



Annual Report 2007/08

“The future is not something we enter.
The future is something we create.”



“I wish I could just float away and change me life, but it ain’t that simple. You have to build back the respect that you lost; you have to prove you are now top; you have to gain courage to tell people your changed but most of you have to take a good hard look at your self and say I can do it not just say it - mean it.”

Sean, a past Young Men’s Program participant



Issues for our youth

- In Victoria, children aged 10 to 19 were responsible for more than 25 per cent of serious crime. ¹
- Among young Australians aged 12 to 25 years, depression is the most common mental health problem. ²
- About 20 percent of Australians will experience a mental illness at some stage of their lives and most will develop it between the ages of 15 and 24. ³
- In 2007 there were 526,000 15 to 24 year olds not in full-time learning or full-time work. ⁴
- Only 51 percent of homeless youth in Victoria stay within the school system - homelessness has a significant impact on finishing their education, finding a job and earning money. ⁵
- The estimated cost of keeping a young person in detention is \$567 per day. ⁶
- Early school leavers aged 15 to 24 are two and a half times more likely to be unemployed and seeking full-time work compared to those who had completed Year 12. ⁷



Contents Page

- Chairman’s message
- CEO’s message
- About Evolve at Typo Station (Evolve)
- Highlights of 2007/2008
- Evolve’s programs:
 - Young Men’s Program
 - Leadership and Development Program
 - Evolving Leadership - Police Program
 - Alternative Education Program
 - Pathways Transition to Employment - Connectus
- The road ahead
- Our financials

Our Vision and Values

Our vision and our values underpin the way our people engage with their work, one another, our young people and the environment.

Vision: Our vision is to provide a supportive environment for disadvantaged young people to evolve into strong, caring and purposeful individuals.

Values

Integrity: Honest, consistent

Respect: Acceptance of diversity, trust, responsibility, reliability

Compassion: Intrinsic worth of people, supportive, empathetic

Aspiration: Creating & constructing, having expectations, courageous

Wellness: Growth, resilience, sustainability



“It has been a great year and as I look back on my report to you in 2007, it is pleasing to see that we have achieved much of what we were planning at that time.”

Chairman's address

Friends

On behalf of the Board of Evolve at Typo Station (Evolve) it is a great privilege to present the Chairman's Report for the 2008 year.

It has been a great year and as I look back on my report to you in 2007, it is pleasing to see that we have achieved much of what we were planning at that time.

Our Financial Statements for the year to the 30th June 2008 are enclosed with this report and I commend them to you for your consideration. In the year our income increased by 75% to \$1.1m through the generous support of a number of key supporters as they committed to our new programs. As a result we were able to report a surplus of \$105,000 which in part will rectify the loss of \$60,815 from the previous year. This is a good result and one which will provide a good base for 2009.

As I write this, the world is in the midst of a serious re-adjustment in a number of financial markets. We have probably been through the eye of the storm, but as we come out the other side there will be further pain as the world adjusts to the new economic environment we shall inevitably face. Already it is apparent that the philanthropic sector has been hit hard as investment returns are diminished or even reversed. This will inevitably impact many of our supporters and provide further impetus for Evolve to achieve a more sustainable funding base. This is a strategy we have been working on for a number of years and it involves the development of a greater diversity of funding streams to support our work with disadvantaged youth.

It is wonderful to see Paul and his staff develop new and innovative programs which leverage off the successes of our signature Young Men's Program. Our experience working with

young people in our signature program for over fifteen years continues to inform and direct the other programs we are developing.

Last year I indicated that we were looking to strengthen the Board of Directors. As you will see from the Director's report, this year we have welcomed Joanne Ryan, Kevin Lynch, Jonathan Walter and Paul O'Shea who now join Adrian, Meena, Kate and myself around the Board table. Each Director brings a wealth of life and professional experience, but above all they all bring a passion to see disadvantaged youth given a better chance in life. I would like to thank Laura Thomas and Neil Waters from Egon Zehnder International who skilfully and patiently guided us through that process. We now have eight highly competent Directors to steer Evolve through this next phase of its development.

As a Board we take our responsibilities very seriously. We meet 11 times a year which includes a two-day retreat and each Director contributes individually outside the formal meetings to assist Paul and his team in specific areas of development. It is a privilege to serve alongside these great people and my heartfelt thanks goes out to all members of the Board for their tireless work and their passion for the young people we serve.

Lastly I would like to thank all of our supporters, whether staff, volunteers, trusts, foundations, corporates, individuals, Station Hands and the many Rotary, Church or other groups who have supported us over this last year. Without each one of you, we could not be able to impact the lives of the 200 young people we have worked with over the last year.

Jonathan Chapman
Chairman
Evolve at Typo Station



“I believe we are building a strong and sustainable base from which to operate and thank all the supporters for their continued interest and support. We look forward to a successful and productive 2008-09.”

CEO's message

Supporters and Friends,

In last year's message I concluded with the thought that we could look forward to a number of productive years. This optimistic outlook has resulted in a number of new initiatives, making our programming and resourcing more secure and our infrastructure more serviceable.

I am pleased to report that many of these things have occurred over the last 12 months. Jonathan has already indicated in his report the improved financial position that exists at the end of the 2007-08 financial year. Whilst we are grateful to be in this position, both the Board and I are under no illusion that there is still greater effort needed to ensure that we achieve a more sustainable future. It is our intention that resourcing from government, corporate and private sectors are more balanced. We are also looking at generating income from some of the intellectual property we believe we possess by constructing training programs that we will be able to market to those companies and institutions that can see a benefit in such a unique partnership. We believe these elements will secure our financial future into the long term.

We are very grateful that we have been able to secure longer-term staffing at the Station which has led to a more settled staff team and hence a better quality of program delivery. While our team is still very new in many ways, they are quickly developing skills across a wide range of areas that will put them in a better position. We have also been fortunate enough to have been able to appoint a number of quality staff into coordinator positions to service the new areas of programming. They are already returning outstanding results in the programs to which they are committed.

It was with some regret that in this financial year we bade farewell to Natalie Robbins who had worked at Typo Station and then Evolve for almost five years. We thank Natalie for her service and devotion. Natalie's resignation opened the door for the appointment of Sasha Molodtsov, who has come to us from KPMG, as our new Marketing and Development Manager.

Our program innovations identified last year continued to gain momentum. Whilst remaining committed to our signature Young Men's Program, we have been able to build new programs, which extend our reach and influence in the lives of many

more young people. New additions to our programs include a schools partnership, a Police Partnership out of Wodonga and a government-supported Connectus program also servicing the greater Wodonga area. We are also working with an alternative education setting in West Heidelberg. This adds an additional 130 young people to our client base and the Board has set a target of extending this to 400 by 2010.

The growth in programming, staff, finances and client numbers has presented its own challenges. With staff numbers now nearing twenty we have tried to ensure we have a close knit team that feels valued and enjoys working for Evolve.

