

Inaugural Annual Report

April 2009 - June 2010



mildura

DEVELOPMENT CORPORATION

Creating our region's future

www.milduraregion.com.au





Chairman's report



Dane Huxley
Chairman

As Chairman I am delighted to submit the inaugural annual report for the Mildura Development Corporation Inc (MDC). Since the formal commencement of Mildura Development Corporation in March 2009, there has been a great deal of activity with the inaugural Board particularly focussing on our vision of "Creating our region's future."

Firstly I would like to provide a brief history of the inception of MDC. In June 2008 the Mildura Rural City Council determined that economic development should sit external to Council and in December 2008, after a transparent selection process, the Board of Directors was announced; the Board included representatives from a variety of businesses and industries:

- John Tesoriero – Murray Valley Citrus Board
- Marian Luehman – Sunraysia Residential Services
- Eileen Pica – Community Member
- John Irwin – Martin, Irwin & Richards
- Ben Smith – Bluescope Steel
- Mark Wilson – Gregg Electrical Contracting - Ouyen
- Ian Drayton – Sunraysia Institute of TAFE
- Pam Strange – Victorian Department of Primary Industries
- Dane Huxley – Mildura Base Hospital

For the first three months the new Board met on a fortnightly and sometimes weekly basis as it commenced the operations of the new entity.

Anne Mansell was engaged as the Chief Executive Officer in February 2009 and we became officially incorporated on 27 March 2009.

Our first priority was to develop a strategic plan and an annual operational plan, with both of these to be completed by May 2009.

We achieved this timeframe and developed five key goal areas:

- Work with industry and business in facilitating growth in the Mildura region
- Attract and develop new investment opportunities
- Assist in building a vibrant and sustainable community
- Develop productive strategic alliances with relevant funding partners
- Consistently engage with our stakeholders

In the midst of developing our planning framework MDC had the opportunity to pursue large scale solar developments. The Victorian State Government announced that it would provide \$100 million for a utility scale solar power plant and Mildura was the most likely place, particularly after the decision by Solar Systems to locate here. The Federal Government's Solar Flagships announcement of \$1.5billion quickly followed with funding for two large scale projects – one solar thermal and one solar photovoltaic.

Our Board recognised that we had to effectively promote the Mildura region as the solar hub in Victoria, and we quickly developed a marketing campaign to attract solar companies. This culminated in attendance at the Solar Power International Conference in Anaheim California, along with organising meetings in the USA with the largest developers of solar power in the world.

Accompanied by representatives from Mildura Rural City Council, Sunraysia Institute of TAFE and Sunraysia Daily, MDC developed very strong networks which have proven fortuitous. With four companies short-listed for Solar Photovoltaic developments under the Federal Governments Solar

Flagships program, three have expressed interest in locating in Mildura. MDC continues to work with these companies as they develop their due diligence for consideration by both State and Federal Governments.

Government policy in Australia will impact on the scale of utility solar power in regional areas. In many other countries around the world, including Germany and India, the policy ideal to assist with this new industry development is via national gross feed in tariffs (FiTs) which provide financial payback mechanisms over a ten to fifteen year timeframe therefore assisting with return on investment. The capital investment that both the State and Federal Governments are currently contributing will allow one or two large scale solar developments to proceed, but with the appropriate policy framework in place areas such as Mildura have a great deal to gain from more large scale and rooftop solar.

Our Board has committed itself to pursuing a national gross feed in tariff policy. An initial meeting with State Minister for Energy & Resources, The Hon Peter Batchelor, which was attended by Mayor Glenn Milne, CEO Mildura Rural City Council Mark Henderson, CEO Mildura Development Corporation and myself, only reinforced to us the need to continue to lobby extensively on this issue. With financial assistance from the Mildura Rural City Council, MDC engaged Firestarter Communications to develop an advocacy program to both State and Federal Governments. A comprehensive discussion paper has been developed and meetings have been held with State and Federal politicians to lobby for an outcome that would provide great benefits and energy equity for regional Australia, particularly Mildura.

Whilst solar power has the ability to provide for significant growth and employment outcomes for this region, it has not been the only focus of our organisation.

Our Board is acutely aware of the current challenges facing the horticultural and agricultural sectors which remain our primary economic drivers. We are also working on further industry development, market access and diversification.

The release of the updated economic profile provides a thorough overview of our industry sectors and infrastructure. This document serves to market the Mildura region to the global marketplace and can be accessed via our website or in hard copy. It has been a very valuable tool in promoting all aspects of our communities to government and investors.

Overseas trade is of major significance to our export focussed industries and the Chinese marketplace is one that continues to offer major opportunities. MDC has become a member of the Australia China Business Council, of which the Governor of Victoria is a Patron, and also provides valuable links to business networks within China. MDC hopes to explore more of these networks and trade opportunities in the coming months.

MDC works in partnership with industry sectors on future opportunities and business development. Mildura Wines and Mildura & District Transport & Logistics Cluster have partnered with MDC on a range of projects.

Energy efficiency in business operations will become ever more important as input costs increase. MDC sourced funding through both Mildura Rural City Council and the Department of Sustainability and Environment to contract energy auditors to undertake a base assessment of four local wineries, both small and mid-size, to determine crucial energy savings. A draft report

was presented to representatives from the wine industry, all of whom were impressed by the information and suggestions on energy savings. Mildura Wines have been very involved in this project and will continue to pursue further projects to promote energy savings.

Over the past twelve months we have accessed Government funds for a number of programs that will assist with increasing workforce skills and engagement. The Wine, Beverage and Olive Industry Workforce Development Strategy, funded by Workforce Victoria (Department of Industry, Innovation and Regional Development) is focussed on skills development and training. Working closely with all three of the industry sectors, MDC have developed a strategy document which will be implemented over the next twelve months, overseen by a reference group comprised of industry and government representatives. In partnership with the Mildura & District Transport & Logistics Cluster, MDC has also accessed funding to assist with 20 training places which will be critical to fill skills gaps in this important sector.

Small business growth is also important and we have been actively promoting professional development opportunities offered by local providers, including a partnership arrangement with Sunraysia Rural Financial Counselling and Mildura Tourism on e-marketing and website development.

In December we were very fortunate to have Saul Eslake, Chief Economist with the Grattan Institute as a guest speaker at our first network breakfast. This was attended by over 200 people and the information provided on the overall impact of the Global Financial Crisis on Australia was timely and informative.

