



INDEPENDENT AUDITOR'S REPORT

To the Minister for Broadband, Communications and the Digital Economy

Scope

I have audited the accompanying financial statements of the Australian Broadcasting Corporation (the Corporation) for the year ended 30 June 2009, which comprise: a Statement by Directors and Chief Financial Officer: Income Statement: Balance Sheet: Statement of Changes in Equity: Cash Flow Statement; Schedule of Commitments; Schedule of Contingencies, and Notes to and Forming Part of the Financial Statements, including a Summary of Significant Accounting Policies.

The Directors' Responsibility for the Financial Statements

The directors are responsible for the preparation and fair presentation of the financial statements in accordance with Finance Minister's Orders made under the Commonwealth Authorities and Companies Act 1997, including Australian Accounting Standards (which include Australian Accounting Interpretations). This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements that are 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

My responsibility is to express an opinion on the financial statements based on my audit. My audit has been conducted in accordance with Australian National Audit Office Auditing Standards, which incorporate Australian Auditing Standards. These auditing standards require me to comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Corporation's preparation and fair presentation of the financial statements 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 Corporation's internal control. 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 statements.

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

Independence

In conducting the audit, I have followed the independence requirements of the Australian National Audit Office, which incorporate the requirements of the Australian accounting profession.

Auditor's Opinion

In my opinion, the financial statements of the Australian Broadcasting Corporation:

- (a) have been prepared in accordance with Finance Minister's Orders made under the Commonwealth Authorities and Companies Act 1997, including Australian Accounting Standards; and
- (b) give a true and fair view of the matters required by the Finance Minister's Orders including the Australian Broadcasting Corporation's financial position as at 30 June 2009 and of its financial performance and cash flows for the year then ended.

Australian National Audit Office

Along Jose

Alana Foster

Executive Director

Delegate of the Auditor-General

Sydney

30 July 2009



Financial Statements

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Statement by Directors and Chief Financial Officer

In our opinion, the attached financial statements for the year ended 30 June 2009 are based on properly maintained financial records and give a true and fair view of the matters required by the Finance Minister's Orders made under the Commonwealth Authorities and Companies Act 1997.

In our opinion, at the date of this statement, there are reasonable grounds to believe that the Australian Broadcasting Corporation will be able to pay its debts as and when they become due and payable.

This statement is made in accordance with a resolution of the Directors.

Maurice Newman AC Chairman

30 July 2009

Mark Scott Managing Director 30 July 2009

David Pendleton Chief Financial Officer 30 July 2009





		Notes	2009 \$'000	2008 \$'000
INCOME				
Revenue				
Revenue from	_	3	858 411	833 963
_	and rendering of services	4A	184 898	176 142
Interest		4B	11 072	13 295
Other revenue		4C	29 636	34 790
Total revenue	•		1 084 017	1 058 190
Gains				
Net foreign exc	change gain/(loss)	4D	625	(935)
9	from disposal of assets	4E	17 771	(3 651)
Net gains/(los	sses)		18 396	(4 586)
Total income			1 102 413	1 053 604
EXPENSES				
Employee bene	efits	5A	418 616	391 006
Suppliers		5B	448 736	444 644
Depreciation a	nd amortisation	5C	85 228	66 488
Program amor	tisation	5D	128 197	130 296
Finance costs		5E	4 319	5 673
Write-down ar	nd impairment of assets	5F	3 439	3 284
Total expense	es		1 088 535	1 041 391
Surplus			13 878	12 213
The above staten	nent should be read in conjunction wit	h the accompanying notes.		
NOTE	Surplus before return of cap	ital and reserves	13 878	12 213
IVOIL	Return of capital to the Australia		(40 739)	(7 733)
	Reserves	an condition	(18)	18
	Contribution to total equity		(26 879)	4 498

ASSETS Financial assets Cash and cash equivalents 6A 8 159 658 152 096 Receivables 6B 159 658 152 096 Accrued revenue 6C 9 126 11 541 Total financial assets 176 938 169 534 Non-financial assets 7A 643 272 677 903 Infrastructure, plant and equipment 7B 278 334 274 011 Intangibles 7C 17 672 15 685 Intrangibles 7D 90 570 88 306 Other non-financial assets 7E 17 895 14 721 Sassiscidead as held for sale 7F 1 90 570 88 306 Total assets 8A 55 935 66 284 Total assets 8A 55 935 66 284 Total payables 8A 55 935 66 284 Other 8B 44 142 27 021 Total payables 100 077 93 305 Interest bearing liabilities 9A 56 500 80 000 T		Notes	2009 \$'000	2008 \$'000
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NET ASSETS 946 091 967 078 EQUITY Contributed equity Reserves 551 387 556 763 Retained surplus 291 041 277 163 Total equity 946 091 967 078 Current assets 275 761 276 332 Non-current assets 948 920 978 828 Current liabilities 230 403 174 080	Total provisions		122 013	114 777
EQUITY Contributed equity 103 663 133 152 Reserves 551 387 556 763 Retained surplus 291 041 277 163 Total equity 946 091 967 078 Current assets 275 761 276 332 Non-current assets 948 920 978 828 Current liabilities 230 403 174 080	Total liabilities		278 590	288 082
Contributed equity 103 663 133 152 Reserves 551 387 556 763 Retained surplus 291 041 277 163 Total equity 946 091 967 078 Current assets 275 761 276 332 Non-current assets 948 920 978 828 Current liabilities 230 403 174 080	NET ASSETS		946 091	967 078
Contributed equity 103 663 133 152 Reserves 551 387 556 763 Retained surplus 291 041 277 163 Total equity 946 091 967 078 Current assets 275 761 276 332 Non-current assets 948 920 978 828 Current liabilities 230 403 174 080	EOUITY			
Reserves 551 387 556 763 Retained surplus 291 041 277 163 Total equity 946 091 967 078 Current assets 275 761 276 332 Non-current assets 948 920 978 828 Current liabilities 230 403 174 080			103 663	133 152
Total equity 946 091 967 078 Current assets 275 761 276 332 Non-current assets 948 920 978 828 Current liabilities 230 403 174 080			551 387	556 763
Total equity 946 091 967 078 Current assets 275 761 276 332 Non-current assets 948 920 978 828 Current liabilities 230 403 174 080	Retained surplus		291 041	277 163
Non-current assets 948 920 978 828 Current liabilities 230 403 174 080			946 091	967 078
Non-current assets 948 920 978 828 Current liabilities 230 403 174 080				
Current liabilities 230 403 174 080	Current assets		275 761	276 332
	Non-current assets			
Non-current liabilities 48 187 114 002	Current liabilities		230 403	174 080
	Non-current liabilities		48 187	114 002

Statement of Changes in Equity as at 30 June 2009



	Contri equity /			ined plus	revalu	set uation erve	Oth rese			tal uity
	2009 \$'000	2008 \$'000	2009 \$'000	2008 \$'000	2009 \$'000	2008 \$'000	2009 \$'000	2008 \$'000	2009 \$'000	2008 \$'000
Opening balance as at 1 July	133 152	128 135	277 163	264 950	556 785	366 708	(22)	(40)	967 078	759 753
Income and expense Cash flow hedges (loss)/gain taken to equity	_	_	_	_	_	_	(18)	18	(18)	18
Income and expenses recognised directly in equity	_	_	_	_	_	_	(18)	18	(18)	18
Surplus for period	_	-	13 878	12 213	_	-	_	_	13 878	12 213
Total income and expenses	_	_	13 878	12 213	_	_	(18)	18	13 860	12 231
Net revaluation in land and buildings	_	_	_	_	(5 358)	190 077	_	_	(5 358)	190 077
Transactions with owner <i>Distributions to owner</i> Return of capital	(40 739)	(7 733)	_		_	_	_	_	(40 739)	(7 733)
Contributions by owner Equity injection	11 250	12 750	-	_	-	-	_	-	11 250	12 750
Transactions with owner	(29 489)	5 017	_	_	-	-	_	_	(29 489)	5 017
Closing balance as at 30 June	103 663	133 152	291 041	277 163	551 427	556 785	(40)	(22)	946 091	967 078

	Notes	2009 \$'000	2008 \$'000
		Inflows	Inflows
OPERATING ACTIVITIES		(Outflows)	(Outflows)
Cash received			
Government		858 411	833 963
Goods and services		199 684	148 564
Interest		10 877	13 215
Net GST received Other		30 448 27 783	30 162 29 290
Realised foreign exchange gains		27 763 818	29 290 –
Total cash received		1 128 021	1 055 194
Cash used Employees		(409 447)	(379 592)
Suppliers		(627 474)	(569 373)
Finance costs		(4 322)	(5 690)
Total cash used		(1 041 243)	(954 655)
Net cash from operating activities	11	86 778	100 539
INVESTING ACTIVITIES			
Cash received			
Proceeds from sale of assets		40 110	302
Total cash received		40 110	302
Cash used			
Purchase of property, plant and equipment		(64 093)	(71 669)
Purchase of investments and bills of exchange		(17 158)	(9 748)
Total cash used		(81 251)	(81 417)
Net cash used in investing activities		(41 141)	(81 115)
FINANCING ACTIVITIES			
Cash received			
Equity contributed by Government		11 250	12 750
Total cash received		11 250	12 750
Cash used			
Repayment of loans		(23 500)	(22 000)
Return of capital		(31 130)	(7 733)
Total cash used		(54 630)	(29 733)
Net cash used in financing activities		(43 380)	(16 983)
Net increase in cash and cash equivalents		2 257	2 441
Cash and cash equivalents at beginning of reporting period		5 897	3 456
Cash and cash equivalents at end			J 430
of reporting period	6A	8 154	5 897



	2009 \$′000	2008 \$'000
BY TYPE		
Capital commitments		
Buildings	462	215
Infrastructure, plant and equipment (1)	13 944	12 079
Total capital commitments	14 406	12 294
Other commitments		
Operating leases (2)	59 083	35 889
GST payable on commitments	6 232	10 341
Other payables (3)	1 689 093	1 167 088
Attributable to joint ventures (4)	14 790	
Total other commitments	1 769 198	1 213 318
Commitments receivable		
GST recoverable on commitments	(159 912)	(107 274)
Other receivables (5)	(169 437)	(285 793)
Total commitments receivable	(329 349)	(393 067)
Net commitments by type	1 454 255	832 545

- 1. Outstanding contractual commitments associated with the purchase of infrastructure, plant and equipment, including communications upgrades and technical equipment fit out.
- 2. Operating leases included are effectively non-cancellable and comprise:

Nature of Lease	General description of leasing arrangement
Motor vehicles—business and senior executive	 Fully maintained operating lease over 24/36 months and/or 40 000/60 000km; no contingent rentals; no renewal or purchase options available.
• PC leasing	 Includes specific equipment covering hardware, operating system and maintenance of hardware; operating lease over 36 months; no renewal or purchase options available.
 Property leases—office and business premises 	 Lease payments subject to increase in accordance with CPI or other agreed increment; initial period of lease ranges from 1 year to 8 years; options to extend in accordance with lease.

- 3. Other payables commitments are covered by agreements and are associated with the supply of transmission services, satellite services, purchase of programs and program rights.
- 4. Commitments arising from, in proportion, the Corporation's 16% interest in Freeview Australia Limited and 50% interest in ACN 137 880 758 Pty Limited.
- 5. Other receivables comprise transmission, royalties, co-production commitments, resource hire, content licensing, media development support initiatives, contract revenue and grants.

	2009 \$′000	2008 \$'000
BY MATURITY	\$ 000	\$ 000
Capital commitments		
One year or less	13 475	10 187
From one to five years	931	2 107
Total capital commitments	14 406	12 294
Operating lease commitments		
One year or less	16 025	16 538
From one to five years	42 949	19 143
Over five years	109	208
Total operating lease commitments	59 083	35 889
GST and other payables commitments		
One year or less	283 942	256 243
From one to five years	889 159	459 729
Over five years	522 224	461 457
Total GST and other payables commitments	1 695 325	1 177 429
Attributable to joint ventures		
One year or less	11 844	_
From one to five years	2 946	
Total attributable to joint ventures	14 790	_
Commitments receivable		
One year or less	(123 581)	(171 790)
From one to five years	(142 154)	(164 736)
Over five years	(63 614)	(56 541)
Total commitments receivable	(329 349)	(393 067)
Net commitments by maturity	1 454 255	832 545

Schedule of Contingencies as at 30 June 2009



	Notes	2009 \$'000	2008 \$'000
Contingent liabilities—guarantees			
Balance from previous period		1 150	1 010
Net change during the year		35	140
Total contingent liabilities—guarantees	13	1 185	1 150

The Corporation has no material contingent assets as at 30 June 2009 (2008 Nil).