Increased finances require greater governance and the Board has worked very hard to ensure that its oversight has kept pace with the developments. Typo Station is now an accredited camp with the Camping Association of Australia, which allows us to have school students on site and we are currently looking at implementing a Safeguarding Children Accreditation Program for all staff.

Building of the new ablution block was started in July through the efforts of the Shepparton Central Rotary Club and it is expected it will be completed by the end of 2008. The new accommodation huts are at the planning and building permit stage and it is hoped commencement will be in the near future. Thanks go to Cbus Property Development and BatesSmart Architects for their contributions thus far.

There is every reason to be optimistic about the future of Evolve. The Board has greatly contributed in this development and I would like to thank them for their support over the past twelve months. All Board members offer their time pro bono and work hard to ensure that the work at Evolve is supported as well as satisfying the best interests of the organisation.

I believe we are building a strong and sustainable base from which to operate and thank all the supporters for their continued interest and support. We look forward to a successful and productive 2008-09.

Paul Stolz
CEO
Evolve at Typo Station



About Evolve at Typo Station (Evolve)

Since 1993, Evolve has been committed to providing a supportive environment for disadvantaged young people to evolve into strong, caring and purposeful individuals.

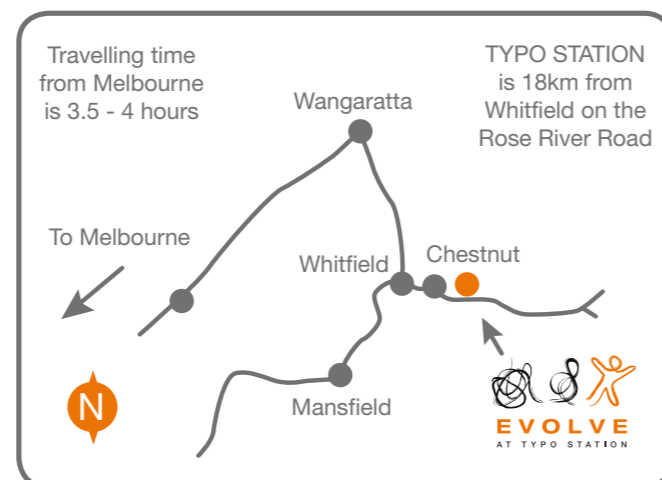
Based on early intervention, narrative and bush adventure therapy principles, Evolve offers its young people the following programs:

- A two-year journey for 14-17 year old young men experiencing difficulties at home and/or school;
- Applied leadership development programs for economically, socially and geographically disadvantaged young people, targeting students from Year 9-11;
- Tailored partnership programs with alternative education settings and agencies across Victoria, including the Police Community.

Typo Station

Typo Station is Evolve's rural property in the foothills of the Alpine National Park in North-East Victoria, which was founded in 1993 by Matt Pfahlert. Matt, the Rotary Club of Appin Park (in Wangaratta) and other service clubs and volunteers undertook a two-year property restoration (which continues today) to create an early intervention program for young men. Typo Station is the original name of the former grazing station, which is named after nearby Mt Typo.

Typo Station is the heart and soul of Evolve and is the centrepiece of our programs. Typo Station represents a 'hand up, not hand out' approach, with a 'no frills' pioneer living environment. For many of our young people, Typo Station acts as the catalyst for positive change.



Our organisation



Chairman: Jonathan Chapman

Jonathan is a Chartered Accountant who spent the first nine years of his working life with PriceWaterhouseCoopers in Melbourne and the UK. Following this he held a number of roles in commerce, the last being fourteen years as Managing Director of an investment and management company based in Melbourne.

Jonathan graduated from the Williamson Community Leadership Program in 1992 and it was during this time that his interest in community related pursuits really came to the fore. In 2002, after thirty years in professional and commercial roles, Jonathan had the opportunity to make a career switch into the not-for-profit sector when he was appointed Executive Minister at St Hilary's Anglican Church Kew. He has never looked back!!!

Adrian Finlayson

Adrian is CEO of Wishlist Holdings, a group that includes Australian brands such as wishlist.com.au, Accumulate, and evoucher.com.au. Previous business experience includes consulting with the Mitchell Madison Group in Australia and South Africa and Investment Banking with Firstcorp Merchant Bank in Johannesburg. Adrian holds an MBA and MSc from the University of Witwatersrand, Johannesburg.

Kevin Lynch

Kevin has over 30 years' experience in Human Resources with extensive experience in leadership development, culture change and employee engagement. Kevin is currently working for Incitec Pivot Pty Ltd as General Manager, Human Resources. Prior to this, he has held senior positions at AWB, Orica, Fletcher Jones and Deakin University. Kevin has an MBA and Bachelor of Social Science (Economics) from Deakin University. Kevin is married with three children.

Paul O'Shea

Paul has worked in management roles with the Victorian Government and in small business and most recently as a lawyer. Paul was a solicitor in private practice for 10 years and for the last 14 years was Group General Counsel at Transurban

Ltd. Paul is currently consulting on strategic aspects of legal, risk management and governance functions. Paul has degrees in Economics and Law.

Joanne Ryan

Joanne has a partner and three children. She is currently a State Secondary School Assistant Principal after 23 years as a teacher of English in the western suburbs of Melbourne.

Joanne has a Bachelor of Education/Arts from Melbourne University.

Meena Thuraisingham

Meena Thuraisingham runs a niche consulting practice, consulting for global organisations in the areas of Capability and Culture. Meena has also had many years experience in coaching and mentoring executives with high potential both in her corporate and consulting roles. Meena was involved in the start up of Melbourne Cares – a partnership between Business in the Community (UK) and the Committee for Melbourne. Meena was also on the advisory committee for FoodBank Victoria.

Jonathan Walter

Jonathan is the Head of the Middle School at Caulfield Grammar School and he co-ordinates the programs for over 900 students across the various campuses of the school. Jonathan has worked as an Outdoor Educator and classroom teacher in a variety of schools over the last 16 years, undertaking key roles in strategic direction and leadership. Jonathan has presented his ideas nationally and internationally, worked as an educational consultant and is regarded as a specialist in Experiential Education.

Kate Williams

Kate trained as a secondary school teacher and after teaching for several years moved into the corporate sector with IBM New Zealand. Kate switched into Marketing when she came to Australia and has had senior marketing roles with a number of financial institutions. Kate is currently taking a break from work before re-entering the workforce. Kate holds an MBA.

Evolve's 2007-08 highlights

1. Our New Brand

As of October 2007, Typo Station re-branded as Evolve at Typo Station. Our new logo is shown below.



To reflect our commitment to our history and our property, Typo Station, the new name and logo more accurately depicts our programs and our young people. It also achieved our aim to promote our vision: to provide a supportive environment for disadvantaged young people to evolve into strong, caring and purposeful individuals.