Communication with our stakeholders is vitally important to the Board and we continually update our website, send out a weekly business events listing and also provide a quarterly newsletter which is distributed to all businesses and households in the Mildura Rural City Council and Wentworth Shire Council boundaries.

Infrastructure development continues to be crucial for a growing region. The statistical data indicates that our region will continue to grow whilst many others in regional Victoria may be hit hard by negative growth. To support and encourage growth our communities require significant upgrades of both public and private infrastructure.

MDC has continued to support the rail link to the Trans-Continental at Menindee and has provided further information and evidence to Infrastructure Australia on the efficiencies that this would provide.

MDC has also provided support for a range of major local projects including the local schools consortia bid for a Trade Training Centre; Australian Tartaric Acid plans for co-generation from waste product; and further expansion work for the inter-modal facility at Merbein.

In principal support has been provided to the more recent Mildura Jewel proposal, which is a major investment opportunity providing a much needed convention centre along with world class entertainment and hotel facilities.

Our Board and staff have been engaged in the State government's regional development planning on infrastructure and community development, to ensure we input effectively on what will assist community growth across the region.

A range of submissions and consultations have been provided to Federal and State Government highlighting regional needs in relation to:

- education infrastructure

- youth engagement
- the potential socio-economic impacts of sustainable diversion limits
- water policy
- energy efficiencies in business
- passenger rail

There have been a few changes to the Board composition over the last eighteen months, with several of the original Board Directors moving away due to work commitments. Their replacements include David Stevenson, Managing Director of Sunraysia Murray Group Training; Jenny Grigg, Director of Business Development Sunraysia Institute of TAFE; and Chris Ellis, General Manager of Fruit Supply Sunbeam Foods. We have gained enormously from all those that have been part of the Board during this period of time and I would like to personally and sincerely thank each Director for their commitment of time and input over what has been a very busy eighteen months in setting up and establishing Mildura Development Corporation.

On behalf of the Board I would also like to extend a heartfelt thanks to Anne Mansell and her staff who have played an enormous part in our achievements to date and who continue to provide outstanding support to the Corporation.

I would also like to express my appreciation to the MRCC for the most professional way in which it has devolved responsibility for economic development to the new MDC.



Dane Huxley
Chairman



Chief Executive Officer's report



Anne Mansell
Chief Executive Officer

Being part of the establishment of Mildura Development Corporation (MDC) has been an exciting and rewarding process. Over the last twelve months the organisation has focussed on delivering positive economic outcomes for the Mildura region through what has been a very challenging period.

The global financial crisis; a global oversupply of wine grapes; low water allocations; drought; a high Australian dollar – it seemed as if every month there was another hurdle to jump.

Being a new organisation that had a vision of “creating our region’s future”, MDC sought out potential opportunities and marketed the great positives the Mildura region has to offer such as land, climate, quality food and wine production, services and energy infrastructure.

Marketing our new brand and image was a primary focus in those first few months as was the separation from Mildura Rural City Council. Moving into our new offices at 101 Lime Avenue in May 2009 provided a high level of exposure to the general public as well as the business community and provided us with a good size office and a great meeting room which has been utilised by several other organisations.

The official opening by the Mayor of Mildura Rural City Council, Cr Glenn Milne, on the 12 August 2009 was a very positive event with many local business and community representatives attending from across the Mildura and Wentworth municipalities.

With a Council service agreement and our incorporation both approved, Mildura Development Corporation literally hit the road with visits to local businesses and industry sectors as well as hosting focus groups to identify both strengths and weaknesses of the local economy.

This information was an integral part of the strategic planning process and consultation with industry continues to be a very important focus for both the Board and staff.

We continue to work closely with Mildura Rural City Council in focussing on the mid to longer term possibilities of economic diversification, such as large scale solar; value added processing; water security; mineral sands mining; freight and passenger rail; college lease; market opportunities, to name a few. Ensuring a productive working relationship with Council is integral for future development opportunities and future planning for the region.

MDC developed five key goal areas as part of our strategic plan and we have undertaken a range of work for each of these goals.

A summary is listed below and further detail of this work is included in the Annual Business Plan report:

1. Work with industry and business in facilitating growth in the Mildura Region
 - a. The completion and distribution of the 2009 Mildura Region Economic Profile
 - b. REMPLAN – economic modelling software – utilised for a range of proposed commercial and public sector investment opportunities
 - c. Mildura Development Corporation website development

- d. Weekly updates and quarterly newsletter distributed to inform local stakeholders and community on various activities and professional development opportunities
- e. Industry and community consultation instigated and ongoing with private and public regional, state and federal organisations
- f. Working in partnership with Mildura Tourism on the Business Excellence Awards 2010
- g. Funding obtained for research projects:
 - i. \$75,000 for the “Industry Workforce Development Strategy for the Wine, Beverage and Olive industries” to ascertain workforce and retention issues across these important processing sectors
 - ii. \$20,000 for Towards a Greener Mildura to ascertain a base energy audit for energy efficient practices in the wine and processing industries
- h. Appropriate referral processes established for all business enquiries
- i. Secretariat support provided for Mildura Wines and coordination of planning activities for future opportunities
- j. Support and assistance provided to Mildura & District Transport and Logistics Cluster, including obtaining funding of \$200,000 for Transport Workforce Training program
- k. Joined VECCI and will auspice the VECCI Mildura Regional Council

2. Attract and develop new investment opportunities

- a. Identification of large scale solar as a key opportunity in relation to State and Federal Government project funding
 - i. Solar USA Mission 2009
 - ii. Marketing via solar booklet, website, USB and attendance at Australian and International Solar Conferences
 - iii. Contact made with key solar companies
 - iv. Hosted visits by large scale solar companies to Mildura
 - v. Engagement of solar lobbyist – Firestarter Communications – to promote the need for a national gross feed in tariff to assist further solar development in regional areas such as Mildura.
- b. Identification of clean-tech sector as key opportunity
 - i. Linkages with Sunraysia Sustainability Network
 - ii. Australian Industry Group support
 - iii. Letter of support for Australian Tartaric Acid application for funds for co-generation infrastructure
 - iv. Attendance and support at Sun Festival
 - v. \$22,500 – successful application to Enterprise Connect for the establishment of a manufacturing forum and network on sustainability and innovation
- c. Identification of China as key future market for regional produce
 - i. Membership of Australia China Business Council
 - ii. Attendance of Chairman at Australia China Business Council Conference in Canberra for updates on China business opportunities
- d. Identification of Aquaculture as a opportunity for domestic market growth
 - i. Worked with DPI and Murray Gold to promote opportunities
 - ii. Information day held at SuniTAFE and on site
 - iii. Further information day held at DPI