Details of each class of contingent liabilities, including those not disclosed above because they cannot be quantified or are considered remote, are shown in Note 13: Contingent Assets and Liabilities.

Notes to and Forming Part of the Financial Statements

for the year ended 30 June 2009

1. Summary of Significant Accounting Policies

The principal accounting policies adopted in preparing the financial statements of the Australian Broadcasting Corporation (the "Corporation" or "ABC") are stated to assist in a general understanding of these financial statements.

The financial report of the Australian Broadcasting Corporation for the year ended 30 June 2009 was authorised for issue by the Directors on 30 July 2009.

1.1 Basis of Accounting

The financial statements and notes are required by clause 1(b) of Schedule 1 to the Commonwealth Authorities and Companies Act 1997 and are a General Purpose Financial Report.

The financial statements and notes have been prepared in accordance with:

- Finance Minister's Orders (FMO) for reporting periods ending on or after 1 July 2008; and
- Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that apply for the reporting period.

The Corporation's Income Statement, Balance Sheet and Statement of Changes in Equity have been prepared on an accruals basis and are in accordance with the historical cost convention, except for certain assets and liabilities, which are at fair value. Except where stated, no allowance is made for the effect of changing prices on the results or the financial position.

The financial report is presented in Australian dollars and values are rounded to the nearest thousand dollars unless disclosure of the full amount is specifically required.

Unless alternative treatment is specifically required by an accounting standard or the FMO, assets and liabilities are recognised in the Corporation's Balance Sheet when and only when it is probable that future economic benefits will flow to the Corporation and the amounts of the assets or liabilities can be reliably measured. However, assets and liabilities arising under agreements equally proportionately unperformed are not recognised unless required by an accounting standard. Liabilities and assets that are unrecognised are reported in the Schedule of Commitments and the Schedule of Contingencies (other than unquantifiable or remote contingencies, which are reported at Note 13: Contingent Assets and Liabilities).

Unless alternative treatment is specifically required by an accounting standard, revenues, gains and expenses are recognised in the Corporation's Income Statement when and only when the flow or consumption or loss of economic benefits has occurred and can be reliably measured.

1.2 Significant Accounting Judgements, Estimates and Assumptions Significant Accounting Judgements

In the process of applying the accounting policies, the Corporation has taken the fair value of freehold land to be the market value of similar locations and the fair value of freehold buildings to be the depreciated replacement cost, as determined by an independent valuer.

Significant Accounting Estimates and Assumptions

The Corporation has applied the following estimates and assumptions:

- Long service leave, as detailed in Note 1.11: Employee Benefits;
- Provision for make good, as detailed in Note 1.12: Leases;
- Valuation of properties, plant and equipment, as detailed in Note 1.21: Property (Land and Buildings), Infrastructure, Plant and Equipment;
- Depreciation, as detailed in Note 1.21: Property (Land and Buildings), Infrastructure, Plant and Equipment; and
- Impairment of non-financial assets, as detailed in Note 1.22: Impairment of Non-Current Assets.

No other accounting assumptions or estimates have been identified that have a significant risk of causing a material adjustment to carrying amounts of assets and liabilities within the next accounting period.



1.3 Statement of Compliance

Adoption of new Australian Accounting Standard requirements

No accounting standard has been adopted earlier than the application date as stated in the standard.

The following adopted requirements have affected the amounts reported in the current or prior periods or are estimated to have a financial effect in future reporting periods.

AASB 1052: Disaggregated Disclosures

The standard is effective for reporting periods beginning on or after 1 July 2008 and amends the disclosure requirements for entities to disclose departmental assets and liabilities by major activity, in addition to income and expenses. Major activities are considered to be equivalent to outcome, rather than output reporting. As such, assets, liabilities, income and expenses are disclosed by outcome, with additional disclosures required at the output group and output level for income and expenses, in Note 20: Reporting by Outcomes.

AASB Interpretation 13 Customer Loyalty Programmes

The Interpretation provides guidance on accounting for customer loyalty programs. It discusses credits granted to customers as part of a sales transaction, which subject to meeting any further qualifying conditions, customers can redeem for free or discounted goods or services. This Interpretation is applicable to annual reporting periods beginning on or after 1 July 2008.

This Interpretation affects all applicable ABC Shop sales transactions from 1 July 2008 and has the effect of reducing revenue recognised in the Income Statement and recognising a liability in the Balance Sheet for the equivalent monetary value of the loyalty points awarded.

As there has been no material impact on the Income Statement from applying the new Interpretation, the ABC has elected not to retrospectively adjust for the impact on prior-year balances.

Future Australian Accounting Standard requirements

The following new standards, amendments to standards or interpretations have been issued by the Australian Accounting Standards Board but are effective for future reporting periods. It is estimated that the impact of adopting these pronouncements when effective will have no material financial impact on future reporting periods.

AASB 101 Presentation of Financial Statements and AASB 1049 Whole of Government and General Government Sector Financial Reporting

These Standards are applicable to annual reporting periods beginning on or after 1 January 2009. The changes introduce the notion of a "complete set of financial statements", which alters the structure and includes replacing the balance sheet with a statement of financial position and replacing the income statement with a statement of comprehensive income. The statement of comprehensive income will include all income and expense items, including those previously recognised in equity, such as asset revaluation increments. As a result of this standard, AASB 2007-8 Amendments to Australian Accounting Standards arising from AASB 101 and AASB 2008-9 Amendments to AASB 1049 for Consistency with AASB 101 were also issued and apply to reporting periods beginning on or after 1 January 2009.

The Corporation has chosen not to early adopt this Accounting Standard to be consistent with the current FMO.

AASB 2007-6 Amendments to Australian Accounting Standards arising from AASB 123 This amendment removes the option of expensing borrowing costs related to qualifying assets. This Standard is applicable to annual reporting periods beginning on or after 1 January 2009. The ABC has chosen not to early adopt this Standard as the current FMO stipulate that borrowing costs are to be expensed as incurred.

There are other changes to the Australian Accounting Standards but these are not expected to have a material impact on the Corporation's reporting in future periods.

1 4 Taxation

The Corporation is not subject to income tax pursuant to Section 71 of the Australian Broadcasting Corporation Act 1983.

The Corporation's controlled entities, Music Choice Australia Pty Ltd and The News Channel Pty Limited, while subject to income tax, have been inactive since the year ended 30 June 2000 up to and including 30 June 2009.

Goods and Services Tax

Revenues, gains, expenses and assets are recognised net of the amount of GST except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of the revenue or expense.

Receivables and payables are stated with the amount of GST included.

The net amount of GST receivable from the ATO is included as a financial asset in the Balance Sheet while any net amount of GST payable to the ATO is included as a liability in the Balance Sheet.

Cash flows are included in the Cash Flow Statement on a net basis. The GST components arising from investing and financing activities which are recoverable from, or payable to the ATO are classified as operating cash flows.

Commitments and contingencies are disclosed on a gross basis. GST commitments recoverable from, or payable to, the ATO are disclosed separately.

1.5 Foreign Currency Transactions

The Corporation enters into foreign currency hedging arrangements to protect its purchasing power in relation to foreign currency exposures.

Revenues and expenditures denominated in foreign currencies are converted to Australian dollars at the exchange rates prevailing at the date of the transaction, or at the hedged rate.

All gains and losses are taken through profit or loss with the exception of forward exchange contracts that are classified as cash flow hedges used to hedge highly probable transactions. Gains and losses on cash flow hedges held at balance date are taken to equity.

All monetary foreign currency balances are converted to Australian dollars at the exchange rate prevailing at balance date. Monetary assets and liabilities of overseas branches and amounts payable to or by the Corporation in foreign currencies are translated into Australian dollars at the applicable exchange rate at balance date

1.6 Reporting by Outcomes and Segments

A comparison by outcomes relevant to the Corporation is presented in Note 20: Reporting by Outcomes. Any intra-government costs are eliminated in calculating the actual budget outcome for the Government overall.

The Corporation principally provides a national television and radio service within the broadcasting industry. It is therefore considered for segmental reporting to operate predominantly in one industry and in one geographical area, Australia.

1.7 Revenue

Revenue from the sale of goods is recognised when:

- the risks and rewards of ownership have been transferred to the buyer;
- the seller retains no managerial involvement nor effective control over the goods;
- the revenue and transaction costs incurred can be reliably measured: and
- it is probable that the economic benefit associated with the transaction will flow to the Corporation.

Revenue from the sale of goods is recognised at fair value of the consideration received net of the amount of GST upon delivery of the goods to customers.



1 7 Revenue continued

Revenue from rendering of services is recognised by reference to the stage of completion of contracts at the reporting date. Revenue is recognised when:

- the amount of revenue, stage of completion and transaction costs incurred can be reliably measured; and
- the probable economic benefits with the transaction will flow to the Corporation.

The stage of completion of contracts at the reporting date is determined by reference to the proportion that costs incurred to date bear to the estimated total costs of the transaction.

Credit sales are on normal commercial terms.

Receivables for goods and sales, which have 30 day terms, are recognised at the nominal amounts due less any provision for bad and doubtful debts. The ability to collect debt is reviewed at the balance date. Provisions are made when the recovery of debt is no longer probable.

Interest revenue is recognised using the effective interest method as set out in AASB 139 Financial Instruments: Recognition and Measurement.

Revenues from Government receivable are recognised at their nominal amounts.

Subsidies, grants, sponsorships and donations are recognised on receipt unless paid to the Corporation for a specific purpose where recognition of revenue will be recognised in accordance with the agreement.

1.8 Gains and losses

Sale of Assets

Gains or losses from disposal of non-current assets are recognised when control of the asset has passed to the buyer.

1.9 Grants

The Corporation receives grant monies from time to time.

Most grant agreements require the Corporation to perform services or provide facilities, or to meet eligibility criteria. A liability in respect of unearned revenues is recognised to the extent the services or facilities have not been provided or eligibility criteria have not been met.

1.10 Transactions by the Government as Owner

Revenue from Government

Parliament appropriates monies to the Department of Broadband, Communications and the Digital Economy (DBCDE) which are then distributed to the Corporation and recognised as revenue from Government. The full amount received in respect of departmental outputs for the year is disclosed in Note 3: Revenue from Government.

Equity Injections

Amounts appropriated by the Parliament as equity injections are recognised as 'contributed equity' in accordance with the FMO.

Other Distributions to Owners

The FMO require that distributions to owners be debited to contributed equity unless in the nature of a

The Corporation also received monies from the Government by way of loans as detailed in Note 9: Interest Bearing Liabilities.

Contributions

Income is measured at the fair value of the contributions received or receivable. Income arising from the contributions of an asset to the Corporation is recognised when the entity obtains control of the contribution or the right to receive the contribution, it is probable that the economic benefits comprising the contribution will flow to the Corporation and the amount of the contribution can be measured reliably.

1.11 Employee Benefits

Liabilities for services rendered by employees are recognised at the reporting date to the extent that they have not been settled.

Liabilities for short-term employee benefits (as defined in AASB 119 Employee Benefits) and termination benefits due within twelve months are measured at their nominal amounts.

The nominal amount is calculated with regard to the rates expected to be paid on settlement of the liability.

All other employee benefit liabilities are measured as the present value of the estimated future cash outflows to be made in respect of services provided by employees up to the reporting date.

The liability for employee benefits includes provision for annual leave and long service leave. No provision has been made for sick leave as all sick leave is non-vesting and the average sick leave taken in future years by employees is estimated to be less than the annual entitlement for sick leave.

The leave liabilities are calculated on the basis of employees' remuneration, including the employer superannuation contribution rates to the extent that the leave is likely to be taken during service rather than paid out on termination.

The liability for long service leave for the Corporation has been determined by reference to the work of an actuary, Professional Financial Consulting Pty Ltd, as at 30 June 2009. The estimate of the present value of the liability takes into account attrition rates and pay increases through promotion and inflation.

The liability for long service leave represents the present value of the estimated future cash outflows to be made by the Corporation resulting from employees' services provided up to the balance date.

Superannuation

Employees are members of the Commonwealth Superannuation Scheme (CSS), Public Sector Superannuation Scheme (PSS), the Public Sector Superannuation Accumulation Plan Scheme (PSSap) or another non-Commonwealth Superannuation (ARIA) fund.

The CSS and PSS are defined benefit schemes for the Australian Government. The PSSap and ARIA are defined contribution schemes.