Evolve's new website can be found at www.evolve.org.au.

3. Typo Station Eco-Huts

As Evolve's programs and partnerships continue, so does the anticipation and excitement related to Evolve's new Eco-Huts, another pro-bono project sponsored by BatesSmart, Cbus Property and Multiplex.

The initial concept drawings by BatesSmart depict the rustic, sustainable design, which will feature solar power, passive heating and cooling, water saving and recycling. These elements will reflect a commitment to the architecture and ambience of the existing site.

This property development will create 30 additional beds, increasing the property's capacity to accommodate up to 250 young people at Typo Station in 2008-09.



4. The Resolution for a New Ablution

With the wonderful generosity and physical hard work of the local North-East community, Evolve's new ablution block is well underway.

The total value of the ablution block is \$100,000. This would not have been possible without the support of Stephenson & Turner Architects (design), the Shepparton Spring Fever Ball (\$20,000 donation), the Shepparton Central Rotary Club, the Hoo Hoo Club and the Brockhoff Foundation.



5. South Bank Market

As part of Evolve's Young Men's follow-up program, 'Market Enterprise', once again two separate groups of young men demonstrated their newly developed blacksmithing and joinery skills at the South Bank Market.

Stall features included bush stools, gift trays, picture frames, chopping boards, tables, candleholders, barbeque sets and fire-poker sets. The stall was a wonderful opportunity for the young men to experience positive change, increased self-esteem and entrepreneurship, to reflect on potential vocational pathways and goal achievement.

All profits resulting from sales are equally divided among the group, with each earning approximately \$100.



7. Pioneering Bush Fair in the Gourmet King Valley

Bush Fair is Evolve's annual community event held every October at Typo Station. Last year's Bush Fair was an all day and night affair, fun-filled with activities, demonstrations, stalls and entertainment.

Some highlights from Bush Fair included sheaf tossing, 'Typo Station' photographic exhibition, live entertainment including the Whitfield Primary School Choir, acrobatic performances, the debut of the Typo Station band 'The Corr Creekers', pioneer skills displays and gourmet King Valley delicacies. Thank-you to all our supporters in making this event a wonderful occasion.



2. Connectus Program

Evolve and the Department of Innovation, Industry and Regional Development (DIIRD) formed a partnership to assist in employment security. Transport and logistics, hospitality, outdoor recreation and business/administration sectors are some examples of where these partnerships exist.

Scheduled to commence in 2008-09, this program centres on some 40 young people, aged 17-20 in North East Victoria who are disengaged from family, education and the community. The aim is to assist them into sustainable employment, training or on-going education. The program will occur over an intense four-week training period and includes a five-day expedition, work skills, industry visits, the rudiments of work ethics and personal development.



6. Cooking up a Storm – Chef's Special

A group of participants from the Young Men's Program moved out of the pioneer workshops and into the kitchen, teaming up with one of Evolve's long time supporters, Barb Sartori, who is the owner and operator of the local King Valley restaurant, King Valley Cucina. As part of the highly valued follow-up program, our young men were invited back to the King Valley to develop skills in menu planning, food preparation and presentation, food hygiene and customer service.

With Barb's guidance and assistance, the young men planned, prepared and served a mouth-watering three-course meal to a dining room full of local supporters and patrons.



8. Inaugural Bush Breakfast

Beautiful native flowers and the scent of gum nuts set the scene for Evolve's inaugural Bush Breakfast at the Collingwood Town Hall in June 2008.

Bringing a taste of Typo Station to Melbourne, the purpose of the breakfast was to share information about issues facing our youth, raise funds for Evolve and introduce some of our young people to our supporters.

Past Young Men's Program participant, Trystan Ewing, described his battle with depression and trouble at school. Natarsha Deangelis, a current participant of our schools' Leadership and Development program, spoke enthusiastically of her journey with Evolve. Both Trystan and Natarsha conveyed to our guests a real understanding of how Evolve's programs assist young people in their growth and development. Evolve thanks guests, volunteers, sponsors, staff and speakers for their commitment and support on the day.



Evolve's programs

In Evolve's last Annual Report, we shared some program innovations that emanated from our successful signature program, The Young Men's Program, offering early intervention, mainstream education and program alternatives.

Each program Evolve conducts has the following objectives:

- Act as a catalyst and skills provider for the community and the young person to take a shared responsibility towards a more mutually constructive and positive future.
- Enhance young people's view of themselves and their expectations about future success.
- Help young people to develop better relationships and connections with family, peers and the community.
- Address problems in critical life skills, especially those related to education and vocation.
- Assist young people to continue successful participation in further education and training.
- Provide effective mentors.

Evolve's programs focus on positive behaviours, skills development and personal achievements, successfully re-engage young people into their homes, their schools and into the broader community.

Evolve is delighted to now be in the position to offer the following five programs:

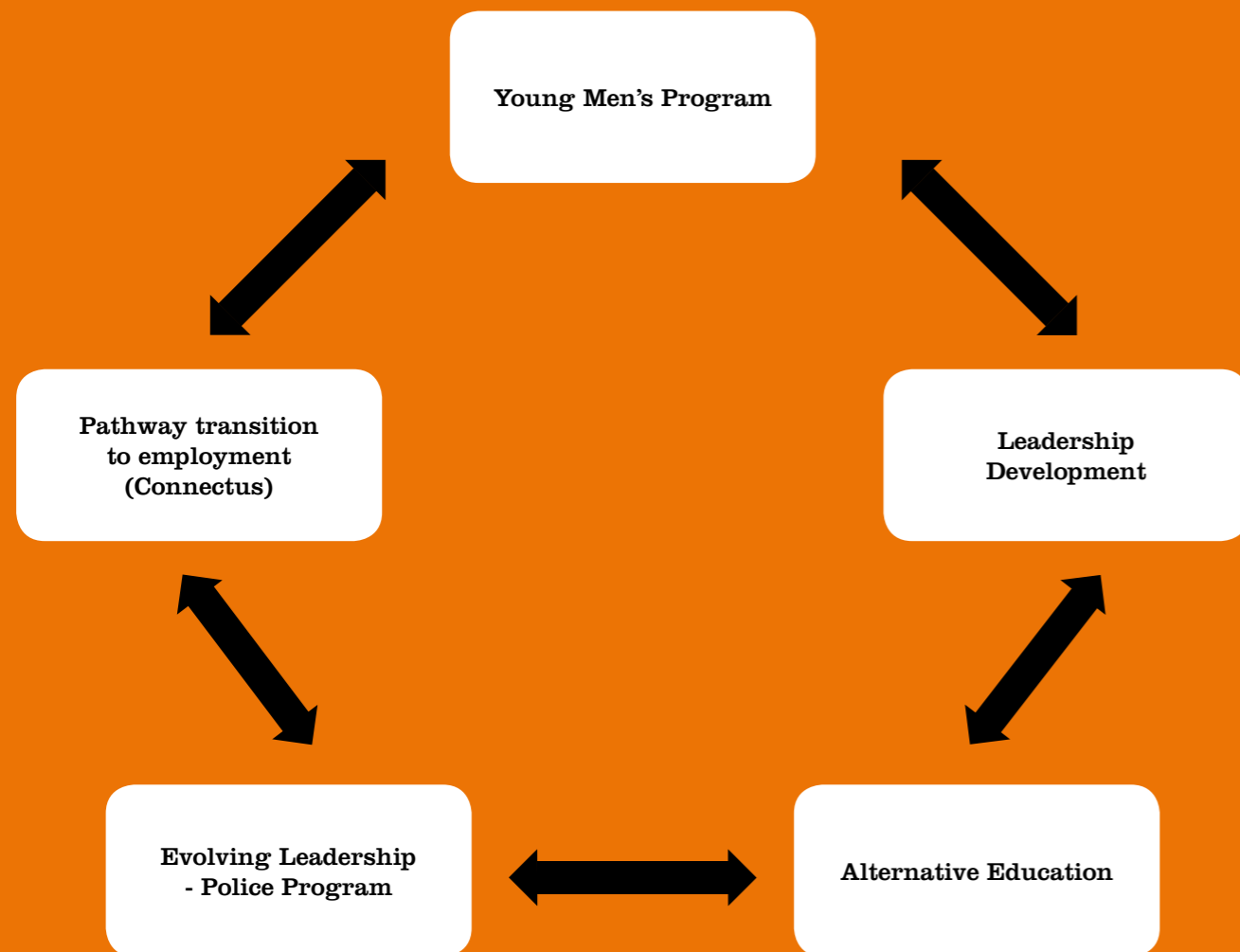


Figure 1: Evolve at Typo Station Programs



Young Men's Program

The Young Men's Program is Evolve's signature program. It is a voluntary early-intervention, life skills and alternate education program for young men, aged 14-17 years, from across Victoria and Southern NSW. This program incorporates simple pioneer living with practical activities, community involvement and ongoing constructive dialogue based on narrative therapy with young people who are experiencing difficulties at home, school and/or in the community.

The program consists of two parts:

- 1) a five-week residential stay at Typo Station
- 2) a two-year follow-up program.

The intake process is comprehensive to ensure that each young man is suitable to participate in the program.

Part one: Residence at Typo Station

The five-week Typo Station residential program is broken into three stages:

- 1) **Basic Skills Week** (introduction to the people and frameworks of the program)
- 2) **The Hike** (nine-day bush walking expedition in the Alpine region or Wyperfeld National Park).
- 3) **Station Life** (pioneer skills, working to a daily routine, personal development, team work)

Part two: Two-year follow-up program

Readjusting to everyday life at school, home and in the community after the five-week Typo Station experience can be challenging for the young men, their parents and teachers.

To ensure ongoing dialogue with the participants, the program includes outreach visits to home and school, parent dinners and regular telephone contact from Evolve. Staff members work with the young men to ensure that their achievements and the positive feelings of their bush experience are relevant to the 'real world'. Their contact is based on therapeutic support, participant goal setting and pathway planning.

The young men are also offered opportunities to return to Typo Station to reinforce past experiences and learnt skills and reconnect with Evolve and other program graduates. These opportunities are:

Toil & Spoil

An opportunity for young men to undertake a community service project and reap the rewards associated with hard work and giving back to the community. They are rewarded with fun activities such as white-water rafting or canoeing. This program draws on team work and leadership skills and provides an opportunity for reflection and reassessment of goals.



“I do not know how to say thankyou enough for your involvement and the understanding in helping my family be a family again.”

Kylie and Steve Hanley reflecting on their young man.

Market Enterprise

This program is focused on entrepreneurship and assuming greater levels of responsibility. During the residential experience, young men develop basic practical skills which are then applied during blacksmithing and joinery. The young men travel to the South Bank Market in Melbourne where they represent Evolve in the process of selling their wares to the public. They are responsible for price setting, running the stall, processing transactions and dividing profits among the members of the group.

Bush Enterprise

An opportunity for young men to go on a hike, employ their navigation, leadership, team work and bush survival skills. This reinforces their desire to devise strategies to achieve their goals and aspirations.

Work Enterprise

A program that focuses on vocational development and encourages young men to work on a practical project, under the supervision of a skilled tradesperson. Benefits gained from this program include practical experience to add to their resume and job interview techniques, which equip them in seeking employment.

Chef Special (Work Enterprise Initiative)

A new program that provides an introduction to the hospitality industry. Participants learn the process involved in planning a menu and the preparation and service of food to a restaurant standard, including food hygiene and customer service.

Parent Evenings

After our young men return from five-weeks at Typo Station, Evolve acknowledges its role in sharing experience and strategies with parents and the support they will require in the future.

Parents’ evenings focus on the highs and lows of raising young men who do not seem to fit a ‘normal’ mould. These include the frustrations experienced in trying to ensure a safe environment, the feelings of isolation when their boys are seen as ‘trouble makers’ and the sense of failure as parents. Parents also celebrate the possibility of new beginnings and their boys’ successes.

Parents reflect on their young man:

“I am very proud of what he has achieved in such a short time and I know everything is not going to be perfect all the time, nothing ever is but you and everyone involved has given me the confidence and the tools to be able to talk with him and us both have a different perspective on things and that’s ok we don’t have to be the same or think the same but we have to respect each other the same. I do not know how to say thankyou enough for your involvement and the understanding in helping my family be a family again.”

Kylie and Steve Hanley

Young Men’s Program - results and reflections

The Young Men’s Program over the last 12 months has been dynamic. Four, five-week intake programs were conducted. Three well-attended and highly successful follow-up programs (Market Enterprise, Chef’s Special and Toil & Spoil) also occurred in this period.

While the number of young men who graduated from the five-week residential program is fewer than in previous years (due to fewer participants per intake and programs conducted), 100% of program graduates are currently engaged in the two-year follow-up support period.

- 142 referrals – young men who were referred to Evolve
- 80 enrolments – young men who returned their application forms
- 46 participants – young men who commenced the initial five-week residence
- 25 graduates – young men who completed the five-week residence
- 25 support retention – young men who are still actively engaged with the two-year follow-up support and programs.

The intensity of the therapeutic five-week program is reflected in 21 participants who did not complete the residential component of the program. These participants withdrew for varied reasons, including external issues in a young man’s life, the timing of the program and the desire to participate in the program.

The following graph depicts the sources of referrals, with the majority of these being from schools, community agencies and parents.

The following graphs indicate the breakdown of referral sources by Department of Education Region.