3. Assist in building a vibrant and sustainable community

- a. Submissions and participation in Federal, State, Local Government policy areas

- b. Support and sponsorship provided for a number of local events
- c. Involvement with and presentations made to local professional networks and government agencies

4. Develop productive strategic alliances with relevant funding partners

- a. Worked in collaboration with:
 - i. Mildura Rural City Council
 - 1. \$10,000 Towards a Greener Mildura
 - 2. \$75,000 Solar Lobbyist
 - ii. Regional Development Victoria
 - 1. \$10,000 Mildura Region Economic Profile
 - iii. Department of Sustainability and Environment
 - 1. \$10,000 Towards a Greener Mildura
 - iv. Federal Department of Agriculture, Fisheries and Forestry
 - 1. \$25,000 Exploring vertically integrated marketing
 - v. Department of Planning and Community Development
 - 1. \$12,000 Women's Mentoring and Leadership Project
 - vi. Department of Innovation, Infrastructure and Regional Development
 - 1. Workforce Victoria:
 - a. \$75,000 Wine, Beverage and Olive Industry Workforce Development Strategy
 - b. \$15,000 Business Capacity Support Package for Wine, Beverage and Olive IWDS
 - c. \$200,000 Mildura & District Transport and Logistics Cluster Workforce Training Program
 - vii. Enterprise Connect
 - 1. \$22,500 Innovation and Sustainable Manufacturing in Mildura Region

5. Consistently engage with stakeholders

- a. Website, weekly email updates and quarterly newsletter
- b. Visits to regional communities
 - i. Board visit to Ouyen community
 - ii. CEO visit to Murrayville, Underbool and Walpeup
 - iii. Attendance at Council community group meetings where possible
- c. Engagement with business sector representative groups and local businesses
- d. Commodity groups
- e. Government departments and agencies
- f. Information provision and enquiries dealt with on a daily basis
- g. Transparent governance processes developed and in place

The staff have worked diligently on these tasks and reported KPIs on a monthly basis to the Board.

Our office is committed to working closely across industry sectors and I would like to offer my sincere thanks to the many business people I have met with, or who have participated in MDC focus groups and meetings, for their time and commitment to regional development. I am constantly inspired by the spirit of innovation, determination and passion that prevails across our region.

Working with two established industry clusters - Mildura Wines and Mildura and District Transport & Logistics Cluster - has brought many positives, particularly in being able to auspice funds for much needed projects such as the Wine, Beverage and Olive Industry Workforce Development Strategy and the Transport Training Program. Providing support for these cluster groups is an important focus for MDC and our office looks forward to further project opportunities over the next 12 months.

MDC also works very closely with both State and Federal Government departments and programs as we pursue funding opportunities and provide feedback and direction on policy issues for regional development. I would like to acknowledge and thank the Victorian and Commonwealth Governments for their commitment to regional development, and in particular the opportunities they have provided to our region in regard to large scale solar developments.

For the first six months of the last financial year we hosted the North West Rural Skills Connect program to assist with skills recognition for farmers and training opportunities, which provided choice and opportunities regarding off-farm employment. I would like to thank and commend Majella Ballard for her work with this program. It has subsequently been refunded and is now housed at Council as the program works across the Mildura, Swan Hill and Buloke municipalities.

I would also like to acknowledge the contributions of Louise Williams and Karla Fox who worked on the Wine, Beverage and Olive Industry Workforce Development Strategy (IWDS). Louise, as the primary project manager, worked on developing the strategy from September 2009 to January this year, and at the conclusion of the project moved into a more permanent role at MADEC. Louise's contribution to this project was of the highest standard and her networks into the regional wine industry were very beneficial. The report that was delivered to Government was comprehensive, providing a detailed assessment of the challenges encountered in these sectors with local industry workforce engagement. We wish Louise all the best in her new role. Karla, working with Louise as a Project Assistant, has continued to develop the implementation actions from the IWDS as we wait on confirmation of funding for a further 12 months to deliver these actions. I thank Karla for her very professional assistance with this project as she also continues to pursue graduate study.

As referred to above, MDC has worked in partnership with Mildura Tourism in facilitating the local Business Excellence Awards. This has required a great deal of attention by our staff in ensuring that all the processes involved have been undertaken correctly. With a changeover of event coordinators, this placed further responsibility back on our two organisations. The Awards attracted 28 entrants across 17 categories and the gala evening attended by over 300 people and featuring Sunrise presenter Mark Beretta, showcased the innovative and customer focussed businesses of our region. Congratulations to all those who participated in the awards and special congratulations to the winning entries.

In this last month, MDC was fortunate to be involved in hosting visiting Consuls-General as they undertook a tour of the Mildura region to become better acquainted with the industries and opportunities we have to offer. Over the two days of their visit MDC was able to showcase the diversity and quality local products and I would like to thank all those who assisted. The Consuls were very impressed by the entrepreneurial and innovative spirit of our region along with our productive capacity. These networks are vastly important as we continue to advocate for further trade opportunities into a number of the countries represented.

Our close working relationship with Mildura Rural City Council is of great importance, particularly as we focus on mid to longer term strategies to build a diverse and strong economy. I would like to thank the Mayor and Councillors for their continued interest and support of Mildura Development Corporation. I would also like to acknowledge the contribution of former CEO Phil Pearce and the support provided by current CEO Mark Henderson.

In planning the 2009 Solar Mission to the USA, Council were invaluable in their encouragement and it was very beneficial to be able to include the Mayor, Cr Glenn Milne and Cr Nick Cavallo as part of our delegation. By having Council representation this ensured that we attracted the attention of senior partners representing each business or government entity. I would also like to convey MDCs appreciation to CEO Sunraysia Institute of TAFE, Ms Win Scott and to Chris McClelland from the Sunraysia Daily who were both integral members of our delegation, demonstrating professionalism and commitment to pursuing solar for our region. There were a number of highlights of the Solar Mission including being warmly received by the commercial players; walking through a parabolic trough solar field; attendance at Solar Power International along with 22,000 other participants, where global solar industry opportunities were promoted and debated; and of course the interest shown in the Mildura region by the multi-national companies visited.