The liability for defined benefits is recognised in the financial statements of the Australian Government and is settled by the Australian Government in due course. This liability is reported by the Department of Finance and Deregulation as an administered item.

The Corporation makes employer contributions to the employee superannuation schemes at rates determined by an actuary to be sufficient to meet the current cost to the Government of the superannuation entitlements of the Corporation's employees. The Corporation accounts for the contributions as if they were contributions to defined contribution plans.

The liability for superannuation recognised as at 30 June represents outstanding contributions for the last 9 days of the year.



1 12 Leases

A distinction is made between finance leases and operating leases. Finance leases effectively transfer from the lessor to the lessee substantially all the risks and benefits incidental to ownership of leased non-current assets. An operating lease is a lease that is not a finance lease. In operating leases, the lessor effectively retains substantially all such risks and benefits.

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

Operating lease rentals are not segregated between minimum lease payments, contingent rents and sublease payments, as required by AASB 117 Leases, as these components are not individually material.

Lease incentives taking the form of "free" leasehold improvements and rent holidays are recognised as liabilities. These liabilities are reduced by allocating lease payments between rental expense and reduction of the liability.

Provision for Make Good

A provision for make good exists when the Corporation has an obligation to "make good" leased properties at the end of the lease term. As many of the leases are negotiable, the Corporation has determined the provision as set out below.

Retail leased premises

A provision has been recognised for all retail leases, where the Corporation is obligated per the lease agreement, based on the estimated costs to make good the site.

Other leased premises

A provision has been recognised for non-retail leased premises where the Corporation believes there is some likelihood that it will cease to occupy the leased premises in the future. The provision is calculated as follows:

Leases expiring in:

Less than 6 months Greater than 6 months, but less than 1 year Greater than 1 year, but less than 2 years Greater than 2 years

Method

100% of estimated costs 75% of estimated costs 50% of estimated costs

A provision for those leases expiring later than two years has not been adopted as it is not possible to determine the probability of vacating the premises.

1.13 Borrowing Costs

All borrowing costs are expensed as incurred.

1.14 Cash and Cash Equivalents

Cash and cash equivalents in the Balance Sheet comprise cash at bank and on hand and short-term deposits with an original maturity of three months or less that are readily convertible to known amounts of cash and subject to insignificant risk of changes in value. Cash and cash equivalents are recognised at their nominal amounts.

1.15 Financial Assets

The Corporation classifies its financial assets in the following categories:

- financial assets at fair value through profit or loss;
- held-to-maturity investments; and
- loans and receivables.

The classification depends on the nature and purpose of the financial assets and is determined at the time of initial recognition.

Financial assets are recognised and derecognised upon trade date.

Effective Interest Method

The effective interest method is a method of calculating the amortised cost of a financial asset and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset, or, where appropriate, a shorter period.

Income is recognised on an effective interest rate basis except for financial assets at fair value through profit or loss.

Fair Value through Profit or Loss

Financial assets are classified as financial assets at fair value through profit or loss where the financial assets:

- have been acquired principally for the purpose of selling in the near future;
- are a part of an identified portfolio of financial instruments that the Corporation manages together and has a recent actual pattern of short-term profit-taking; or
- are derivatives that are not designated and effective as a hedging instrument.

Assets in this category are classified as current assets.

Financial assets at fair value through profit or loss are stated at fair value, with any resultant gain or loss recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any interest earned on the financial asset. The Corporation's financial assets in this category are forward exchange contracts which are derivative financial instruments. Gains and losses on these items are recognised in the Income Statement except if they are classified as a cash-flow hedge where they are recognised in equity.

Forward exchange contracts are initially recognised at fair value on the date on which the contract is entered into and are subsequently revalued to reflect changes in fair value. Forward exchange contracts are carried as assets when their net fair value is positive and as liabilities when their fair value is negative.

For the purpose of hedge accounting, the Corporation's hedges are classified as cash-flow hedges when they hedge exposure to variability in cash flows that is attributable either to a particular risk associated with a recognised asset, liability or to a highly probable forecast transaction.

At the inception of a hedge relationship, the Corporation formally designates and documents the hedge relationship to which the Corporation wishes to apply hedge accounting and the risk management objective and strategy for undertaking the hedge. The documentation includes identification of the hedging instrument, the hedged item or transaction, the nature of the risk being hedged and how the Corporation will assess the hedging instrument's effectiveness in offsetting the exposure to changes in the hedged item's fair value or cash flow attributable to the hedged risk. Such hedges are expected to be highly effective in achieving offsetting changes in fair value or cash flows and are assessed on an ongoing basis to determine that they actually have been highly effective throughout the financial reporting periods for which they were designated.



1 15 Financial Assets continued

Fair Value through Profit or Loss continued

The effective portion of the gain or loss on the cash-flow hedge is recognised directly in equity, while the ineffective portion is recognised in profit or loss.

Amounts taken to equity are transferred to the Income Statement when the hedged transaction affects profit or loss, such as when hedged income or expenses are recognised or when a forecast sale or purchase occurs. When the hedged item is the cost of a non-financial asset or liability, the amounts taken to equity are transferred to the initial carrying amount of the non-financial asset or liability.

If the forecast transaction is no longer expected to occur, amounts previously recognised in equity are transferred to the Income Statement. If the hedging instrument expires or is sold, terminated or exercised without replacement or rollover, or if its designation as a hedge is revoked, amounts previously recognised in equity remain until the forecast transaction occurs. If the related transaction is not expected to occur, the amount is taken to the Income Statement.

Held-to-Maturity Investments

Non-derivative financial assets with fixed or determinable payments and fixed maturity dates that the Corporation has the positive intent and ability to hold to maturity are classified as held-to-maturity investments in accordance with AASB 139 Financial Instruments: Recognition and Measurement. Held-to-maturity investments are recorded at amortised cost using the effective interest method less impairment, with revenue recognised on an effective yield basis.

Surplus cash has been invested into short term investments with maturities at acquisition date of greater than three months. These investments are included as "other receivables"

Loans and Receivables

Trade receivables, loans and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as loans and receivables in accordance with AASB 139 Financial Instruments: Recognition and Measurement.

They are included in current assets, except for maturities greater than 12 months after the balance sheet date. These are classified as non-current assets. Loans and receivables are measured at amortised cost using the effective interest method less impairment. Interest is recognised by applying the effective interest rate.

Trade debtors are normally settled within 30 days unless otherwise agreed and are carried at amounts due, less an allowance for doubtful debt.

Impairment of Financial Assets

Financial assets are assessed for impairment at each balance date.

Financial assets held at amortised cost

If there is objective evidence that an impairment loss has been incurred for loans and receivables or held to maturity investments held at amortised cost, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the asset's original effective interest rate. The carrying amount is reduced by way of an allowance account. The loss is recognised in the Income Statement.

Held to maturity investments

Investments held to maturity by the Corporation have maturities less than 12 months and Standard & Poors credit ratings of A- or better and are deemed not to be impaired.

Bad and doubtful debts

The Corporation makes a specific provision for debts considered doubtful by conducting a detailed review of material debtors, making an assessment of the probability of recovery of those debts and taking into account past bad debts experience. Bad debts are written off when identified.

1 16 Financial Liabilities

Financial liabilities are classified as "other financial liabilities" in accordance with AASB 139 Financial Instruments: Recognition and Measurement.

Other Financial Liabilities

Other financial liabilities, including borrowings, are initially measured at fair value, net of transaction costs. The fair value of loans from Government is deemed to be the initial principal amount. The Corporation does not have any commercial bank loans.

Other financial liabilities are subsequently measured at amortised cost using the effective interest method, with interest expense recognised on an effective yield basis.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments through the expected life of the financial liability, or, where appropriate, a shorter period.

Loans are classified as current liabilities unless the Corporation has the unconditional right to defer settlement for at least 12 months after the balance sheet date.

Supplier and other payables are recognised at amortised cost. Liabilities are recognised to the extent that the goods or services have been received (and irrespective of having been invoiced). Settlement is 30 days commercial or as otherwise negotiated.

1.17 Repairs and Maintenance

Maintenance, repair expenses and minor renewals which do not constitute an upgrade or enhancement of equipment is expensed as incurred.

1.18 Joint Ventures

Joint Ventures are accounted for using the equity method in accordance with AASB 131 Interests in Joint Ventures and the FMO. Further details relating to joint ventures, to which the Corporation is a party to, are provided in Note 15: Related Party Disclosures.

1.19 Contingent Assets and Contingent Liabilities

Contingent assets and contingent liabilities are not recognised in the Balance Sheet but are disclosed in the relevant schedule and Note 13: Contingent Assets and Liabilities. They may arise from uncertainty as to the existence of an asset or liability, or represent an asset or liability in respect of which the amount cannot be reliably measured.

Contingent assets are disclosed when settlement is probable but not virtually certain and contingent liabilities are disclosed when settlement is greater than remote.

1.20 Acquisition of Assets

Assets are recorded at cost on acquisition except as stated below. The cost of acquisition includes the fair value of assets transferred in exchange and liabilities undertaken.

Assets acquired at no cost, or for nominal consideration, are initially recognised as assets at their fair value at the date of acquisition.



1.21 Property (Land and Buildings), Infrastructure, Plant and Equipment **Asset Recognition Threshold**

Purchases of property, infrastructure, plant and equipment are recognised initially at cost in the Balance Sheet. Purchases costing less than \$2 000 are expensed in the year of acquisition except where they form part of a project or group of similar items, which are significant in total.

Basis of Revaluation

Land, buildings, infrastructure, plant and equipment are carried at fair value.

Fair values for each class of asset are determined as shown below

Asset Class Fair Value Measured at Market Value Freehold Land Freehold Buildings Depreciated replacement cost Leasehold Land Depreciated replacement cost Leasehold Buildings Depreciated replacement cost Leasehold Improvements Depreciated replacement cost Infrastructure, plant and equipment Depreciated replacement cost

Following initial recognition at cost, property, infrastructure, plant and equipment are carried at fair value less subsequent accumulated depreciation and accumulated impairment losses.

Valuations are conducted with sufficient frequency to ensure that the carrying amounts of assets do not materially vary, with the assets' fair values as at the reporting date. The regularity of independent valuations depends upon the volatility of movements in market values for the relevant assets.

Revaluation adjustments are made on a class basis. Any revaluation increment is credited to equity under the heading of revaluation reserve except to the extent that it reverses a previous revaluation decrement of the same asset class that was previously recognised through profit and loss. Revaluation decrements for a class of assets are recognised directly through profit and loss except to the extent that they reverse a previous revaluation increment for that class.

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

Depreciable property, infrastructure, plant and equipment assets are written-off to their estimated residual values over their estimated useful lives using the straight-line method of depreciation. Leasehold improvements are depreciated on a straight-line basis over the lesser of the estimated useful life of the improvements or the unexpired period of the lease.

Depreciation rates (useful lives) and methods are reviewed at each reporting date and necessary adjustments are recognised in the current, or current and future reporting periods, as appropriate.

Depreciation rates applying to each class of depreciable asset are based on the following useful lives:

	2009	2008
Buildings on freehold land	50 years	50 years
Leasehold buildings	Life of Lease	Life of Lease
Leasehold improvements	5 to 99 years	5 to 99 years
Infrastructure, plant and equipment	3 to 15 years	3 to 15 years

The aggregate amount of depreciation and amortisation allocated for each class of asset during the reporting period is disclosed in Note 5C: Depreciation and amortisation.

Assets Held for Sale

Assets held for sale are stated in the Balance Sheet at the lower of carrying value or fair value less costs to sell.

1.22 Impairment of Non-Current Assets

All non-current assets except:

- inventories:
- assets arising from employee benefits;
- financial assets that are within the scope of AASB 139 Financial Instruments: Recognition and Measurement:
- non-current assets (or disposal groups) classified as held for sale in accordance with AASB 5 Noncurrent Assets Held for Sale and Discontinued Operations;

are subject to an assessment as to indicators of impairment under AASB 136 Impairment of Assets.

At the reporting date, the Corporation has assessed whether there are any indications that assets may be impaired.

Where indications of impairment exist, the asset's recoverable amount is estimated and an impairment adjustment made if the asset's recoverable amount is less than its carrying amount.

Recoverable amount of an asset is the greater of its fair value less costs to sell and its value in use. Value in use is the present value of the future cash flows expected to be derived from the asset. Where the future economic benefit of an asset is not primarily dependent on the asset's ability to generate future cash flows, and the asset would be replaced if the Corporation were deprived of the asset, its value in use is taken to be its depreciated replacement cost.