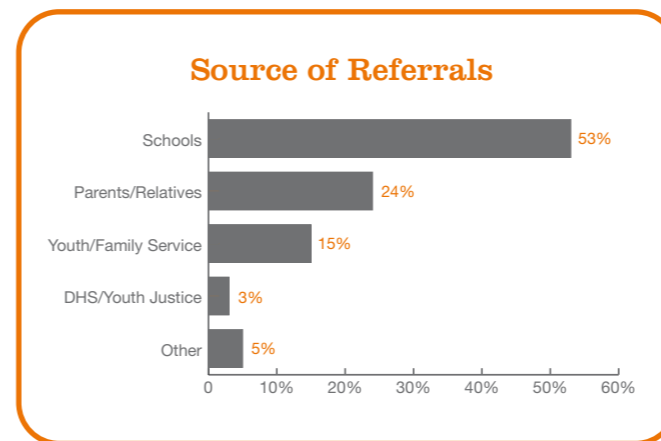


Figure 2 - Young Men’s Program referrals by source

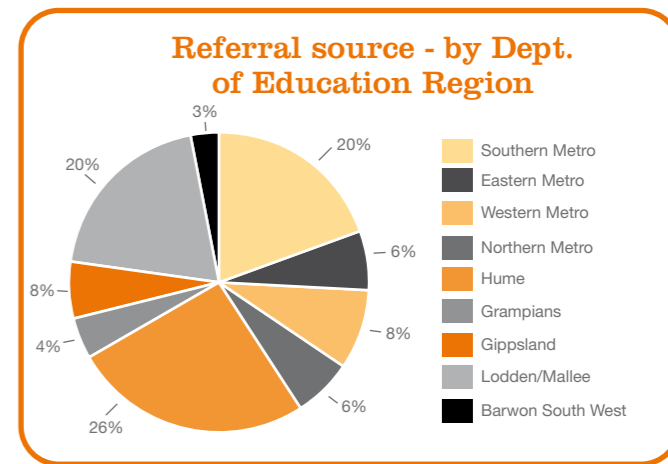


Figure 3 - Young Men’s Program referrals by region

Developing the Young Men’s Program: our people and community

The development of the Young Men’s Program has involved staff education in the strategic, philosophical and theoretical underpinnings of our programming.

Our people

The Young Men’s Program has welcomed two new youth workers and one trainee to Typo Station.

To further support our young men and their families following the five-week residence at Typo Station, Evolve created the role of a Melbourne-based Community Support Worker. This person connects Evolve to parents, schools and communities by providing regular visits, telephone and email support for young men in their follow-up period.

Development opportunities

Our people attended a week-long conference in Adelaide on Narrative Therapy practices, which have since been incorporated into the intake and follow-up components of our Young Men’s Program.

Our staff also participated in Wilderness First Aid training to ensure that they can deliver high-quality care to a patient for up to three days before definitive care can be obtained.

Our community

Evolve would like to thank our staff, volunteers and the community for helping support Evolve’s Young Men’s Program. Evolve ensures that each young man over his two-year journey learns and appreciates the wonderful community support that the program receives.



Leadership Development Program

One of the most pressing issues in education and life today is in developing better opportunities for young people whose needs have not been met by traditional learning environments.

In 2007-08, Evolve commenced its new Leadership Development Program which is a three-year, in-school support program for disadvantaged Year 9-11 students. Evolve has targeted schools on the basis of their social, economic or geographic disadvantage and formed partnerships with The Grange College in Hoppers Crossing, Montmorency Secondary College, Eltham High School and Diamond Valley College.

The structure of the program includes

- A three-year progressive program with two school staff and an Evolve Program Coordinator.
- Negotiated curriculum and action research projects that have a community focus.
- A link with business and industry while participants work on these projects.
- A two-week experience at Typo Station at the beginning of each school year which includes a five-day hike where students experience pioneer living and station life.
- A one-week follow-up stay at Typo Station at the end of each year.

Results and reflections

There are 57 students from the above-mentioned schools currently participating in the inaugural program, as well as two teachers from each school who are committed to re-engaging young people in education and exploring inventive ways to deliver curriculum and facilitate learning.

Evolve is delighted to report that in February 2008 it supported its first female participant in its 15 year history through this inaugural Leadership Development Program. This reinforces Evolve's commitment to working with all disadvantaged young people.

At the completion of the residential stay, students reported feeling more connected with their classmates and had developed some unique and enduring friendships. Many participants reported experiencing improved self-confidence and feeling that they could overcome hardship and challenges in the future. Teachers reported that students were more open and prepared to interact with adults, noting that their relationships with the students had improved.

“The program is important to the students, they feel special and do not want it to end. They are a part of something.”

“Its not about being lectured at, that's boring, instead we learn through experiencing.”

Currently students are in the process of developing their project ideas for next year. These projects are student-driven and academically rigorous as well as complementing the other subjects in Year 10. The students involved have the option to gain VET, providing the curriculum content complies with academic requirements. As we continue to deliver the program, we are confident that significant changes will occur within the student and school communities.



“From the Pavilion program’s perspective, the Evolve days were the highlights of the year. Students who have attended the sessions with Evolve have increased their attendance within the Pavilion and staff have noticed that these students have opened up considerably within their small classes and that their levels of confidence and self-esteem have been clearly enhanced by these sessions. In many ways, the Evolve at Typo experience has acted as an intensive and accelerated personal development program that has complimented our school curriculum enormously”

Pavilion Program Coordinator

Alternative Education

Evolve’s Alternative Education programs were developed from a community need in that a significant number of young people were: unable to make a meaningful connection with education; disengaged from learning and the networks of community; and challenged by the restraints imposed by mainstream learning structures.

Program partners include:

- Pavilion Program, West Heidelberg
- Transition School, Wangaratta

Highlights of the Alternative Education Program - The Pavilion Program

Last year, the Pavilion Program in West Heidelberg got underway. The Pavilion Program covers two schools; La Trobe Secondary and Banksia Secondary, and is designed to re-engage students into a learning environment and a community where they are able to develop a safe support network.

Evolve has been involved with the development of the Pavilion Program as well as helping students on campus each term. Evolve’s CEO, Paul Stolz, assisted the Pavilion Advisory Group by contributing to the structure and model of the Program as well as advising on therapeutic approaches to the re-engagement of young people.

At the Pavilion, the young people focus on completing literacy and numeracy units of the Victorian Certificate of Applied Learning and Evolve works with them on their personal development units. Both are aimed at re-engaging students in further education and/or employment.

Results and reflections

Evolve has witnessed student attendance increase throughout the year. At the beginning of the year, attendance at the Evolve days was low. Many students who had committed to attending, expressed anxiety about the challenges that they might encounter. Evolve worked with the students to develop a safe environment, both respecting and challenging personal boundaries. By term four, most students within the program had attended all sessions and benefited from the personal and social development sessions facilitated by Evolve.