I would like to thank Chairman Dane Huxley and the Board of Mildura Development Corporation for their direction and support over this last eighteen months. It is inspiring to be part of such a dynamic and enthusiastic team who are all focussed on capturing opportunities and delivering positive outcomes for our region. In particular I would like to acknowledge Dane's experience and integrity in leading this new organisation through what has been a very busy time, and also thank him for his encouragement of myself and the staff.

Finally I would like to offer a very sincere and heartfelt thanks to MDC staff, Cathy Violi and Helena Howe. Their work is always of the highest quality and their support of the new organisation has been tremendous. Each day they deliver outcomes on a wide array of projects and contracts and provide great support to the Board as well as provide resources and support in my role as Chief Executive Officer. We work closely as a team and I feel very honoured to work with both Cathy and Helena as we share ideas and enthusiasm for the future of our region.

As we move into the second year of operations for Mildura Development Corporation I am excited about the various projects we will be implementing as well as taking on the challenges of increasing market share for the quality products we have to offer. Over the next few months we will be holding a number of forums for the manufacturing sector on sustainability and innovation as well as discussing the opportunity to set up a cluster on clean technology, based on similar principles to a very successful model we visited in San Diego last year. Our office will also be coordinating a leadership mentoring program for women; will continue to work with the Wine, Beverage and Olive industries in implementing strategies to attract and retain staff in these processing sectors; will support Mildura District Transport & Logistics Cluster with their training program; will strategically target China for promotion of export product; and will coordinate an industry visit to the solar resources of the USA so that local industries have the opportunity to engage with the development and construction of the solar industry in our region.

It will be a busy year ahead as we continue to work with our key commodity groups and industry sectors on some of the key challenges as well as investigating and coordinating regional diversification.



Anne Mansell
Chief Executive Officer



2009 financial reports

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF MILDURA DEVELOPMENT CORPORATION INC.

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report, of Mildura Development Corporation Inc. (the association), which comprises the balance sheet as at 30 June 2009, and the income statement, statement of changes in equity and statement of cash flows for the period ended on that date, a summary of significant accounting policies, other explanatory notes and the statement by members of the committee.

Committee's Responsibility for the Financial Report

The committee of the association is 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 consistent with the financial reporting requirements of the Associations Incorporation Act Victoria and are appropriate to meet the needs of the members. The committee's responsibilities also include 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 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 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 the committee, as well as evaluating the overall presentation of the financial report.

The financial report has been prepared for distribution to members for the purpose of fulfilling the committee's financial reporting under the Associations Incorporation Act Victoria. 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 Australian professional ethical pronouncements.

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF
MILDURA DEVELOPMENT CORPORATION INC.**

Auditor's Opinion

In our opinion the special purpose financial report of Mildura Development Corporation Inc. gives a true and fair view of the Association's financial position at 30 June 2009 and of its performance and its cash flows for the period then ended on that date, and complies with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Associations Incorporation Act (Vic) 1981.

Shugg Consulting (Audit & Assurance) Pty Ltd

Registered Company Auditors

Philip Shugg CA

MILDURA

Dated this 29th day of July 2010



MILDURA DEVELOPMENT CORPORATION INC.

Financial Report for the Period Ended 30 June 2009

COMMITTEE'S REPORT

Your committee members submit the financial report of the Mildura Development Corporation Inc. for the period ended 30 June 2009.

Committee Members

The names of committee members throughout the year and at the date of this report are:

Dane Huxley (Appointed April 2009)	Mark Wilson (Appointed April 2009)
John Irwin (Appointed April 2009)	Pam Strange (Appointed April 2009)
Marian Leuhman (Appointed April 2009)	David Stevenson (Appointed April 2009)
John Tesoriero (Appointed April 2009)	Ben Smith (Resigned September 2009)
Eileen Pica (Appointed April 2009)	

Principal Activities

The principal activities of the association during the financial year were:

- The promotion of economic development within the Mildura region.

Significant Changes

Mildura Development Corporation became an independent incorporated entity in April 2009. Prior to this date it was the Sunraysia Mallee Economic Development Board – a section 86 Committee of Mildura Regional Council. No significant change in the nature of these activities occurred during the year.

Operating Result

The surplus after providing for income tax amounted to \$38,702.

Signed in accordance with a resolution of the Members of the Committee.

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Dane Huxley

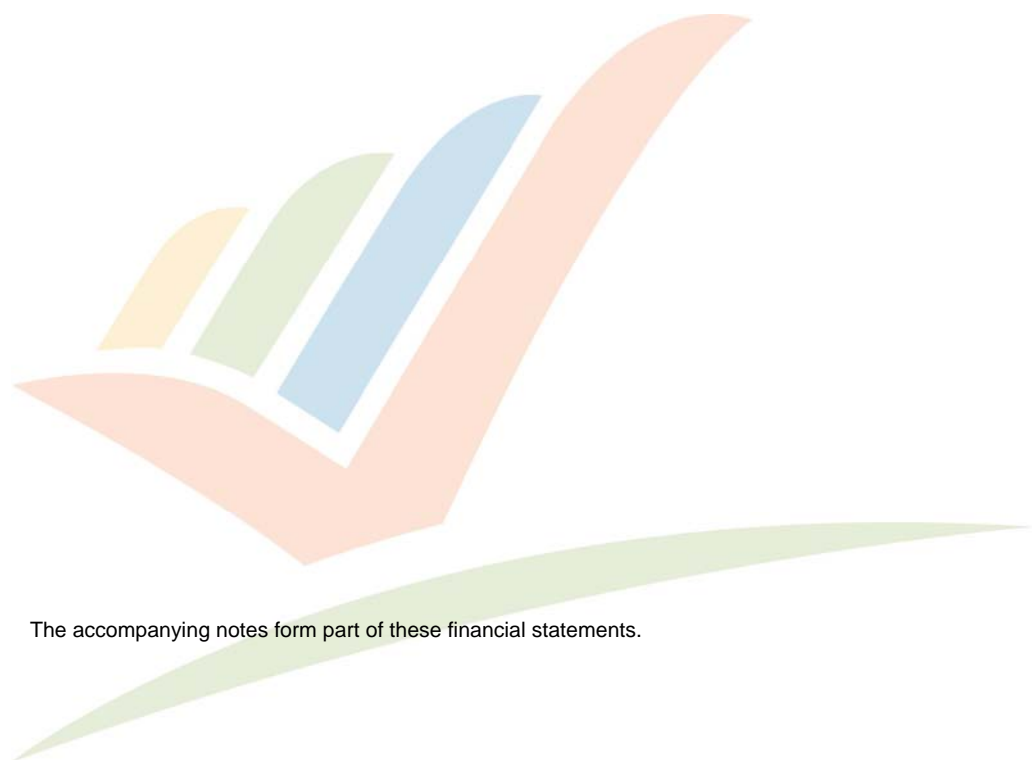
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David Stevenson

Dated this..... day of.....2010

MILDURA DEVELOPMENT CORPORATION INC.