1.23 Intangible Assets

The Corporation's intangibles comprise software for internal use, broadcast licences and spectrum provided by the Australian Government.

Software is initially recognised at cost and amortised on a straight-line basis over anticipated useful lives between 3-6 years (2008 3-6 years). These assets are assessed for indications of impairment. The carrying amounts of impaired assets are written down to the higher of their net market selling price or depreciated replacement cost.

The Corporation's right to use broadcast licences and spectrum are held at their fair value.



1 24 Inventories

Inventories held for resale are valued at the lower of cost and net realisable value. Inventories not held for resale are valued at the lower of cost, adjusted for any loss in service potential, based on the existence of a current replacement cost that is lower than the original acquisition cost or other subsequent carrying amount. Television programs are produced for domestic transmission and include direct salaries and expenses and production overheads allocated on a usage basis to the program. Production overheads not allocated to programs are expensed in the period in which they are incurred.

Produced Programs

External contributions received in respect of co-production of television programs are offset against production costs which are recorded as Inventories in the Balance Sheet.

The cost of produced television program inventory is amortised as follows:

- News, Current Affairs and Live Programs—100% on first screening;
- Factual and Entertainment programs based on current topics—100% on first screening;
- Children's, Education and Movies—straight line over three years from completion of production:
- Programs produced specifically for ABC2—equally over three years;
- All other programs not covered above—90% first screening and 10% second screening or in third year; and
- Programs not shown within three years of completion or purchase to be amortised 100% in year three.

The costs of programs produced for Radio are expensed as incurred. Such programs are normally broadcast soon after production, stock on hand at any time being minimal.

Purchased Programs

Purchased program inventory is amortised in accordance with the policy noted above or over the rights period of the contract (whichever is lesser).

Subsequent sales of residual rights are recognised in the period in which they occur.

Write-down of Merchandise Inventory

The amount of any write-down of inventories to net realisable value and all losses of inventory are recognised as an expense in the period the write-down or loss occurs. The amount of any reversal of any write-down of inventories arising from an increase in the net realisable value, will be recognised as a reduction in the amount of inventories recognised as an expense in the period in which the reversal occurs.

Write-down of Inventory Held for Distribution

When inventories held for distribution are distributed, the carrying amount of those inventories is recognised as an expense. The amount of any write-down of inventories for loss of service potential and all losses of inventories are recognised as an expense in the period the write-down or loss occurs. The amount of any reversal of any write-down of inventories arising from a reversal of the circumstances that gave rise to the loss of service potential will be recognised as a reduction in the amount of inventories recognised as an expense in the period in which the reversal occurs.

1.25 Provisions

Provisions are recognised when the Corporation has a present legal or constructive obligation as a result of a past event, where 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.

2. Revenue and Expenses

	Notes	2009 \$'000	2008 \$'000
Income			
Revenue from Government	3	858 411	833 963
Income from independent sources			
Co-production contributions		4 548	1 686
Interest	4B	11 072	13 295
Insurance settlement	4C	3 600	10 400
Merchandising		88 751	90 636
Net foreign exchange gain/(loss)—non-speculative	4D	625	(935)
Net gain/(loss) from disposal of assets	4E	17 771	(3 651)
Program sales		8 454	6 502
Rent and hire of facilities		17 360	11 725
Royalties		61 804	62 144
Subsidies, grants and contract revenue	4C	20 336	20 906
Technology sales		3 981	3 449
Other	4C	5 700	3 484
Total income from independent sources		244 002	219 641
Total income		1 102 413	1 053 604
Expenses			
Artist fees		4 656	5 093
Auditor's remuneration	17	215	251
Communications		21 135	22 831
Computer costs		9 879	9 914
Consultants and contract labour		22 441	25 583
Depreciation and amortisation	5C	85 228	66 488
Employee benefits	5A	418 616	391 006
Finance costs	5E	4 319	5 673
Freight		1 789	1 714
Incidentals		9 124	6 063
Legal costs		2 963	4 260
Materials and minor items		13 408	11 983
Merchandising and promotion		99 407	105 329
Operating leases and occupancy		28 250	25 320
Program amortisation	5D	128 197	130 296
Program rights		13 462	11 511
Repairs, maintenance and hire		18 550	20 321
Satellite and transmission		33 267	31 973
Transmission services		145 047	137 284
Travel		17 368	19 071
Video production services		5 025	4 023
Workers' compensation premiums		2 750	2 120
Write-down and impairment of assets	5F	3 439	3 284
Total expenses		1 088 535	1 041 391
Surplus		13 878	12 213



3. Revenue from Government

	2009 \$'000	2008 \$'000
3A Revenue from Government—Outcome 1	683 384	666 586
3B Revenue from Government—transmission revenue		
Outcome 2—satellite and analog transmission	90 671	87 317
Outcome 3—digital transmission (a)	84 356	80 060
Total revenue from Government—transmission revenue	175 027	167 377
Total revenue from Government	858 411	833 963

Revenue from Government was received from the Department of Broadband, Communications and the Digital Economy.

4. Revenue from Independent Sources

		2009	2008
	Notes	\$'000	\$'000
4A Sale of goods and rendering of services			
Goods		159 009	159 281
Services		25 889	16 861
Total sale of goods and rendering of services		184 898	176 142
Cost of sales of goods		93 575	100 286
4B Interest			
Deposits		5 559	1 132
Bills receivable		5 513	12 163
Total interest	12	11 072	13 295
4C Other revenue			
Subsidies, grants and contract revenue		20 336	20 906
Insurance settlement		3 600	10 400
Other		5 700	3 484
Total other revenue		29 636	34 790
4D Net foreign exchange gain/(loss)			
Non-speculative		625	(935)
Total net foreign exchange gain/(loss)	12	625	(935)

⁽a) The Corporation returned \$7 520 000 (2008 \$7 733 000) of previous years' revenue received from Government as a repayment of capital.

4. Revenue from Independent Sources continued

	2009 \$′000	2008 \$'000
4E Net gain/(loss) from disposal of assets Land and buildings		
Total proceeds from disposal	6	_
Carrying value of assets disposed	(146)	(475)
Cost of disposal	(1)	_
Net gain/(loss) from disposal of land and buildings	(141)	(475)
Infrastructure, plant and equipment		
Total proceeds from disposal	265	302
Carrying value of assets disposed	(3 545)	(3 223)
Cost of disposal	(59)	(39)
Net loss from disposal of infrastructure, plant and equipment	(3 339)	(2 960)
Intangibles Total proceeds from disposal	_	_
Carrying value of assets disposed	(36)	(216)
Cost of disposal	-	_
Net loss from disposal of intangibles	(36)	(216)
Other assets (a) and (b)		
Total proceeds from disposal	39 839	_
Carrying value of assets disposed	(16 998)	_
Cost of disposal	(1 554)	_
Net gain from disposal of other assets	21 287	
Total proceeds from disposal	40 110	302
Total carrying value of assets disposed	(20 725)	(3 914)
Total costs of disposal	(1 614)	(39)
Net gain/(loss) from disposal of assets	17 771	(3 651)

(a) Disposal of Adelaide Terrace, Perth

During 2009, the Corporation sold its former ABC Perth property, located at 187 Adelaide Terrace, Perth. The property was sold for \$37 580 000 using an open tender process and settlement occurred on 14 October 2008. The property was classified as an asset held for sale as at 30 June 2008 and was carried at \$15 000 000. Current year costs associated with the sale of Adelaide Terrace, Perth were \$488,510 which resulted in a net gain from disposal of \$22 091 490. Total costs related to the sale of the former ABC Perth property, at Adelaide Terrace over the duration of the sale process amounted to \$5 170 620.

(a) Disposal of ABC Books

The Corporation sold its books publishing business, "ABC Books" effective 1 May 2009. Assets totalling \$1 998 113 were transferred as part of the sale and included book inventory and author agreements and advances. The Corporation will receive a licence fee for continued use of the Corporation's trade mark and book imprint, as well as providing access to ABC originated content suitable for book publishing and /or related activities. Sale proceeds received or receivable total \$2 259 094 and costs directly related to the sale amount to \$1 064 689 resulting in a loss on sale of \$803 708.



5. Expenses

	Notes	2009 \$'000	2008 \$'000
5A Employee benefits	110103		
Wages and salaries		301 497	284 750
Superannuation—Defined contribution plans		14 691	11 187
Superannuation—Defined benefit plans		37 488	37 434
Leave and other entitlements		45 636	45 102
Separation and redundancies		10 015	2 871
Other employee benefits		9 289	9 662
Total employee benefits		418 616	391 006
5B Suppliers			
Goods		125 066	125 265
Services—external parties		303 035	299 844
Services—related entities		421	_
Operating lease rentals		17 464	17 415
Workers' compensation premiums		2 750	2 120
Total suppliers		448 736	444 644
5C Depreciation and amortisation			
Land and buildings		36 896	20 782
Leasehold improvements		69	2 563
Infrastructure, plant and equipment		44 742	40 128
Intangibles: computer software		3 521	3 015
Total depreciation and amortisation		85 228	66 488
5D Program amortisation			
Purchased		44 324	45 866
Produced		83 873	84 430
Total program amortisation		128 197	130 296
5E Finance costs			
Loans		4 319	5 673
Total finance costs	12	4 319	5 673
5F Write-down and impairment of assets Financial assets			
Receivables and advances		996	944
Non-financial assets		550	311
Land and buildings		135	447
Infrastructure, plant and equipment		1 092	14
Inventory held for sale		1 216	1 879
Total write-down and impairment of assets		3 439	3 284

6. Financial Assets

	Notes	2009 \$'000	2008 \$'000
6A Cash and cash equivalents	- TVOTCS	\$ 000	¥ 000
Cash at bank and on hand		8 154	5 897
Total cash and cash equivalents	12	8 154	5 897
·	-		
6B Receivables			
Goods and services			
Goods and services		12 425	13 940
Less: Allowance for doubtful debts	-	(297)	(180)
Net goods and services receivables	12	12 128	13 760
Other receivables			
Held to maturity financial assets	12	141 300	124 142
Net GST receivable	12	4 079	6 652
Other receivables	12	2 151	7 542
Total other receivables	_	147 530	138 336
Total receivables (net)		159 658	152 096
Receivables are carried at amortised cost and are	catogorised as follows:		
Current	e categorised as follows.	158 957	151 319
Non-current		701	777
Total receivables (net)	-	159 658	152 096
	-		
Receivables (gross) are aged as follows:		154 951	146 204
Not Overdue Overdue by:		154 951	146 284
– less than 30 days		2 509	4 134
- 30 to 60 days		780	901
– 61 to 90 days		242	175
– more than 90 days		1 473	782
Total receivables (gross)	-	159 955	152 276
December of the allowers for decibate	- مادادات		
Reconciliation of the allowance for doubtfo Opening balance	ui debts	(180)	(307)
Amounts written off		173	190
Amounts recovered and reversed		3	4
Net increase recognised in surplus		(293)	(67)
Closing balance	-	(297)	(180)
	-	00.1	
The allowance for doubtful debts relates only to	debts that are aged more than	90 days.	
6C Accrued revenue			
Goods and services		8 630	11 240
Interest receivable	_	496	301
Total accrued revenue	12	9 126	11 541

Accrued revenue are all current assets.