“From the Pavilion program’s perspective, the Evolve days were the highlights of the year. Students who have attended the sessions with Evolve have increased their attendance within the Pavilion and staff have noticed that these students have opened up considerably within their small classes and that their levels of confidence and self-esteem have been clearly enhanced by these sessions. In many ways, the Evolve at Typo experience has acted as an intensive and accelerated personal development program that has complimented our school curriculum enormously”.

Pavilion Program Coordinator

“The games were odd and awkward at times, but I think most, if not all students came out of it with a smile on their faces and they had a lot of fun, and, in the process got to know their peers a lot better too”.

Bradley Vasiliadis, Pavilion Program participant



Evolving Leadership - Police Program

Developed over the last 18 months, the Evolving Leadership program is a pilot program for disadvantaged young people in the North-East of Victoria. Key partners include Victoria Police, School Focused Youth Services and Wodonga TAFE.

The program aims to provide 40 disadvantaged young people with leadership and personal development opportunities as well as minimising risk taking behaviour. Evolving Leadership will be delivered in 2008/2009 in four, one-week blocks over a 12-month period to two classes from each campus of Wodonga Middle Years College.

The program has been developed as follows;

Week 1 – Finding purpose (self, others and the environment)

Week 2 – Living as a community (seven day hike expedition)

Weeks 3 & 4 – Employment skills and pathways (connecting with local community)

Evolve looks forward to welcoming the first group of Evolving Leadership participants to Typo Station in August 2008.

Pathways Transition to Employment – Connectus

The Pathways Transition to Employment Program was developed in partnership with Department of Innovation, Industry and Regional Development (DIIRD) in 2007-08 as a meaningful way to re-engage young people into employment.

Linking in with the DIIRD Connectus program, Evolve looks forward to welcoming its first 40 program participants in September 2008.

“I came to Typo Station because I wanted to make a change in myself. I must admit I really wasn’t keen on the idea and I made my mind up that I wasn’t going to attend typo. My folks and the school kept on telling me that I should go and that I should at lease go to the meeting day so I did, but I am glad that I did or else I wouldn’t have come this far and made so many fantastic mates that are going through what I am going though Sure there are times that get tough but we all need to support each other so that we can all get through to the end.”

Warrick, Young Men’s graduate

The road ahead

Evolve is very proud of the continuing development of its people, programs and property, and looks forward to a productive 2008-09.

As an independent not-for-profit entity, sustainable funding is a constant challenge and is critical for our survival. With minimal government funding, we are reliant on support from the community, businesses, trusts and foundations to operate programs for our young people.

We anticipate a gradual reduction in the reliance on trusts and foundations as our primary source of funding, as other income streams increase over the next three years. As depicted in figure three, trusts and foundations income in 2008-09 is budgeted to be 60% when compared to the 83% realised in 2007-08.

To this end, Evolve is striving to build stronger corporate and government relationships to respond to organisational growth and market challenges. While Evolve concentrates on consolidating its processes and programs, it is investigating opportunities to provide corporate, graduate, management and mentoring programs as well as outdoor adventure team building activities.

When you consider the issues facing our youth today, it emphasises the importance of programs such as Evolve’s. We are humbled to have witnessed the changes and positive outcomes of our program participants, and are proud of their courage and determination. We look forward to working with many more inspiring young people in 2008-09.



Thank-you to our major supporters and partners for 2007-08. Your commitment and contribution allows Evolve to continue delivering its programs and services to the young people we serve.

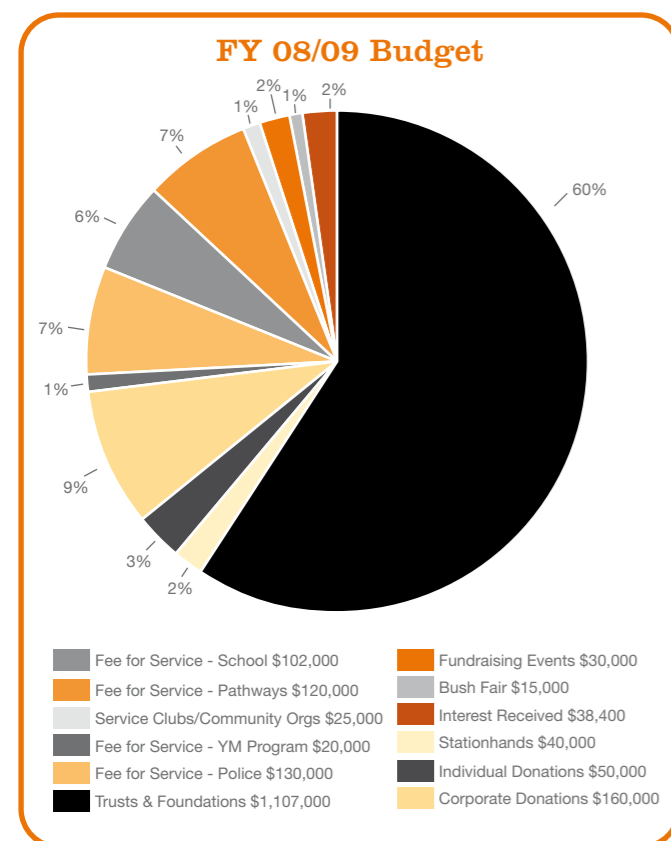


Figure 4 - FY08-09 budgeted income split

Sources

1. Cogdon, K & Dowsley A 2008, 'Youth crime wave on the rise', <heraldsun.com.au>, 10 Jul.
2. Australian Institute of Health and Welfare 2007, 'Young Australians: their health and wellbeing', Canberra.
3. Sane Australia 2008, 'Sane Signposts to Mental Illness' Media Release, 25 Feb.
4. Dusseldorp Skills Forum 2007, 'How Young People are Faring 2007: At a Glance', 5 May.
5. Youth Central 2008, 'Youth homelessness in Australia' <http://www.youth-central.vic.gov.au/Housing+&+Accommodation/Homelessness/>.
6. Quixley, S 2008, 'Rethinking Youth Remand & Enhancing Community Safety', 6 May.
7. ABS Australian Social Trends 2008, 'Participation in Education, Trends in Leaving School in NSW Government, Raising the School Leaving Age - Consultation Paper', Feb. p.6.