INCOME STATEMENT FOR THE PERIOD ENDED 30 JUNE 2009

	Note	2009 \$
Revenue	2	220,000
Employee benefits expense		(51,911)
Project expense		(83,259)
Other expenses	3	(46,128)
Surplus from operations		38,702



The accompanying notes form part of these financial statements.

MILDURA DEVELOPMENT CORPORATION INC.

BALANCE SHEET AS AT 30 JUNE 2009

	Note	2009
		\$
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	4	75,911
Trade and other receivables	5	30,441
TOTAL CURRENT ASSETS		<u>106,352</u>
NON-CURRENT ASSETS		
Plant and equipment	6	27,229
TOTAL NON-CURRENT ASSETS		<u>27,229</u>
TOTAL ASSETS		<u>133,581</u>
CURRENT LIABILITIES		
Trade and other payables	7	92,879
TOTAL CURRENT LIABILITIES		<u>94,879</u>
TOTAL LIABILITIES		<u>94,879</u>
NET ASSETS		<u>38,702</u>
EQUITY		
Retained earnings		38,702
TOTAL EQUITY		<u>38,702</u>

The accompanying notes form part of these financial statements.

**STATEMENT OF RECOGNISED INCOME AND EXPENSE
FOR THE PERIOD ENDED 30 JUNE 2009**

	Retained Earnings \$	Total \$
Surplus attributable to the entity	38,702	38,702
Balance at 30 June 2009	38,702	38,702



The accompanying notes form part of these financial statements.

MILDURA DEVELOPMENT CORPORATION INC.

CASH FLOW STATEMENT FOR THE PERIOD ENDED 30 JUNE 2009

	Note	2009 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers		189,559
Payments to suppliers and employees		<u>(86,419)</u>
Net cash provided by operating activities	11	<u>103,140</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of plant & equipment		<u>(27,229)</u>
Net cash used in investing activities		<u>(27,229)</u>
Net increase in cash held		75,911
Cash at beginning of financial year		<u>-</u>
Cash at end of financial year	4	<u><u>75,911</u></u>



The accompanying notes form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2009

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act (VIC) 1981. The committee has determined that the association is not a reporting entity.

The financial report has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

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

a. **Income Tax**

Mildura Development Corporation is a not for profit organisation and is exempt from income tax under Section 50 of the Income Tax Assessment Act 1997 and is therefore not required to make any provision for income tax.

b. **Plant and Equipment**

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

Plant and equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by the committee 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.

Depreciation

The depreciable amount of all fixed assets and capitalised financed assets, is depreciated on a straight-line basis over the asset's useful life commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rate
Computer equipment	20-25%
Office furniture	10-20%

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at each balance 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 and losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation relating to that asset are transferred to retained earnings.

c. **Leases**

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

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2009

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

d. **Impairment of Assets**

At each reporting date, the association reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value-in-use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

Where it is not possible to estimate the recoverable amount of an individual asset, the association estimates the recoverable amount of the cash-generating unit to which the asset belongs.

e. **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 borrowings in current liabilities on the balance sheet.

f. **Revenue and Other Income**

Revenue from the sale of goods is recognised upon the delivery of goods to customers generally accepted in the market for similar arrangements.

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

All revenue is stated net of the amount of goods and services tax (GST).

g. **Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of 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, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

h. **Comparative Figures**

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

i. **Key Estimates**

(i) *Impairment*

The association assesses impairment at each reporting date by evaluation of conditions and events specific to the group that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

j. **New Accounting Standards for Application in Future Periods**

The AASB has issued new, revised and amended Standards and Interpretations that have mandatory application dates for future reporting periods and which the association has decided not to early adopt.

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2009

NOTE 2: REVENUE AND OTHER INCOME

	2009
	\$
Sales revenue	
— Differential rate	200,000
— Project funding	20,000
	<u>220,000</u>

NOTE 3: SURPLUS FOR THE YEAR

a. Expenses	
Consultancy	9,392
Sponsorships & contributions	7,068
Rent expenses	3,190
Website development	5,168
	<u>5,168</u>

NOTE 4: CASH AND CASH EQUIVALENTS

Cash at bank	75,911
	<u>75,911</u>

Reconciliation of cash

Cash at the end of the financial year as shown in the cash flow statement is reconciled to items in the balance sheet as follows:

Cash and cash equivalents	75,911
	<u>75,911</u>

NOTE 5: TRADE AND OTHER RECEIVABLES

CURRENT

Trade debtors	22,000
Sundry debtors – ATO	8,441
	<u>30,441</u>

NOTE 6: PLANT AND EQUIPMENT

Computer Equipment	
At cost	25,774
Accumulated depreciation	-
	<u>25,774</u>
Office Furniture	
At cost	1,455
Accumulated depreciation	-
	<u>1,455</u>
Total Plant and Equipment	<u>27,229</u>

NOTE 6: PLANT AND EQUIPMENT

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2009

NOTE 7: TRADE AND OTHER PAYABLES

	2009
	\$
CURRENT	
Trade payables	89,682
Other	2,871
Sundry payables & accrued expenses	2,356
	<u>94,879</u>

NOTE 8: CONTINGENT LIABILITIES AND CONTINGENT ASSETS

As at 30 June 2009, the committee is unaware of any liability or asset, contingent or otherwise, which has not already been elsewhere in this report.

NOTE 9: EVENTS AFTER THE BALANCE SHEET DATE

Since the reporting date, there have been no events which materially impact on the content and the result of the financial report.