7. Non-Financial Assets

7A Land and buildings Freehold land 169 305 183 611 Total freehold land 169 305 183 611 Buildings on freehold land 470 042 460 468 Fair value (a) 470 042 460 468 Accumulated depreciation (22 389) - Total buildings on freehold land 447 653 460 468 Leasehold land 3 062 3 062 3 062 Fair value (a) 3 062 3 062 3 062 Accumulated amortisation (46) - Total leasehold land 3 016 3 062 Accumulated amortisation (541) - Countilates amortisation (541) - Total leasehold buildings 4 52 2 Leasehold improvements 3 155 14 832 Leasehold improvements 13 155 14 832 Leasehold improvements 13 155 14 832 Leasehold improvements 3 155 14 832 Leasehold improvements 3 155 14 832 Cotal land and buildin		2009 \$′000	2008 \$'000
Total freehold land 169 305 183 611 Buildings on freehold land 470 042 460 468 Accumulated depreciation (22 389) - Total buildings on freehold land 447 653 460 468 Leasehold land 5air value (a) 3 062 3 062 Accumulated amortisation (46) - - Total leasehold land 3 016 3 062 - Leasehold buildings 4 69 98 12 291 - Accumulated amortisation (541) - - Total leasehold buildings 6 457 12 291 - Leasehold improvements 24 564 15 246 - - Fair value (c) 24 564 15 246 -	•		
Buildings on freehold land Fair value (a) 470 042 460 468 Accumulated depreciation (22 389) - Total buildings on freehold land 447 653 460 468 Leasehold land 3 062 3 062 Fair value (a) 3 062 3 062 Accumulated amortisation (46) - Total leasehold land 3 016 3 062 Leasehold buildings 5 12 291 Fair value (c) 6 998 12 291 Accumulated amortisation (541) - Total leasehold buildings 6 457 12 291 Leasehold improvements 13 155 14 832 Fair value (c) 24 564 15 246 Accumulated amortisation (11 409) (414) Total leasehold improvements 13 155 14 832 Total land and buildings excluding capital work in progress 639 586 674 264 Capital work in progress at cost 3 685 3 639 Total land and buildings 53 4 689 534 823 Accumulated	Fair value (a) and (b)	169 305	183 611
Fair value (a) 470 042 (2 388) 460 468 Accumulated depreciation (22 389) - Total buildings on freehold land 447 653 460 468 Leasehold land 8 3 062 3 062 Accumulated amortisation (46) - Total leasehold land 3 016 3 062 Leasehold buildings 469 98 12 291 Accumulated amortisation (541) - Total leasehold buildings 6 457 12 291 Leasehold improvements 24 564 15 246 Accumulated amortisation (11 409) (414) Total leasehold improvements 13 155 14 832 Total land and buildings excluding capital work in progress 639 586 674 264 Capital work in progress at cost 3 686 3 639 Total land and buildings 643 272 677 903 78 Infrastructure, plant and equipment excluding capital work in progress 544 689 534 823 Accumulated depreciation 319 495 315 326 Total infrastructure, plant and equipment excluding capital work in progress 22	Total freehold land	169 305	183 611
Fair value (a) 470 042 (2 388) 460 468 Accumulated depreciation (22 389) - Total buildings on freehold land 447 653 460 468 Leasehold land 8 3 062 3 062 Accumulated amortisation (46) - Total leasehold land 3 016 3 062 Leasehold buildings 469 98 12 291 Accumulated amortisation (541) - Total leasehold buildings 6 457 12 291 Leasehold improvements 24 564 15 246 Accumulated amortisation (11 409) (414) Total leasehold improvements 13 155 14 832 Total land and buildings excluding capital work in progress 639 586 674 264 Capital work in progress at cost 3 686 3 639 Total land and buildings 643 272 677 903 78 Infrastructure, plant and equipment excluding capital work in progress 544 689 534 823 Accumulated depreciation 319 495 315 326 Total infrastructure, plant and equipment excluding capital work in progress 22	Ruildings on freehold land		
Accumulated depreciation (22 389) — Total buildings on freehold land 447 653 460 468 Leasehold land Significant of the properties of the p	•	470 042	460 468
Leasehold land 3 062 3 062 3 062 3 062 3 062 3 062 - 2	Accumulated depreciation	(22 389)	_
Fair value (a) 3 062 3 062 3 062 Accumulated amortisation 466 — — Total leasehold land 3 016 3 062 3 062 — Total leasehold buildings Easehold buildings 8 998 12 291 291 — Total leasehold buildings 6 457 12 291 — Total leasehold buildings 6 457 12 291 — Total leasehold improvements 12 291 — — Total leasehold improvements 12 291 — — Total leasehold improvements 12 291 — — Total leasehold improvements 13 155 14 832 — — Total leasehold improvements 13 155 14 832 — — Total leasehold improvements 13 155 14 832 — — Total leasehold improvements 639 586 674 264 — — Fair value (c) 639 586 674 264 — — — Fair value (a) 639 586 674 264 — — — — — — — — — — — — —	Total buildings on freehold land	447 653	460 468
Accumulated amortisation (46) – Total leasehold land 3 016 3 062 Leasehold buildings Sair value (c) 6 998 12 291 Accumulated amortisation (541) – Total leasehold buildings 6 457 12 291 Leasehold improvements 24 564 15 246 Accumulated amortisation (11 409) (414) Total leasehold improvements 13 155 14 832 Total land and buildings excluding capital work in progress 639 586 674 264 Capital work in progress at cost 3 686 3 639 Total land and buildings 643 272 677 903 7B Infrastructure, plant and equipment Fair value (c) 544 689 534 823 Accumulated depreciation (319 495) (315 326) Total infrastructure, plant and equipment excluding capital work in progress 225 194 219 497 Capital work in progress at cost 53 140 54 514	Leasehold land		
Total leasehold land 3 016 3 062 Leasehold buildings Fair value (c) 6 998 12 291 Accumulated amortisation (541) Total leasehold buildings 6 457 12 291 Leasehold improvements 24 564 15 246 Fair value (c) 24 564 15 246 Accumulated amortisation (11 409) (414) Total leasehold improvements 13 155 14 832 Total land and buildings excluding capital work in progress 639 586 674 264 Capital work in progress at cost 3 686 3 639 Total land and buildings 643 272 677 903 7B Infrastructure, plant and equipment Fair value (c) 544 689 534 823 Accumulated depreciation (319 495) (315 326) Total infrastructure, plant and equipment excluding capital work in progress 225 194 219 497 Capital work in progress at cost 53 140 54 514	Fair value (a)	3 062	3 062
Leasehold buildings Fair value (c) 6 998 12 291 Accumulated amortisation (541) – Total leasehold buildings 6 457 12 291 Leasehold improvements 24 564 15 246 Accumulated amortisation (11 409) (414) Total leasehold improvements 13 155 14 832 Total land and buildings excluding capital work in progress 639 586 674 264 Capital work in progress at cost 3 686 3 639 Total land and buildings 643 272 677 903 7B Infrastructure, plant and equipment excluding capital work in progress 544 689 534 823 Accumulated depreciation (319 495) (315 326) Total infrastructure, plant and equipment excluding capital work in progress 225 194 219 497 Capital work in progress at cost 53 140 54 514	Accumulated amortisation	(46)	
Fair value (c) 6 998 12 291 Accumulated amortisation (541) – Total leasehold buildings 6 457 12 291 Leasehold improvements 24 564 15 246 Fair value (c) 24 564 15 246 Accumulated amortisation (11 409) (414) Total leasehold improvements 13 155 14 832 Total land and buildings excluding capital work in progress 639 586 674 264 Capital work in progress at cost 3 686 3 639 Total land and buildings 643 272 677 903 7B Infrastructure, plant and equipment excluding depreciation 544 689 534 823 Accumulated depreciation (319 495) (315 326) Total infrastructure, plant and equipment excluding capital work in progress 225 194 219 497 Capital work in progress at cost 53 140 54 514	Total leasehold land	3 016	3 062
Fair value (c) 6 998 12 291 Accumulated amortisation (541) – Total leasehold buildings 6 457 12 291 Leasehold improvements 24 564 15 246 Fair value (c) 24 564 15 246 Accumulated amortisation (11 409) (414) Total leasehold improvements 13 155 14 832 Total land and buildings excluding capital work in progress 639 586 674 264 Capital work in progress at cost 3 686 3 639 Total land and buildings 643 272 677 903 7B Infrastructure, plant and equipment excluding depreciation 544 689 534 823 Accumulated depreciation (319 495) (315 326) Total infrastructure, plant and equipment excluding capital work in progress 225 194 219 497 Capital work in progress at cost 53 140 54 514	Leasehold buildings		
Total leasehold buildings 6 457 12 291 Leasehold improvements Fair value (c) 24 564 15 246 Accumulated amortisation (11 409) (414) Total leasehold improvements 13 155 14 832 Total land and buildings excluding capital work in progress at cost 3 686 3 639 Total land and buildings excluding 643 272 677 903 Total land and buildings excluding 643 272 677 903 Total land and buildings 643 272 677 903 Total land and buildings 643 272 677 903 Total land and buildings 643 272 677 903 Total infrastructure, plant and equipment 640 (319 495) (315 326) Total infrastructure, plant and equipment 640 (319 495) (315 326) Total infrastructure, plant and equipment 640 (319 495) (315 326) Total infrastructure, plant and equipment 640 (319 495) (315 326) Total infrastructure, plant and equipment 640 (319 495) (315 326) Total infrastructure, plant and equipment 640 (319 495) (315 326) Total infrastructure, plant and equipment 640 (319 495) (315 326) Total infrastructure, plant and equipment 640 (319 495) (315 326)		6 998	12 291
Leasehold improvements Fair value (c) 24 564 15 246 Accumulated amortisation (11 409) (414) Total leasehold improvements 13 155 14 832 Total land and buildings excluding capital work in progress 639 586 674 264 Capital work in progress at cost 3 686 3 639 Total land and buildings 643 272 677 903 Total land and buildings 643 272 677 903 Total land and buildings 643 272 677 903 Total infrastructure, plant and equipment Fair value (c) 544 689 534 823 Accumulated depreciation (319 495) (315 326) Total infrastructure, plant and equipment excluding capital work in progress 225 194 219 497 Capital work in progress at cost 53 140 54 514	Accumulated amortisation	(541)	_
Fair value (c) Accumulated amortisation Total leasehold improvements Total land and buildings excluding capital work in progress Capital work in progress at cost Total land and buildings Total infrastructure, plant and equipment Fair value (c) Accumulated depreciation Total infrastructure, plant and equipment excluding capital work in progress Total infrastructure, plant and equipment excluding capital work in progress Total infrastructure, plant and equipment excluding capital work in progress Total infrastructure, plant and equipment excluding capital work in progress Total infrastructure, plant and equipment excluding capital work in progress Total infrastructure, plant and equipment excluding capital work in progress Total infrastructure, plant and equipment excluding capital work in progress Total infrastructure, plant and equipment excluding capital work in progress Total infrastructure, plant and equipment excluding capital work in progress Total infrastructure, plant and equipment excluding capital work in progress Total infrastructure, plant and equipment excluding capital work in progress Total infrastructure, plant and equipment excluding capital work in progress	Total leasehold buildings	6 457	12 291
Fair value (c) Accumulated amortisation Total leasehold improvements Total land and buildings excluding capital work in progress Capital work in progress at cost Total land and buildings Total infrastructure, plant and equipment Fair value (c) Accumulated depreciation Total infrastructure, plant and equipment excluding capital work in progress Total infrastructure, plant and equipment excluding capital work in progress Total infrastructure, plant and equipment excluding capital work in progress Total infrastructure, plant and equipment excluding capital work in progress Total infrastructure, plant and equipment excluding capital work in progress Total infrastructure, plant and equipment excluding capital work in progress Total infrastructure, plant and equipment excluding capital work in progress Total infrastructure, plant and equipment excluding capital work in progress Total infrastructure, plant and equipment excluding capital work in progress Total infrastructure, plant and equipment excluding capital work in progress Total infrastructure, plant and equipment excluding capital work in progress Total infrastructure, plant and equipment excluding capital work in progress	Leasehold improvements		
Total leasehold improvements 13 155 14 832 Total land and buildings excluding capital work in progress 639 586 674 264 Capital work in progress at cost 3 686 3 639 Total land and buildings 643 272 677 903 78 Infrastructure, plant and equipment Fair value (c) Accumulated depreciation 70 544 689 534 823 Accumulated depreciation Total infrastructure, plant and equipment excluding capital work in progress 225 194 219 497 Capital work in progress at cost 53 140 54 514	Fair value (c)	24 564	15 246
Total land and buildings excluding capital work in progress 639 586 674 264 Capital work in progress at cost 3 686 3 639 Total land and buildings 643 272 677 903 78 Infrastructure, plant and equipment Fair value (c) Accumulated depreciation 78 Accumulated depreciation 79 544 689 534 823 (319 495) (315 326) Total infrastructure, plant and equipment excluding capital work in progress 225 194 219 497 Capital work in progress at cost 53 140 54 514	Accumulated amortisation	(11 409)	(414)
capital work in progress639 586674 264Capital work in progress at cost3 6863 639Total land and buildings643 272677 9037B Infrastructure, plant and equipment544 689534 823Fair value (c)544 689534 823Accumulated depreciation(319 495)(315 326)Total infrastructure, plant and equipment excluding capital work in progress225 194219 497Capital work in progress at cost53 14054 514	Total leasehold improvements	13 155	14 832
capital work in progress639 586674 264Capital work in progress at cost3 6863 639Total land and buildings643 272677 9037B Infrastructure, plant and equipment544 689534 823Fair value (c)544 689534 823Accumulated depreciation(319 495)(315 326)Total infrastructure, plant and equipment excluding capital work in progress225 194219 497Capital work in progress at cost53 14054 514	Total land and buildings excluding		
Total land and buildings 643 272 677 903 7B Infrastructure, plant and equipment Fair value (c) Accumulated depreciation Total infrastructure, plant and equipment excluding capital work in progress 225 194 219 497 Capital work in progress at cost 53 140 54 514		639 586	674 264
7B Infrastructure, plant and equipment Fair value (c) 544 689 534 823 Accumulated depreciation (319 495) (315 326) Total infrastructure, plant and equipment excluding capital work in progress 225 194 219 497 Capital work in progress at cost 53 140 54 514	Capital work in progress at cost	3 686	3 639
Fair value (c) 544 689 534 823 Accumulated depreciation (319 495) (315 326) Total infrastructure, plant and equipment excluding capital work in progress 225 194 219 497 Capital work in progress at cost 53 140 54 514	Total land and buildings	643 272	677 903
Accumulated depreciation (319 495) (315 326) Total infrastructure, plant and equipment excluding capital work in progress 225 194 219 497 Capital work in progress at cost 53 140 54 514	7B Infrastructure, plant and equipment		
Total infrastructure, plant and equipment excluding capital work in progress 225 194 219 497 Capital work in progress at cost 53 140 54 514		544 689	534 823
excluding capital work in progress 225 194 219 497 Capital work in progress at cost 53 140 54 514	·	(319 495)	(315 326)
		225 194	219 497
Total infrastructure, plant and equipment 278 334 274 011	Capital work in progress at cost	53 140	54 514
	Total infrastructure, plant and equipment	278 334	274 011