- | | |
|---|---|
| 100 F Foundation | Lord Mayor’s Charitable Trust |
| Ansvar Insurance | Myer Foundation |
| Aquafruit Media | Nelson Alexander Pty Ltd |
| Cbus Property | North-East Hoo Hoo Club |
| Colonial Foundation | Onion Communications |
| Estate of EC Webb | Percy Baxter Charitable Trust |
| Estate of the Late Edward Wilson | Schudmak Family Foundation |
| Estate of Terry Gardner | Shell Company of Australia |
| Freemasons Public Charitable Trust | Shepparton Spring Fever Ball Committee |
| Gardiner Foundation | Stanley Health Fund |
| Guthrie Family Charitable Trust | Stephenson & Turner Architects |
| Henry Berry Estate & Trust | St John’s Elsternwick Opportunity Shop |
| Ian Potter Foundation | St Judes Anglican Church |
| Jack & Robert Smorgon Families Foundation | Victorian Association of Youth in Communities |
| Jack Brockhoff Foundation | The William Buckland Foundation |
| John T Reid Charitable Trust | The Hugh Williamson Foundation |
| Ledger Charitable trust | |
| Limb Family Foundation | |

A sincere thank-you for the invaluable in-kind support received, the support of our Station Hands, individual donors and friends of Evolve. We also acknowledge and thank our wonderful volunteers at Typo Station and in Melbourne.

Directors' Report

Your directors present this report on the company for the financial year ended 30 June 2008.

The names of the directors in office at any time during, or since the end of, the year are:

Mr Jonathan Chapman - Chairman

Ms Wendy Kayler-Thomson (resigned 8 November 2007)

Mr G Shayne Milsom (resigned 8 November 2007)

Ms Kate Williams

Mr Adrian Finlayson

Ms Meena Thuraisingham

Ms Joanne Ryan (appointed 2 February 2008)

Mr Jonathan Walter (appointed 2 February 2008)

Mr Kevin Lynch (appointed 2 February 2008)

Mr Paul O'Shea (appointed 2 February 2008)

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

The operating profit of the company for the year was \$105,884.

The company's principal activities are providing services to disadvantaged and marginalised youth on a non-profit basis.

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

The company did not declare a dividend during the year and the directors do not recommend the declaration of a dividend.

No options on shares in the entity were issued during the year and no options remain unexercised.

Review of Operations

The company continues to provide services to disadvantaged and marginalised youth.

Information on Directors

Jonathan Chapman

Qualifications Chartered Accountant
Experience Chairman and Director since 6 September 2002

Interest in shares One Share
Attended 11 of 11 Directors meetings.

Wendy Kayler-Thomson

Qualifications B.Comm; LI B; LI M (Mon); ASLIV
Experience Legal advice, Director since 11 September 2003

Interest in shares One Share
Attended 3 of 4 Directors meetings. Resigned 8 November 2007

G Shayne Milsom

Qualifications MBA (Melb)
Experience Business advice. Director since 11 September 2003

Interest in shares - One Share
Attended 2 of 4 Directors meetings. Resigned 8 November 2007

Kate Williams

Qualifications Bachelor of Arts, MBA
Experience Marketing. Director since 8 July 2004

Interest in shares One Share
Attended 8 of 11 Directors meetings

Adrian Finlayson

Qualifications MBA and MSc University of Witwatersrand, Johannesburg
Experience Consultant in e-commerce and merchant banking. Director since 8 December 2005

Interest in shares One Share
Attended 9 of 11 Directors meetings.

Meena Thuraisingham

Qualifications Bachelor of Psychology (Honours) Manchester University
Post Graduate Diploma Human Resources.

Experience Consulting with major corporates in succession planning, leadership and talent development and diversity. Director since 8 December 2005

Interest in shares One Share
Attended 7 of 11 Directors meetings.

Joanne Ryan

Qualifications BA (Melb) B.Ed (Melb)
Experience Education advice; Director since 2 February 2008

Interest in shares One Share
Attended 3 of 4 Directors meetings

Jonathan Walter

Qualifications BA; DipEd (Melb) MA (Melb)
Experience Education advice; Director since 2 February 2008

Interest in shares One Share
Attended 4 of 4 Directors meetings.

Kevin Lynch

Qualifications Bsc; MBA
Experience HR, organisational change and business advice; Director since 2 February 2008

Interest in shares One Share
Attended 3 of 4 Directors meetings.

Paul O'Shea

Qualifications B.Econ; LLb
Experience Legal, risk management and governance; Director since 2 February 2008

Interest in shares One Share
Attended 3 of 4 Directors meetings.

After Balance Day Events

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

Directors and Auditors Indemnification

The company has not, during or since the financial year, in respect of any person who is or has been an officer or auditor of the company or a related body corporate:

- Indemnified or made any relevant agreement for indemnifying against a liability incurred as an officer, including costs and expenses in successfully defending legal proceedings;
- or
- Paid or agreed to pay a premium in respect of a contract insuring against a liability incurred as an officer for the costs or expenses to defend legal proceedings.

The Company in the ordinary course of business has taken out Directors and Officers Liability insurance.

Directors' Benefits

No director has received or become entitled to receive during or since the financial year a benefit because of a contract made by the company with a director, a firm of which the director is a member or an entity in which a director has a substantial financial interest.

This statement excludes a benefit included in the aggregate amount of emoluments received or due and receivable by directors and shown in the company's accounts, prepared in accordance with Schedule 5 of the Corporations Regulations, or the fixed salary of a full-time employee of the company.

TYPO STATION LIMITED

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF TYPO STATION LIMITED

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2008 there have been:

- i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- ii. no contraventions of any applicable code of professional conduct in relation to the audit.

Name of Firm: Kerr Andison and Kenny

Kerr Andison & Kenny

Name of Partner: Norman Vincent Kenny

NVKenny

Address: 18 Baker Street Wangaratta

Date: 30 October 2008

**TYPO STATION LTD
ACN 064 707 017**

DIRECTORS' DECLARATION

The directors of the company declare that:

- 1 the financial statements and notes thereto, as set out on pages 6 to 15 of this report, together with the additional disclosures included in the Directors' Report, are in accordance with the Corporations Act 2001 and:
 - (a) comply with Australian Accounting Standards and the Corporations Regulations 2001; and
 - (b) give a true and fair view of the Company's financial position as at 30 June 2008 and of the Company's financial performance for the year ended on that date.
- 2 in the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

Director..... *AJ*
A Finlayson

Director..... *JP*
JP Chapman

At Melbourne Victoria
Dated this 12th day of November 2008

Income Statement

	Note	2008 \$	2007 \$
Revenue	2	1,123,174	641,745
Employee benefits expense		(703,476)	(481,456)
Depreciation expense		(65,304)	(56,784)
Program expenses		(47,289)	(32,526)
Consultancy fees		(6,573)	(2,021)
Administration costs		(51,634)	(37,743)
Marketing and fundraising expenses		(42,550)	(27,721)
Other expenses		(100,464)	(64,309)
Profit/(Loss) from operations		105,884	(60,815)
Profit/(Loss)		105,884	(60,815)