NOTE 10: RELATED PARTY TRANSACTIONS

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

NOTE 11: CASH FLOW INFORMATION

	2009
	\$
Reconciliation of Cash Flow from Operations with Surplus after Income Tax	
Surplus after income tax	38,702
Cash flows excluded from surplus attributable to operating activities	
Non-cash flows in surplus	
— Depreciation	-
Changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries	
— Decrease/(increase) in trade and term debtors	(30,441)
— Increase/(decrease) in trade and other payables	94,879
	<u>103,140</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2009

NOTE 12: SEGMENT REPORTING

The association operates predominantly in one business and geographical segment, being the local government sector providing promotion and economic development services to business and industry groups throughout the region.

NOTE 13: ASSOCIATION DETAILS

The registered office of the association is:

Mildura Development Corporation Inc.

101 Lime Avenue

Mildura Vic 3500



STATEMENT BY MEMBERS OF THE COMMITTEE

In the opinion of the committee the financial report as set out on pages 2 to 10:

- 1. Presents a true and fair view of the financial position of Mildura Development Corporation Inc. as at 30 June 2009 and its performance for the period ended on that date in accordance with Australian Accounting Standards, mandatory professional reporting requirements and other authoritative pronouncements of the Australian Accounting Standards Board.
- 2. At the date of this statement, there are reasonable grounds to believe that Mildura Development Corporation Inc. will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:

.....
Dane Huxley

.....
David Stevenson

Dated this day of 2010



2010 financial report

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF MILDURA DEVELOPMENT CORPORATION INC.

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report, of Mildura Development Corporation Inc. (the association), which comprises 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 ended on that date, a summary of significant accounting policies, other explanatory notes and the statement by members of the committee.

Committee's Responsibility for the Financial Report

The committee of the association is 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 consistent with the financial reporting requirements of the Associations Incorporation Act Victoria and are appropriate to meet the needs of the members. The committee's responsibilities also include 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 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 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 the committee, as well as evaluating the overall presentation of the financial report.

The financial report has been prepared for distribution to members for the purpose of fulfilling the committee's financial reporting under the Associations Incorporation Act Victoria. 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 Australian professional ethical pronouncements.

Auditor's Opinion

In our opinion the special purpose financial report of Mildura Development Corporation Inc. gives a true and fair view of the Association's financial position at 30 June 2010 and of its performance and its cash flows for the year then ended on that date, and complies with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Associations Incorporation Act (Vic) 1981.

Shugg Consulting (Audit & Assurance) Pty Ltd

Registered Company Auditors

Philip Shugg CA

MILDURA

Dated this 29th day of July 2010



MILDURA DEVELOPMENT CORPORATION INC.

Financial Report for the Year Ended 30 June 2010

COMMITTEE'S REPORT

Your committee members submit the financial report of the Mildura Development Corporation Inc. for the financial year ended 30 June 2010.

Committee Members

The names of committee members throughout the year and at the date of this report are:

Dane Huxley	Mark Wilson (Resigned May 2010)
John Irwin (Resigned June 2010)	Pam Strange
Marian Leuhman	David Stevenson
John Tesoriero (Resigned August 2009)	Chris Ellis (Appointed December 2009)
Eileen Pica (Resigned April 2010)	Jenny Grigg (Appointed August 2009)

Principal Activities

The principal activities of the association during the financial year were:

- The promotion of economic development within the Mildura Region

Significant Changes

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

Operating Result

The surplus after providing for income tax amounted to \$10,188.

Signed in accordance with a resolution of the Members of the Committee.

.....
Dane Huxley

.....
David Stevenson

Dated this..... day of.....2010

MILDURA DEVELOPMENT CORPORATION INC.
STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2010

	Note	2010 \$	2009 \$
Revenue	2	902,130	220,000
Employee benefits expense		(322,464)	(51,911)
Project expenses		(118,482)	(83,259)
Depreciation expense		(8,902)	-
Other expenses	3	(442,094)	(46,128)
Surplus for the year		10,188	38,702
Other Comprehensive income after tax:			
Total Comprehensive income for the year		-	-
Total Comprehensive income attributed to the entity		10,188	38,702

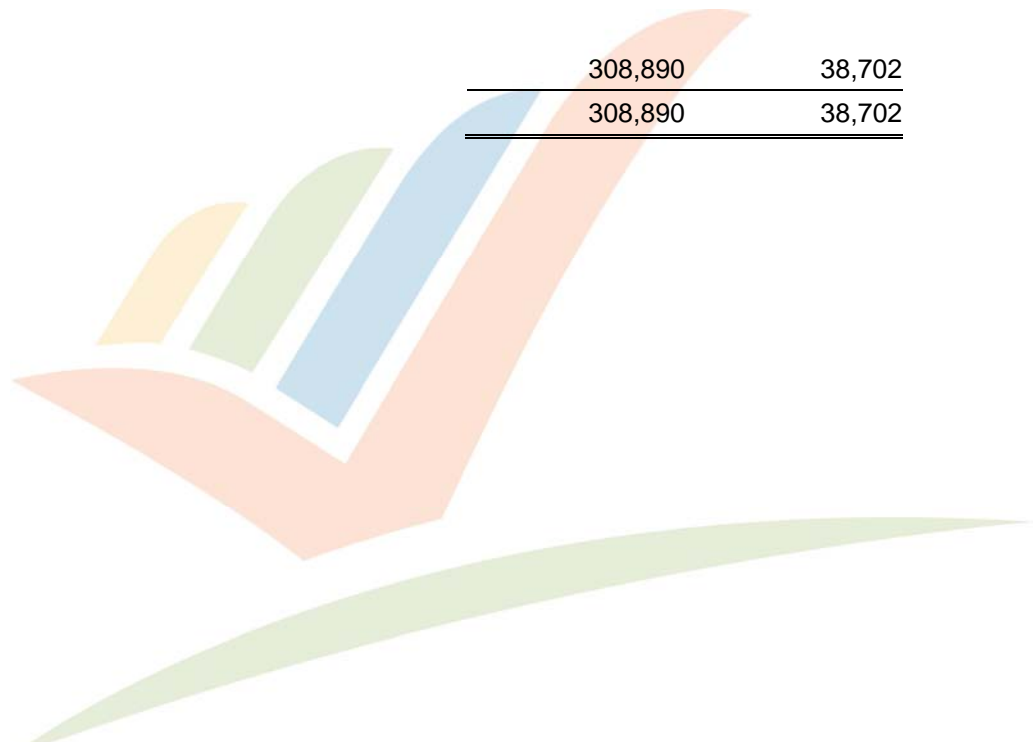


The accompanying notes form part of these financial statements.

MILDURA DEVELOPMENT CORPORATION INC.

