	76,575	62,603
Current Component	76,575	62,603

NOTE 9: GRANTS RECEIVED IN ADVANCE

	2016	2015
Balance at beginning of year	895,709	876,950
Received for 2016	490,596	524,936
Total received	1,386,305	1,401,886
Taken to P&L	(499,885)	(506,177)
Unexpended	886,420	895,709

A portion of the unexpended funds have been applied to fund 2015/16 operating costs, the balance of surplus funds are required to be utilised in accordance with Surplus Funding Guidelines provided by the Department of Housing and Public Works.

NOTE 10: RESTATEMENT OF 2015 FINANCIAL STATEMENTS

2015

The entity's financial statements have incorporated recognition and measurement standards from 1 July 2013 and the following amendments have been made-

Statement of Profit or Loss and Comprehensive Income	
Grants Utilized – Capital	
As previously reported	150,500
Increase in Grants Utilized - Capital	24,025
Restated Grants Utilized – Capital	174,525
Statement of Profit or Loss and Comprehensive Income	
Depreciation	
As previously reported	157,392
Increase in Depreciation	24,025
Restated Depreciation	181,417
Statement of Financial Position	
Property Plant and Equipment	
As previously reported	794,230
Furniture assets previously written off (at estimated written down value)	64,068
Restated Property Plant and Equipment	858,298
Accumulated Depreciation	
As previously reported	(463,292)
Increase in Accumulated Depreciation	(24,025)
Restated Accumulated Depreciation	(487,317)
Restated Total Property Plant & Equipment	370,981
Non-Current Deferred Income	
As previously reported	301,000
Decrease in Deferred Income	(24,025)
Non-Current Deferred Income restated	276,975

NOTE 11:

The company receives grant funding from Queensland Government through the Department of Housing and Public Works which provides operational funding under an agreement.

Operational grant funding amounts utilised under the agreement are being brought to revenue in the Statement of Profit and Loss and Other Comprehensive income; unexpended funds (in advance of requirements) are recorded as liabilities as shown at Note 9. Initial funding was also provided for the acquisition of furniture and whitegoods assets and these funds are brought to revenue in line with depreciation of the related assets. The Queensland Government has leased the Brisbane Common Ground Building to Common Ground Queensland without consideration.

Independent auditor's report

To the members of Common Ground Queensland Ltd

Report on the financial report

I have audited the accompanying financial report of Common Ground Queensland Ltd, which comprises the statement of financial position as at 30 June 2016, the statement of profit or loss and comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the company.

Directors' responsibility for the financial report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards—Reduced Disclosure Requirements and the *Australian Charities and Not-for-Profits Commission Act 2012* and for such internal controls as the directors determine are necessary to enable to the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

My responsibility is to express an opinion on the financial report based on my audit. I conducted my audit in accordance with Australian Auditing Standards. Those standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about 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 judgment, 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 controls 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 controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Independence

In conducting my audit I have complied with the independence requirements of the *Australian Charities and Not-for-Profits Commission Act 2012*. I have given to the directors of the Company a written auditor's independence declaration, a copy of which is included with the directors' report.

Auditor's opinion

In my opinion:

The financial report of Common Ground Queensland Ltd is in accordance with Division 60 of the *Australian Charities and Not-for-Profits Commission Act 2012*, including:

- (i) Giving a true and fair view of the Company's financial position as at 30 June 2016 and of its performance for the year ended on that date
- (ii) Complying with Australian Accounting Standards—Reduced Disclosure Requirements and the *Australian Charities and Not-for-Profits Commission Amendment Regulation 2013*.



John Grounds, Chartered Accountant
Registered Company Auditor - # 87656
Brisbane


Date: 28 September, 2016



DIRECTORS DECLARATION

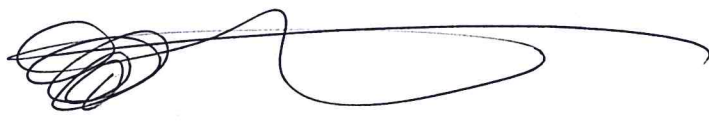
In accordance with resolution of the directors of Common Ground Queensland Ltd. The directors of the company declare that:

1. The financial statements and notes, as set out on pages 8 - 15 are in accordance with the *Australian Charities and Not-for-Profits Commission Act 2012* and:
 - a. Comply with Australian Accounting Standards – Reduced Disclosure Requirements; and
 - b. Give a true and fair view of the financial position of the company as at 30 June 2016 and its performance for the year ended on that date.
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.



Peter Pearce (Chairman)

Dated this 26th day of SEPTEMBER 2016.



Mark Fenton (Chairman, Audit and Risk Committee)

Dated this 28th day of Sept 2016.