7. Non-Financial Assets continued

	2009	2008
	\$'000	\$'000
7C Intangibles (d)		
Computer software at cost	41 277	36 992
Accumulated amortisation	(26 838)	(23 374)
Total intangibles excluding		
capital work in progress	14 439	13 618
Capital work in progress at cost	3 233	2 067
Total intangibles	17 672	15 685

- (a) Freehold land and buildings are carried at the Directors' determination of fair value based on independent valuations, where appropriate. This is determined by the original acquisition cost together with capital expenditure since acquisition or latest full independent valuation. Valuations were undertaken for freehold land and buildings as at 31 March 2009 in accordance with the revaluation policy stated in Note 1.21: Property (Land and Buildings), Infrastructure, Plant and Equipment, and were completed by independent valuers, McGees Property.
- (b) Land includes assets classified as held for sale relating to the ABC's Brisbane site at 600 Coronation Drive, Toowong. In December 2008, the ABC formally appointed Colliers International as agent to sell the site. Separately disclosing the value of the Toowong site and other related information in the 30 June 2009 Financial Statements may compromise the sale process, therefore the carrying amount of the asset is included in total land and buildings above.
- (c) Leasehold buildings and improvements and Infrastructure, plant and equipment are carried at the Directors' determination of fair value in accordance with the revaluation policy stated in Note 1.21: Property (Land and Buildings), Infrastructure, Plant and Equipment.
- (d) The Corporation holds the right to use licences provided by the Australian Government in the broadcast of analog and digital television and radio. These are held at fair value and due to the conditions attached to these licences, which are asset specific, their fair value is determined on the basis of discounted future cash flows. The Corporation has assessed its licences and considers that their fair value is Nil.

Notes to and Forming Part of the Financial Statements for the year ended 30 June 2009



7. Non-Financial Assets continued

Reconciliation of the opening and closing balances of property, infrastructure, plant and equipment and intangibles (2008–09)

	Land \$'000	Buildings on freehold land \$'000	Leasehold buildings and improve- ments \$'000	Total Buildings \$'000	Total land and buildings \$'000	Infra- structure, plant and equipment \$'000	Intangibles \$'000	Total \$′000
As at 1 July 2008								
Gross book value	186 673	460 468	27 537	488 005	674 678	534 823	36 992	1 246 493
Accumulated depreciation and amortisation	-	=	(414)	(414)	(414)	(315 326)	(23 374)	(339 114)
Net book value 1 July 2008	186 673	460 468	27 123	487 591	674 264	219 497	13 618	907 379
Additions	1 453	3 844	2 629	6 473	7 926	55 076	4 378	67 380
Net revaluation increment/ (decrement)	(15 759)	15 741	(5 340)	10 401	(5 358)	-	-	(5 358)
Depreciation and amortisation	(46)	(32 129)	(4 790)	(36 919)	(36 965)	(44 742)	(3 521)	(85 228)
Write-down and impairment	-	(135)	-	(135)	(135)	(1 092)	-	(1 227)
Disposals	-	(136)	(10)	(146)	(146)	(3 545)	(36)	(3 727)
Net book value 30 June 2009	172 321	447 653	19 612	467 265	639 586	225 194	14 439	879 219
Net book value as at 30 June 2009 represented by:								
Gross book value Accumulated depreciation	172 367	470 042	31 562	501 604	673 971	544 689	41 277	1 259 937
and amortisation	(46)	(22 389)	(11 950)	(34 339)	(34 385)	(319 495)	(26 838)	(380 718)
Closing net book value 30 June 2009	172 321	447 653	19 612	467 265	639 586	225 194	14 439	879 219

7. Non-Financial Assets continued

Reconciliation of the opening and closing balances of property, infrastructure, plant and equipment and intangibles (2007–08)

	Land \$'000	Buildings on freehold land \$'000	Leasehold buildings and improve- ments \$'000	Total Buildings \$'000	Total land and buildings \$'000	Infra- structure, plant and equipment \$'000	Intangibles \$'000	Total \$'000
As at 1 July 2007								
Gross book value Accumulated depreciation	158 956	615 881	36 306	652 187	811 143	514 824	31 818	1 357 785
and amortisation	(163)	(284 536)	(18 395)	(302 931)	(303 094)	(295 386)	(20 531)	(619 011)
Net book value 1 July 2007	158 793	331 345	17 911	349 256	508 049	219 438	11 287	738 774
Additions	-	10 764	7 143	17 907	17 907	40 922	5 562	64 391
Net revaluation increment	43 368	141 602	5 107	146 709	190 077	-	-	190 077
Depreciation and amortisation	(41)	(20 741)	(2 563)	(23 304)	(23 345)	(40 128)	(3 015)	(66 488)
Write-down and impairment	(447)	-	-	-	(447)	(14)	-	(461)
Disposals	-	-	(475)	(475)	(475)	(3 223)	(216)	(3 914)
Transfers and reclassifications	(15 000)	(2 502)	-	(2 502)	(17 502)	2 502	-	(15 000)
Net book value 30 June 2008	186 673	460 468	27 123	487 591	674 264	219 497	13 618	907 379
Net book value as at 30 June 2008 represented by:								
Gross book value	186 673	460 468	27 537	488 005	674 678	534 823	36 992	1 246 493
Accumulated depreciation and amortisation	_	-	(414)	(414)	(414)	(315 326)	(23 374)	(339 114)
Closing net book value 30 June 2008	186 673	460 468	27 123	487 591	674 264	219 497	13 618	907 379

Table B Assets under construction

	Land \$'000	Buildings on freehold land \$'000	Leasehold buildings and improve- ments \$'000	Total Buildings \$'000	Total land and buildings \$'000	Infra- structure, plant and equipment \$'000	Intangibles \$'000	Total \$'000
Carrying amount at 30 June 2009	-	1 390	2 296	3 686	3 686	53 140	3 233	60 059
Carrying amount at 30 June 2008	1 680	1 681	278	1 959	3 639	54 514	2 067	60 220



7. Non-Financial Assets continued

	2009 \$'000	2008 \$'000
7D Inventories Retail		
Inventory held for sale	12 584	13 707
Provision for stock obsolescence	(112)	(6)
Total retail	12 472	13 701
Broadcasting consumables		
Inventory not held for sale at cost	68	79
Total broadcasting consumables	68	79
TV programs held for distribution		
Purchased	31 976	32 337
Produced	31 865	26 735
In progress	14 189	15 454
Total TV programs held for distribution	78 030	74 526
Total inventories	90 570	88 306
Inventories are categorised as follows:		
Current	84 996	79 284
Non-current	5 574	9 022
Total inventories	90 570	88 306

During 2009, \$45 681 910 (2008 \$46 473 289) of inventory held for sale was recognised as an expense.

During 2009, \$5 398 753 (2008 \$7 438 001) of inventory held for distribution was recognised as an expense.

7E Other non-financial assets		
Prepaid property rentals	9	74
Prepaid royalties	8 911	5 535
Other prepayments	8 975	9 112
Total other non-financial assets	17 895	14 721
Other non-financial assets are categorised as follows:		
Current	14 528	13 291
Non-current Non-current	3 367	1 430
Total other non-financial assets	17 895	14 721
7F Assets classified as held for sale		
Land and buildings at carrying value	_	15 000
Total assets classified as held for sale	_	15 000

The asset held for sale in 2008 related to the ABC's former Perth site at 187 Adelaide Terrace. The site was sold during the year and further information is included in Note 4E: Net gain/(loss) from disposal of assets.

8. Payables

	Notes	2009 \$'000	2008 \$'000
8A Suppliers	<u> </u>		
Trade creditors	12	55 935	66 284
	12		
Total suppliers		55 935	66 284
Suppliers are categorised as follows:			
Current		55 930	66 279
Non-current		5	5
Total suppliers		55 935	66 284
8B Other			
Interest payable	12	17	20
Other payables	12	10 908	2 474
Salaries and wages	12	18 321	15 261
Superannuation	12	241	256
Unearned revenue	12	14 655	9 010
Total other		44 142	27 021
Other is categorised as follows:			
Current		42 335	26 271
Non-current		1 807	750
Total other		44 142	27 021
Total payables		100 077	93 305

Other payables include forward exchange contracts held as cash flow hedges of \$57 982 (2008 \$34 730) and forward exchange contracts at fair value through profit or loss of \$42 232 (2008 \$82 850).

9. Interest-Bearing Liabilities

		2009	2008
	Notes	\$'000	\$'000
9A Loans			
Loans from Government	12	56 500	80 000
Total loans		56 500	80 000
Maturity schedule for loans:			
Payable within one year		25 500	23 500
Payable in one to five years		31 000	56 500
Total loans		56 500	80 000

The loans are provided on a long term fixed interest rate basis at a weighted average interest rate of 5.29% (2008 5.39%). The loans are to be repaid in full on maturity, the dates of which range between 2010 and 2012. Interest is payable annually in arrears.



10. Provisions

	2009 \$'000	2008 \$'000
10A Employees		
Annual leave	48 910	47 166
Long service leave (a)	71 976	67 611
Total employees	120 886	114 777
(a) Independent actuarial valuations for the Corporation were performed by Professional Financial Consulting Pty Ltd (as at 30 June 2009).		
Employees categorised as follows:		
Current	105 776	58 030
Non-current	15 110	56 747
Total employees	120 886	114 777

The classification of current includes amounts for which there is not an unconditional right to defer settlement by one year, hence in the case of employee provisions the above classification does not represent the amount expected to be settled within one year of reporting date. Employee provisions expected to be settled in one year **\$43 302 000** (2008 \$39 772 000), in excess of one year **\$77 584 000** (2008 \$75 005 000).

10B Other Make good	1 127	_
Total other	1 127	_
Other categorised as follows:		
Current	862	_
Non-current Non-current	265	_
Total other	1 127	_

During the year, the Corporation provided for make good to leased premises for the first time in relation to its obligations under lease agreements.

11. Cash Flow Reconciliation

	2009 \$'000	2008 \$'000
Reconciliation of cash and cash equivalents between Balance Sheet and Cash Flow Statement		
Cash and cash equivalents per:		
Cash Flow Statement	8 154	5 897
Balance Sheet	8 154	5 897
Difference	_	_
Reconciliation of operating surplus to net cash from operating activities		
Operating surplus	13 878	12 213
Depreciation of fixed assets	81 707	63 473
Amortisation of intangibles	3 521	3 015
Transfer to employee entitlement provisions	6 109	11 414
Transfer to other provisions	1 127	_
Other revenue	(1 853)	_
Impairment of:		
– receivables and advances	996	944
– land and buildings	135	447
– infrastructure, plant and equipment	1 092	14
– inventories	1 216	1 879
(Gain)/loss from disposal of assets	(17 771)	3 651
Unrealised foreign exchange loss	176	_
Changes in assets and liabilities		
Increase/(decrease) in receivables	8 558	(5 384)
Decrease/(increase) in accrued revenue	2 415	(1 264)
(Decrease)/increase in prepayments	(3 174)	3 153
Increase in inventories	(3 480)	(4 230)
(Decrease)/increase in supplier payables	(17 238)	7 579
Increase in other payables	9 364	3 635
Net cash from operating activities	86 778	100 539



12. Financial Instruments

12.1 Capital Risk Management

The Corporation manages its capital to ensure that it is able to continue as a going concern through aligning operations with Government funded objectives. The Corporation's overall strategy remains unchanged from previous years with borrowings limited to those disclosed in Note 9: Interest Bearing Liabilities and operating and financing cash flows used to manage operations and make loan repayments.