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2010

	Note	2010	2009
		\$	\$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	362,045	75,911
Trade and other receivables	5	8,778	30,441
TOTAL CURRENT ASSETS		<u>370,823</u>	<u>106,352</u>
NON-CURRENT ASSETS			
Plant and equipment	6	32,638	27,229
TOTAL NON-CURRENT ASSETS		<u>32,638</u>	<u>27,229</u>
TOTAL ASSETS		<u>403,461</u>	<u>133,581</u>
CURRENT LIABILITIES			
Trade and other payables	7	86,630	94,879
Provisions	8	7,941	-
TOTAL CURRENT LIABILITIES		<u>94,571</u>	<u>94,879</u>
TOTAL LIABILITIES		<u>94,571</u>	<u>94,879</u>
NET ASSETS		<u>308,890</u>	<u>38,702</u>
EQUITY			
Retained earnings		308,890	38,702
TOTAL EQUITY		<u>308,890</u>	<u>38,702</u>



The accompanying notes form part of these financial statements.

MILDURA DEVELOPMENT CORPORATION INC.
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2010

	Retained Earnings \$	Total \$
Balance at 1 July 2008	-	-
Surplus attributable to the entity	38,702	38,702
Balance at 30 June 2009	38,702	38,702
Reserve Transfer from SMEDB	260,000	260,000
Surplus attributable to the entity	10,188	10,188
Balance at 30 June 2010	308,890	308,890



The accompanying notes form part of these financial statements.

MILDURA DEVELOPMENT CORPORATION INC.

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2010

	Note	2010 \$	2009 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		977,606	189,559
Payments to suppliers and employees		(946,848)	(86,419)
Interest received		9,687	-
Net cash provided by operating activities	13	<u>40,445</u>	<u>103,140</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of plant & equipment		(14,311)	(27,229)
Reserve Transfer from SMEDB		260,000	-
Net cash provided by/(used in) investing activities		<u>245,689</u>	<u>(27,229)</u>
Net increase in cash held		286,134	75,911
Cash at beginning of financial year		75,911	-
Cash at end of financial year	4	<u><u>362,045</u></u>	<u><u>75,911</u></u>



The accompanying notes form part of these financial statements.

MILDURA DEVELOPMENT CORPORATION INC.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act (VIC) 1981. The committee has determined that the association is not a reporting entity.

The financial report has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

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

a. **Income Tax**

Mildura Development Corporation Inc. is a not for profit organisation and is exempt from income tax under Section 50 of the Income Tax Assessment Act 1997 and is therefore not required to make any provision for income tax.

b. **Plant and Equipment**

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

Plant and equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by the committee 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.

Depreciation

The depreciable amount of all fixed assets and capitalised financed assets, is depreciated on a straight-line basis over the asset's useful life commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rate
Computer equipment	20-25%
Office furniture	10-20%

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at each balance 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 and losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation relating to that asset are transferred to retained earnings.

c. **Leases**

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

MILDURA DEVELOPMENT CORPORATION INC.
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

d. Impairment of Assets

At each reporting date, the association reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value-in-use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

Where it is not possible to estimate the recoverable amount of an individual asset, the association estimates the recoverable amount of the cash-generating unit to which the asset belongs.

e. Employee Benefits

Provision is made for the association's liability for employee benefits arising from services rendered by employees to balance date. 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. These cashflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cashflows.

f. 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 borrowings in current liabilities on the balance sheet.

g. Revenue and Other Income

Revenue from the sale of goods is recognised upon the delivery of goods to customers generally accepted in the market for similar arrangements.

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

All revenue is stated net of the amount of goods and services tax (GST).

h. Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of 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, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

i. Comparative Figures

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

j. Key Estimates

(i) Impairment

The association assesses impairment at each reporting date by evaluation of

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

conditions and events specific to the group that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

k. **Adoption of New and Revised Accounting Standards**

During the current year, the association has adopted all the new and revised Australian Accounting Standards and Interpretations applicable to its operations which became mandatory.

The adoption of the following Standards has impacted the recognition and disclosure of certain transactions.

AASB 101: Presentation of Financial Statements.

l. **New Accounting Standards for Application in Future Periods**

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods and which the association has decided not to early adopt.



MILDURA DEVELOPMENT CORPORATION INC.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

NOTE 2: REVENUE AND OTHER INCOME

	2010	2009
	\$	\$
Sales revenue		
— Differential rate	545,000	200,000
— Project funding	312,842	20,000
— Event registration	19,454	-
— Other	15,147	-
— Interest received	9,687	-
	<u>902,130</u>	<u>220,000</u>

NOTE 3: SURPLUS FOR THE YEAR

a. Expenses

Consultancy	138,442	9,392
Marketing	28,353	1,029
Rent & outgoings	36,072	3,190
Sponsorship & contributions	24,051	7,068
Website development	2,292	5,168

NOTE 4: CASH AND CASH EQUIVALENTS

Cash on hand	200	-
Cash at bank	361,845	75,911
	<u>362,045</u>	<u>75,911</u>

Reconciliation of cash

Cash at the end of the financial year as shown in the cash flow statement is reconciled to items in the balance sheet as follows:

Cash and cash equivalents	362,045	75,911
	<u>362,045</u>	<u>75,911</u>

NOTE 5: TRADE AND OTHER RECEIVABLES

CURRENT

Trade debtors	4,589	22,000
Sundry debtors – ATO	4,189	8,441
	<u>8,778</u>	<u>30,411</u>

MILDURA DEVELOPMENT CORPORATION INC.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

NOTE 6: PLANT AND EQUIPMENT

	2010	2009
	\$	\$
Computer Equipment:		
At cost	35,275	25,774
Accumulated depreciation	(7,996)	-
	27,279	25,774
Office Furniture		
At cost	6,265	1,455
Accumulated depreciation	(906)	-
	5,359	1,455
Total Plant and Equipment	32,638	27,229

Movements in carrying amounts

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

	Computer Equipment	Office Furniture	Total
	\$	\$	\$
Balance at 1 July 2008			
Additions	25,774	1,455	27,229
Balance at 30 June 2009	25,774	1,455	27,229
Additions	9,501	4,810	14,311
Depreciation expense	(7,996)	(906)	(8,902)
Carrying amount at 30 June 2010	27,279	5,359	32,638

NOTE 7: TRADE AND OTHER PAYABLES

	2010	2009
	\$	\$
CURRENT		
Trade payables	16,685	89,682
Grants received in advance	63,500	-
Other	4,134	2,871
Sundry payables & accrued expenses	2,311	2,326
	86,630	94,879

NOTE 8: PROVISIONS

CURRENT

Employee benefits	7,941	-
	7,941	-

MILDURA DEVELOPMENT CORPORATION INC.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

NOTE 9: CAPITAL AND LEASING COMMITMENTS	2010	2009
	\$	\$
a. Operating Lease Commitment		
Non cancellable operating leases contracted for but not capitalised in the financial statements.		
Payable — minimum lease payments		
— not later than 12 months	36,000	-
— between 12 months and 5 years	72,000	-
	108,000	-
	108,000	-

The property lease commitment is a non-cancellable operating lease with a three-year term, with rent payable monthly in advance.