12.2 Categories of Financial Instruments

The categories of this area instrument		2000	2000
	AL .	2009	2008
	Notes .	\$'000	\$'000
12.2A Categories of Financial Instruments			
Financial assets			
Cash and cash equivalents	6A	8 154	5 897
Goods and services receivables (net)	6B	12 128	13 760
Held to maturity financial assets	6B	141 300	124 142
Net GST receivable	6B	4 079	6 652
Other receivables	6B	2 151	7 542
Accrued revenue	6C	9 126	11 541
Carrying amount of financial assets		176 938	169 534
et a control transfer a			
Financial liabilities	0.4	FC F00	00.000
Loans from Government	9A	56 500	80 000
Trade creditors	A8	55 935	66 284
Interest payable	8B	17	20
Other payables	8B	10 908	2 474
Salaries and wages	8B	18 321	15 261
Superannuation	8B	241	256
Unearned revenue	8B	14 655	9 010
Carrying amount of financial liabilities		156 577	173 305
12.2B Net Income and Expense from Financial Ass	ote and Liabilities		
Net income from financial assets	sets and Liabilities		
Interest	4B	11 072	13 295
Net foreign exchange gain/(loss)	4D	625	(935)
	٠.		
Total net income from financial assets		11 697	12 360
Net expense related to financial liabilities			
Finance costs	5E	4 319	5 673
Total net expense related to financial liabilities		4 319	5 673
iotal fiet expense related to infalled liabilities		7 3 1 3	3 0,3

12.3 Financial Risk Management

The Corporation's financial risk management policies and procedures are established to identify and analyse the risks faced by the Corporation, to set appropriate risk limits and controls to monitor risks and adherence to limits. The Corporation's policies are reviewed regularly to reflect changes in the Corporation's activities. There has been no change in the policies from the previous period. Compliance with policies and exposure limits are reviewed by the Corporation's internal auditors on a continuous basis.

To meet the Corporation's financial risk management objectives, surplus cash has been invested into short term, highly liquid investments with maturities at acquisition date of greater than three months. These investments are included as "other receivables".

12.3 Financial Risk Management continued

The Corporation's Treasury function provides advice and services to the business, coordinates access to foreign currency contracts and monitors and assesses the financial risks relating to the operations of the Corporation through internal risk reports.

Where appropriate, the Corporation seeks to minimise the effects of its financial risks by using derivative financial instruments to hedge its risk exposures. The use of financial derivatives is governed by the Corporation's policies as approved by the Board of Directors, which provide written principles on foreign exchange risk, credit risk, the use of financial derivatives and investment of funds.

The Corporation does not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

12.4 Market Risk

Market risk includes foreign currency risk, which is detailed in Note 12.5: Foreign Currency Risk, and interest rate risk, which is detailed in Note 12.7: Interest Rate Risk.

The Corporation is not exposed to any other price risk on financial instruments.

12.5 Foreign Currency Risk

Foreign currency risk refers to the risk that the fair value or future cash flows of a financial instrument will fluctuate due to the changes in foreign exchange rates.

The Corporation's activities expose it primarily to the financial risk of changes in foreign currency exchange rates arising from transactions and assets and liabilities that are denominated in a currency that is not Australian dollars. The Corporation enters into forward exchange contracts to hedge the foreign exchange rate risk arising from some of these transactions.

The Corporation is exposed to foreign currency denominated in United States Dollar (USD), Great British Pounds (GBP) and Euro (EUR).

The following table details the effect on the profit and equity as at 30 June from a 12% favourable/unfavourable change in the rate of the AUS dollar against the currencies to which the Corporation is exposed, with all other variables held constant.

Foreign Currency Sensitivity

for the year ended 30 June

	2009 \$'000	2009 \$'000	2008 \$'000	2008 \$'000
Foreign Currency outstanding positions at 30 June	Profit and	Equity	Profit and	Equity
	Loss		Loss	
USD				
AUD / USD +12%	(341)	(24)	(281)	(10)
AUD / USD -12%	341	24	281	10
GBP AUD / GBP +12% AUD / GBP -12%	(210) 210	(6) 6	(221) 221	_ _
EUR				
AUD / EUR +12%	(110)	(9)	(111)	_
AUD / EUR –12%	110	9	111	_

The impact on the Corporation's surplus is not material.



12.6 Hedging Instruments

Specific Hedges

The Corporation enters into forward exchange contracts to cover specific foreign currency payments when exposures of \$50,000 or greater (equivalent) are entered into under a firm contract for goods or services involving a specific foreign currency amount and payment date. Exposures are covered if they fall within a set period, which can generally be a minimum of 3 months or maximum of 6 months subject to market conditions.

The net loss of \$39 383 (2008 \$21 584) on specific hedges of anticipated foreign currency purchases from July 2008 to June 2009 has been recognised at balance date in the Statement of Changes in Equity. The Corporation's cash flow hedges were all effective.

The following table sets out the gross value to be received under forward exchange contracts, the weighted average contracted exchange rates and the settlement periods of outstanding contracts for the Corporation.

	Sell Australian Dollars		Average Exchange		
	2009	2008	2009	2008	
	\$'000	\$'000			
Buy USD					
Less than 1 year	1 295	2 087	0.7423	0.9094	
Buy GBP					
Less than 1 year	51	849	0.4927	0.4709	
Buy EUR					
Less than 1 year	73	82	0.5617	0.6111	

General Hedges

The Corporation also enters into forward exchange contracts to cover foreign currency payments when exposures less than \$50 000 (equivalent) of a recurrent nature and with varying foreign currency amounts and payment dates are incurred. General cover is generally held between 40% to 60% of estimated exposures for USD, GBP and EUR subject to market conditions.

At balance date, the Corporation held forward exchange contracts to buy USD, GBP and EUR. Gains/losses arising from general hedges outstanding at year end have been recognised in the Income Statement. The net gain of \$52 528 (2008 net loss \$41 669) on general hedges of anticipated foreign currency purchases from July 2008 to June 2009 has been recognised at balance date in the Income Statement.

12.7 Interest Rate Risk

Interest rate risk refers to the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Corporation is not exposed to interest rate risk on borrowings, as all borrowings are at fixed interest rates. The Corporation derives interest revenue from funds invested, which is impacted by interest rate fluctuations. Although, the Corporation is not dependent on interest revenue to continue operations, a 0.75% decrease in the interest rate would result in a decrease in interest revenue of \$1 600 698 (2008 \$1 385 136) and a 0.75% increase in the interest rate would result in an increase in interest revenue of \$1 600 698 (2008 \$1 385 136). The change in interest revenue is proportional to the change in interest rates.

12.8 Liquidity Risk

Liquidity risk is the risk that the Corporation will encounter difficulty in meeting obligations associated with financial liabilities.

The Corporation is dependent upon indirect revenue from Government. In excess of 79% (2008 78%) of normal activities are funded in this manner, and without these appropriations the Corporation would be unable to meet its obligations.

12.8 Liquidity Risk continued

Maturities for financial liabilities

	Carrying Amount	Contractua Cash Flows	l 1 year or less	1 to 5 years
	\$'000	\$'000	\$'000	\$'000
2009				
Financial liabilities				
Loans from Government	56 500	57 841	26 051	31 790
Trade creditors	55 935	55 935	55 935	_
Interest payable	17	17	17	_
Other payables	10 908	10 908	10 431	477
Salaries and wages	18 321	18 321	18 321	_
Superannuation	241	241	241	_
Unearned revenue	14 655	14 655	13 325	1 330
Total financial liabilities	156 577	157 918	124 321	33 597
2008				
Financial liabilities				
Loans from Government	80 000	89 250	28 342	60 908
Trade creditors	66 284	66 284	66 284	_
Interest payable	20	20	20	_
Other payables	2 474	2 474	2 152	322
Salaries and wages	15 261	15 261	15 261	_
Superannuation	256	256	256	_
Unearned revenue	9 010	9 010	8 582	428
Total financial liabilities	173 305	182 555	120 897	61 658

There are no financial liabilities with maturities of more than 5 years.

Loans from Government are provided on a long-term, fixed interest rate basis.

12.9 Credit Risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Corporation.

Credit risk arises from the financial assets of the Corporation, which comprise cash and cash equivalents, trade and other receivables, available-for-sale financial assets and derivative instruments.

The Corporation has adopted a policy of only dealing with credit worthy counterparties and obtaining collateral where appropriate, as a means of mitigating the risk of financial loss from defaults. The Corporation undertakes credit ratings assessments through independent ratings agencies and if not available, uses publicly available financial information and its own trading record to rate customers.

The Corporation manages its credit risk by undertaking credit checks on customers who wish to take on credit terms. The Corporation has policies that set limits for each individual customer. Ongoing credit evaluation is performed on the financial condition of accounts receivable.

The Corporation has no material concentration of credit risk with any single customer as the Corporation has a large number of customers spread across a range of industries and geographical areas.

The credit risk arising from dealings in financial instruments is controlled by a strict policy of credit approvals, limits and monitoring procedures. Credit exposure is controlled by counterparty limits that are reviewed and approved by the Board of Directors.



12.9 Credit Risk continued

The Corporation does not have any significant credit risk exposure to any single counterparty. The credit risk on liquid funds and derivative financial instruments is limited because the counterparties are banks with high credit ratings assigned by international credit rating agencies.

The Corporation's maximum exposure to credit risk at reporting date in relation to each class of recognised financial assets is the carrying amount, net of allowance for doubtful debts, of those assets as indicated in the Balance Sheet.

Credit exposure of foreign currency and interest rate bearing investments is represented by the net fair value of the contracts, as disclosed.

	Not Past	Not Past	Past	Past
	Due nor	Due nor	Due or	Due or
	Impaired	Impaired	Impaired	Impaired
	2009	2008	2009	2008
Categories of financial instruments	\$'000	\$'000	\$'000	\$'000
Financial assets				
Cash and cash equivalents	8 154	5 897	_	_
Goods and services receivables	7 124	7 768	5 004	5 992
Held to maturity financial assets	141 300	124 142	_	_
Net GST receivable	4 079	6 652	_	_
Other receivables	2 151	7 542	_	_
Accrued revenue	9 126	11 541	_	_
Carrying amount of financial assets	171 934	163 542	5 004	5 992

Ageing of financial assets that are past due but not impaired

	0 to 30 days	31 to 60 days	61 to 90 days	90 plus days	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
2009					
Financial assets					
Goods and services receivables	2 509	780	242	1 473	5 004
Total past due financial assets	2 509	780	242	1 473	5 004
2008 Financial assets					
Goods and services receivables	4 134	901	175	782	5 992
Total past due financial assets	4 134	901	175	782	5 992

12.10 Net Fair Values of Financial Assets and Liabilities

The following methods and assumptions were used to estimate the net fair values:

Cash, receivables, payables and short term borrowings

The carrying amount approximates the net fair value because of the short term maturity.

Loans from Government

The net fair values of long term borrowings are estimated using discounted cash flow analysis, based on current interest rates for liabilities with similar risk profiles.

12.10 Net Fair Values of Financial Assets and Liabilities continued

Forward exchange contracts

The net fair values of forward exchange contracts are taken to be the unrealised gain or loss at balance date calculated by reference to current forward exchange rates for contracts with similar maturity profiles.

	Carrying	Carrying Amount		ir Value
	2009 \$'000	2008 \$'000	2009 \$'000	2008 \$'000
Financial Assets Forward exchange contracts	(92)	(63)	(92)	(63)
Financial Liabilities Loans from Government	56 500	80 000	57 841	76 500
_				

13. Contingent Assets and Liabilities

	2009	2008
	\$'000	\$'000
Quantifiable Contingencies		
Contingent liabilities		
Other guarantees (a)	1 185	1 150
Total contingent liabilities	1 185	1 150

⁽a) The Corporation has provided guarantees and an indemnity to the Reserve Bank of Australia in support of bank guarantees required in the day to day operations of the Corporation.