NOTE 10 CONTINGENT LIABILITIES AND CONTINGENT ASSETS

As at 30 June 2010, the committee is unaware of any liability or asset, contingent or otherwise, which has not already been elsewhere in this report.

NOTE 11 EVENTS AFTER THE BALANCE SHEET DATE

Since the reporting date, there have been no events which materially impact on the content and the result of the financial report.

NOTE 12 RELATED PARTY TRANSACTIONS

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

NOTE 13 CASH FLOW INFORMATION	2010	2009
	\$	\$
Reconciliation of cash flow from operating surplus after income tax		
Surplus after income tax	10,188	38,702
Cash flows excluded from surplus attributable to operating activities		
Non-cash flows in surplus		
— Depreciation	8,902	-
Changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries		
— Decrease/(increase) in trade and term debtors	21,663	(30,441)
— Increase/(decrease) in trade and other payables	(8,249)	94,879
— (Decrease)/Increase in employee benefits	7,941	-
	40,445	103,140
	40,445	103,140

MILDURA DEVELOPMENT CORPORATION INC.
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

NOTE 14 SEGMENT REPORTING

The association operates predominantly in one business and geographical segment, being the local government sector providing promotion and economic development services to business and industry groups throughout the region.

NOTE 15 ASSOCIATION DETAILS

The registered office of the association is:
Mildura Development Corporation
101 Lime Avenue
Mildura VIC 3500



STATEMENT BY MEMBERS OF THE COMMITTEE

In the opinion of the committee the financial report as set out on pages 2 to 12:

1. Presents a true and fair view of the financial position of Mildura Development Corporation Inc. as at 30 June 2010 and its performance for the year ended on that date in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board.
2. At the date of this statement, there are reasonable grounds to believe that Mildura Development Corporation Inc. will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:

.....
Dane Huxley

.....
David Stevenson

Dated this day of 2010



Board of Directors



Dane Huxley
Chairman



Mark Wilson
Deputy Chairman



John Tesoriero
Director



Marian Luehman
Director



Eileen Pica
Director



John Irwin
Director



Ben Smith
Director



Ian Drayton
Director



Pam Strange
Director



David Stevenson
Director



Jenny Grigg
Director



Chris Ellis
Director



Cr Nick Cavallo
Observer - Mildura
Rural City Council

mildura
DEVELOPMENT CORPORATION



Creating our region's future

Directors Terms of Appointment

Pre Incorporation – All Directors appointed in December 2008:

Dane Huxley

Ian Drayton

Resigned February 2009

John Tesoriero

John Irwin

Eileen Pica

Ben Smith

Pam Strange

Mark Wilson

Marian Luehman

Incorporated: 27th March 2009

Chairman: Dane Huxley April 2009 – current

Public Officer: John Tesoriero April 2009 – August 2009
Marian Luehman August 2009 – current

Deputy Chair: Mark Wilson April 2009 – May 2010

Board Directors:

Eileen Pica April 2009 – April 2010
John Irwin April 2009 – June 2010
Ben Smith April 2009 – September 2009
Pam Strange April 2009 – current
David Stevenson May 2009 – current
Jenny Grigg August 2009 – current
Chris Ellis December 2009 - current

Staff



Anne Mansell
Chief Executive
Officer



Helena Howe
Economic
Development Project
Officer



Cathy Violi
Economic
Development Officer



Majella Ballard
Project Manager –
Rural Skills Connect



Louise Williams
Project Manager –
Industry Workforce
Development Strategy



Karla Fox
Project Manager –
Industry Workforce
Development Strategy

Resources available from Mildura Development Corporation

MDC website

www.milduraregion.com.au is a vast and varied source of information pertaining to the region. You will find statistical data, along with other interesting information, local regional publications, a business events calendar, and a photo gallery for your use.

Mildura Region Economic Profile

This profile contains vital statistics about the Mildura region, and can assist with future planning, grant applications, informed decision making and identifying opportunities.

Information in this profile covers the following areas:

- population and demographics
- employment and income
- education
- private consumption
- climate and land
- key industries for growth
- utility infrastructure
- transport infrastructure
- available land, and
- quality of life

This document is available as a hard-copy that you can collect from our office at 101 Lime Avenue, Mildura; or email us at info@milduraregion.com.au and we'll post a copy to you.

It is also available for download from our website www.milduraregion.com.au

Weekly email updates

To subscribe to our news and updates service, email our office at info@milduraregion.com.au

You'll receive a weekly email containing information about local business events, regional data, and other useful information.

Fact sheets

A range of fact sheets about the Mildura region are available, including:

- Overview of the Mildura region
- Major projects
- Produce
- Education
- Investment
- Town populations

These fact sheets are available as a hard-copy that you can collect from our office at 101 Lime Avenue, Mildura; or you can download them from our website www.milduraregion.com.au

DVD about the Mildura region

Live, Work, Invest in the Mildura region was a collaborative project between Sunraysia Mallee Economic Development Board (MDCs predecessor) and Mildura Rural City Council to promote the benefits of the local area, and was possible due to funding from the Victorian government's 'Make it Happen in Provincial Victoria' campaign in 2005.

It is available in four languages: English, Chinese (Mandarin), Japanese, and Vietnamese.

Copies of the DVD (in all four languages on one disc) are available from our office, or you can view them online at www.milduraregion.com.au

Mildura Development Corporation intends to recreate this DVD in 2010/2011.



Mildura Development Corporation Inc.
101 Lime Avenue Mildura Victoria 3500
PO Box 4146 Mildura Victoria 3502

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Email: info@milduraregion.com.au

www.milduraregion.com.au