Unquantifiable Contingencies

In the normal course of activities, claims for damages and other recoveries have been lodged at the date of this report against the Corporation and certain of its officers. The Corporation has disclaimed liability and is actively defending these actions. It is not possible to estimate the amounts of any eventual payments which may be required or amounts that may be received in relation to any of these claims.

The Corporation has no material contingent assets as at 30 June 2009 (2008 Nil).

14. Directors' Remuneration

	2009 \$	2008
Remuneration received or due and receivable by Directors of the Corporation	987 429	1 051 897
The number of Directors of the Corporation included in these figures are shown below in the relevant remuneration bands:	Number	Number
\$ Nil - \$ 14 999	2	_
\$ 30 000 - \$ 44 999	_	1
\$ 45 000 - \$ 59 999	4	5
\$ 135 000 - \$ 149 999	1	_
\$ 150 000 - \$ 164 999	_	1
\$ 600 000 - \$ 614 999	_	1
\$ 645 000 - \$ 659 999	1	_
Total number of Directors of the Corporation	8	8

Included in remuneration is fringe benefits tax paid or payable to the ATO. Also included are eligible termination payments where applicable and performance payments paid or payable.



15. Related-Party Disclosures

Directors of the Corporation

The Directors of the Corporation during the year were:

- Maurice Newman AC (Chairman)
- Mark Scott (Managing Director)
- Dr Janet Albrechtsen
- Peter Hurley
- Steven Skala
- Keith Windschuttle
- Michael Lynch (Appointed 27 March 2009)
- Dr Julianne Schultz (Appointed 27 March 2009)

The aggregate remuneration of Directors is disclosed in Note 14: Directors' Remuneration.

Transactions with entities in the wholly owned group

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

Music Choice Australia Pty Ltd and The News Channel Pty Limited

The companies are wholly owned subsidiaries of the Corporation that did not trade during the 2008–09 financial year.

The Corporation provided secretarial and accounting services for Music Choice Australia Pty Ltd and The News Channel Pty Limited during the year free of charge.

Transactions with Joint Venture Entities

Freeview Australia Limited

Freeview Australia Limited (Freeview) is a joint venture between eight parties, comprising Australia's free-toair national and commercial television broadcasters. Freeview has been set up to promote consumer adoption of free-to-air digital television within Australia. The ABC holds 160 shares (16%) in Freeview with four other broadcasters each also holding a 16% share in Freeview with the remaining shares being held by a further three broadcasters.

Two ABC employees are directors of Freeview with one also the Chairman of the Freeview Board. Neither is remunerated nor do they receive any other benefits from Freeview.

The ABC contributes towards the operational costs of Freeview in proportion to its shareholding, and may also provide other operational services to Freeview from time to time. The ABC does not expect to receive any material income from Freeview. As at 30 June 2009, the Corporation had contributed \$420 640 towards the operational costs of Freeview. These costs do not constitute a contribution of capital and have been recognised directly in the Corporation's Income Statement.

National DAB Licence Company Limited

The Corporation has entered into a joint venture with SBS to hold the digital radio multiplex licence. A joint venture entity, National DAB Licence Company Limited was established on 20 March 2009 and both parties have an equal share. The company's first financial year will end on 30 June 2010.

Two ABC employees are directors of National DAB Licence Company Limited. Neither is remunerated nor do they receive any other benefits from National DAB Licence Company Limited.

As at 30 June 2009, the ABC has not entered into any material transactions with National DAB Licence Company Limited. The Corporation's equity interest as at 30 June 2009 was Nil.

ACN 137 880 758 Ptv Limited

The Corporation and WIN Television Network Pty Ltd (WIN) have agreed to enter into a joint venture to build a custom designed play-out facility for television presentation. A joint venture entity, ACN 137 880 758 Pty Limited was incorporated on 24 June 2009 and both parties have an equal share. The company's first financial year will end on 30 June 2010.

Two ABC employees are directors of ACN 137 880 758 Pty Limited. Neither is remunerated nor do they receive any other benefits from ACN 137 880 758 Pty Limited.

As at 30 June 2009, no material transactions were entered into with ACN 137 880 758 Pty Limited and the Corporation's equity interest was Nil. However, a number of commitments exist and are disclosed in the Schedule of Commitments.

16. Officers' Remuneration

	2009 \$	2008
The aggregate amount of total remuneration of Officers shown is:	2 217 196	1 809 969
The number of Officers who received or were due to receive total remuneration of \$130 000 or more:	Number	Number
\$325 000 - \$339 999	1	1
\$340 000 - \$354 999	1	3
\$370 000 – \$384 999	1	_
\$385 000 – \$399 999	_	1
\$415 000 – \$429 999	1	_
\$715 000 – \$729 999 (includes separation payment)	1	
Total	5	5

Officers' remuneration includes all officers concerned with or taking part in the management of the Corporation, except the Managing Director. Details in relation to the Managing Director have been incorporated in Note 14: Directors' Remuneration.

Separation Payment

The total remuneration of Officers disclosed above includes a separation payment totalling \$516,795 (2008 Nil).

17. Auditor's Remuneration

	2009	2008
	\$	\$
Remuneration to the Auditor-General for auditing the		
financial statements for the reporting period	215 000	251 117

KPMG has been contracted by the Australian National Audit Office to provide audit services to the Corporation on their behalf. Fees for these services are included in the above. In addition, the external auditors have earned \$7 232 (2008 \$11 590) where separately contracted by the Corporation



18. Assets Held in Trust

	2009	2008	
	\$	\$	
The Corporation is trustee for a foundation	lan	Reed	
with accumulated funds at 30 June as follows:	Foundation		
Balance carried forward from previous year	575 870	568 385	
Interest received	12 951	18 273	
Available for payments	588 821	586 658	
Payments	(7)	(10 788)	
Fund closing balance	588 814	575 870	

Monies were received under formal trust arrangements. These trusts are independently managed in accordance with the terms of the trusts and the funds are held in authorised trustee investments. These funds are not available for other purposes of the Corporation and are not recognised in the financial statements.

19. Controlled Entities

	Place of incorporation	Beneficial percentage held by economic entity			
		2009	2008		
Ultimate parent entity: Australian Broadcasting Corporation					
Controlled entities of Australian Broadcasting Corporation:					
Music Choice Australia Pty Ltd	Australia	100%	100%		
The News Channel Pty Limited	Australia	100%	100%		

Music Choice Australia Pty Ltd and The News Channel Pty Ltd have been dormant since 2000 and did not trade in the 2008–09 financial year.

As a result, consolidated financial statements for the ABC Group have not been presented as the operations and results of the Corporation are reflective of those of the consolidated entity.

20. Reporting by Outcomes

The Corporation is structured to meet three outcomes:

Outcome 1

Audiences throughout Australia—and overseas—are informed, educated and entertained.

Outcome 2

Australian and international communities have access to at least the scale and quality of satellite and analog terrestrial radio and television transmission services that existed at 30 June 2003.

Outcome 3

The Australian community has access to ABC digital television services in accordance with approved digital implementation plans.

Note 20A—Net Cost of Outcome Delivery

	Outcome 1		Outc	ome 2	Outco	ome 3	Total	
	2009 \$'000	2008 \$'000	2009 \$'000	2008 \$'000	2009 \$'000	2008 \$'000	2009 \$'000	2008 \$'000
Departmental expenses	921 304	883 378	90 603	85 445	76 628	72 568	1 088 535	1 041 391
Total expenses	921 304	883 378	90 603	85 445	76 628	72 568	1 088 535	1 041 391
Other external income								
Departmental								
Sale of goods and services	184 898	176 142	_	-	-	-	184 898	176 142
Interest	11 072	13 295	-	-	-	-	11 072	13 295
Net gain from disposal of assets	17 771	(3 651)	_	-	-	-	17 771	(3 651)
Other	30 233	33 828	_	-	28	27	30 261	33 855
Total departmental	243 974	219 614	_	-	28	27	244 002	219 641
Total other external income	243 974	219 614	-	-	28	27	244 002	219 641
Net cost/(contribution) of outcome	677 330	663 764	90 603	85 445	76 600	72 541	844 533	821 750



20. Reporting by Outcomes continued

Note 20B—Departmental Income and Expenses by Outcome Groups and Outputs

	Outcome 1					Outcome 2 O		Outcon	Outcome 3 (a)		Total	
	Output Group 1.1		Output Group 1.2		Output Group 1.3		Output Group 2.1		Output Group 3.1			
	2009 \$'000	2008 \$'000	2009 \$'000	2008 \$'000								
Operating expenses												
Employees	128 887	121 131	279 557	260 335	10 172	9 540	_	_	_	-	418 616	391 006
Suppliers	86 672	88 796	187 993	190 842	6 840	6 993	90 603	85 445	76 628	72 568	448 736	444 644
Depreciation and amortisation	26 241	20 598	56 916	44 268	2 071	1 622	_	_	_	-	85 228	66 488
Write-down and impairment of assets	1 059	1 017	2 296	2 187	84	80	_	_	_	-	3 439	3 284
Finance costs	1 330	1 757	2 884	3 778	105	138	_	-	_	-	4 319	5 673
Other	39 470	40 365	85 612	86 752	3 115	3 179	_	-	-	-	128 197	130 296
Total operating expenses	283 659	273 664	615 258	588 162	22 387	21 552	90 603	85 445	76 628	72 568	1 088 535	1 041 391
Funded by:												
Revenue from Government	232 966	227 239	432 640	422 006	17 778	17 341	90 671	87 317	84 356	80 060	858 411	833 963
Sale of goods and services	36 993	35 240	144 448	137 609	3 457	3 293	_	-	_	-	184 898	176 142
Interest	2 215	2 660	8 650	10 386	207	249	_	_	_	-	11 072	13 295
Net gain from disposal of assets	3 555	(730)	13 884	(2 853)	332	(68)	_	_	_	-	17 771	(3651)
Other	6 048	6 768	23 620	26 428	565	632	-	-	28	27	30 261	33 855
Total operating income	281 777	271 177	623 242	593 576	22 339	21 447	90 671	87 317	84 384	80 087	1 102 413	1 053 604

(a) The Corporation returned \$7 520 000 (2008 \$7 733 000) of previous years' revenue received from Government as a repayment of capital.

Output cost attribution

The ABC's price of outputs is determined through an attribution process that identifies those costs and revenues directly related to the provision of a particular output. Those support costs and revenues that can be attributed as directly supporting a particular output and other overhead costs and revenues are attributed across outputs on a notional basis. This attribution approach is applied fully in determining the price of outputs for Radio, Television and New Media within Outcome 1. The price of outputs for Outcome 2 and Outcome 3 consist entirely of direct costs, as these outcomes are comprised entirely of dedicated analog and digital transmission functions

20. Reporting by Outcomes continued

Note 20C—Departmental Assets and Liabilities by Outcome

	Outcome 1		Outc	ome 2	Outco	ome 3	Total	
	2009 \$'000	2008 \$'000	2009 \$'000	2008 \$'000	2009 \$'000	2008 \$'000	2009 \$'000	2008 \$'000
Assets								
Cash and cash equivalents	8 154	5 897	-	-	-	-	8 154	5 897
Receivables	147 096	140 171	4 410	4 344	8 152	7 581	159 658	152 096
Accrued revenue	9 126	11 541	_	-	-	-	9 126	11 541
Land and buildings	643 272	677 903	_	-	-	-	643 272	677 903
Infrastructure, plant and equipment	278 334	274 011	_	_	_	_	278 334	274 011
Intangibles	17 672	15 685	_	_	-	-	17 672	15 685
Inventories	90 570	88 306	_	_	-	-	90 570	88 306
Other non-financial assets	17 215	13 945	152	151	528	625	17 895	14 721
Assets classified as held for sale	-	15 000	-	-	-	_	_	15 000
Total assets	1 211 439	1 242 459	4 562	4 495	8 680	8 206	1 224 681	1 255 160
Liabilities								
Suppliers	55 184	65 798	-	1	751	485	55 935	66 284
Other payables	36 213	26 820	-	-	7 929	201	44 142	27 021
Loans	56 500	80 000	-	-	-	-	56 500	80 000
Provisions	122 013	114 777	-	-	-	-	122 013	114 777
Total liabilities	269 910	287 395	-	1	8 680	686	278 590	288 082

Output assets and liabilities attribution

The ABC's assets and liabilities are attributed to Outcome 1 unless they can specifically be attributed to Outcome 2 or Outcome 3.