Balance Sheet

	Note	2008 \$	2007 \$
Assets			
Current Assets			
Cash and cash equivalents	3	647,981	257,934
Trade and other receivables	4	144,628	14,791
Other current assets	5	4,526	7,858
Total Current Assets		797,135	280,583
Non-Current Assets			
Property, Plant and Equipment	6	1,037,195	1,050,289
Total Non-Current Assets		1,037,195	1,050,289
Total Assets		1,834,330	1,330,873
Current Liabilities			
Trade and other payables	7	370,054	22,744
Short-term provisions	8	49,729	9,937
Total Current Liabilities		419,783	32,681
Non-Current Liabilities			
Trade and other payables	7	31,778	20,876
Long-term provisions	8	186	617
Total Non-Current Liabilities		31,964	21,493
Total Liabilities		451,747	54,174
Net Assets		1,382,583	1,276,699
Equity			
Reserves		666,166	666,166
Retained Profits		716,417	610,533
Total Equity		1,382,583	1,276,699

Statement of Recognised Income and Expenditure

	Retained Earnings	Asset Revaluation Reserve	Total
	\$	\$	\$
Balance at 1 July 2006	671,348	666,166	1,337,514
Profit (Loss) attributable to the entity	(60,815)	-	(60,815)
Revaluation increment	-	-	-
Balance at 30 June 2007	610,533	666,166	1,276,699
Profit (Loss) attributable to the entity	105,884	-	105,884
Revaluation increment	-	-	-
Balance at 30 June 2008	716,417	666,166	1,382,583

Cash Flow Statement for the Year Ended 30 June 2008

	Note	2008 \$	2007 \$
Cash Flow from Operating Activities			
Receipts from donors and fundraising		1,278,300	645,505
Payments to suppliers and employees		(880,421)	(666,156)
Interest received		21,357	8,865
Net cash generated by/(used in) operating activities	13	419,236	(11,786)
Cash Flow from Investing Activities			
Proceeds from sale of Plant & Equipment		-	45
Payment for plant & equipment		(50,987)	(69,569)
Payment for buildings		(1,223)	(17,978)
Net cash (used in) investing activities		(52,210)	(87,502)
Cash Flow from Financing Activities			
Proceeds from borrowings		28,754	30,300
Repayment of borrowings		(5,733)	(3,151)
Net cash generated from financing activities		23,021	27,149
Net increase/(decrease) in cash held		390,047	(72,139)
Cash at the beginning of the financial year		257,934	330,073
Cash at the end of the financial year		647,981	257,934

Note 1: Statement of Accounting Policies

The financial report is a general purpose financial report that has been prepared in accordance with Accounting Standards, including Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.

The financial report covers Typo Station Ltd as an individual entity. Typo Station Ltd is a company limited by guarantee, incorporated and domiciled in Australia.

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

Basis of Preparation

The accounting policies set out below have been consistently applied to all years presented.

Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

Accounting Policies**i Recognition of income**

Income from grants and donations are recognised at the time they are received. When grants are to be spread over several accounting periods income is deferred until the accounting period in which it is received.

ii Income Tax

The entity has not provided for income tax as it is recognised by the Australian Taxation Office as a public benevolent institution, which is exempt from the payment of income tax.

iii Property, Plant and Equipment and Motor Vehicles

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

Property

Freehold land and buildings are shown at their fair value

being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction, based on periodic, but at least triennial, valuations by external independent valuers, less subsequent depreciation for buildings.

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

Plant and Equipment

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

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

Motor Vehicles

The company has received donations of Motor Vehicles which are valued at market value in the financial statements. The vehicles are being depreciated over their expected useful life.

Depreciation

The depreciable amount of all fixed assets including buildings, but excluding freehold land, is depreciated on a straight line/diminishing value basis over their useful lives to the Company commencing from the time the asset is held ready for use.

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

Class of Fixed Asset	Depreciation Rate
Buildings	2.5% - 5%
Plant and Equipment	5% - 40%
Motor Vehicles	10.00% - 25.00%

Impairment

The carrying values of assets are reviewed for impairment when events or changes in circumstances indicates the carrying value may not be recoverable. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use is compared to the assets carrying value. Any excess of the asset's carrying value over its recoverable amount is recognised in the income statement.

iv Segmental Reporting

The entity operates in one geographical region (Australia) and primarily one industry, being the provision of services to youth at risk.

v Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits expected to be settled within one year together with benefits arising from wages and salaries and annual leave, which will be settled after one year, have been measured at the amounts expected to be paid when the liability is settled. Other employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

Contributions are made by the company to employee superannuation funds and are charged as expenses when incurred.vi Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks and other short-term deposits with an original maturity of three months or less.

vii Goods and Services Tax (GST)

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

viii Trade and Other Receivables

Trade receivables, which generally have 30-day terms, are recognised and carried at the original invoice amount less a provision for any uncollectible debts. An estimate for doubtful debts is made when collection of the full amount is not longer probable.

Bad debts are formally written off on an annual basis via Board resolution at the end of each financial year.

ix Trade and Other Payables

Trade and Other Payables represents liabilities for goods and services provided to the Company prior to the end of the financial year that are unpaid and arise when the Company becomes obliged to make future payments in respect of the purchase of these goods and services.

x Comparative Figures

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

Critical Accounting Estimates and Judgements

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

Key estimates - impairment

The Company assesses impairment at each reporting date by evaluating conditions specific to the Company that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

No impairment has been recognised for the year ended 30 June 2008.

	2008 \$	2007 \$
Note 2 - Revenue		
Donations	979,152	603,957
Fundraising	13,195	16,495
Program Contributions	93,650	9,522
Interest Received	21,357	8,865
Community Support Fund Grant	1,730	-
Sundry Income	14,090	2,906
Total Operating Revenue	1,123,174	641,745
Note 3 - Cash & Cash Equivalents		
Cash on Hand	994	56,910
Cash at Bank	646,987	201,024
	647,981	257,934
Note 4 - Trade & Other Receivables		
Current		
Trade Debtors	134,061	3,260
Sundry Debtors	10,567	11,531
	144,628	14,791
Note 5 - Other Current Assets		
Prepayments	4,526	7,858
	4,526	7,858

	2008 \$	2007 \$
Note 6 - Property, Plant and Equipment and Motor Vehicles		
Land and Building		
Freehold Land at		
Independent valuation 2006	60,000	60,000
Total Land	60,000	60,000
Buildings at		
Independent valuation 2006	813,304	813,304
Cost	47,142	47,142
Building additions	1,223	-
	861,669	860,446
Less accumulated depreciation	40,798	20,378
	820,871	840,068
Total Land and Buildings	880,871	900,068
Plant & Equipment		
At cost	133,000	111,916
Less accumulated depreciation	85,258	68,211
Total Plant and Equipment	47,742	43,705
Motor Vehicles		
At cost	101,839	71,936
Less accumulated depreciation	28,581	12,911
	73,258	59,025
Motor Vehicles		
At valuation	120,000	120,000
Less accumulated depreciation	84,676	72,509
	35,324	47,491
Total Motor Vehicles	108,582	106,516
Total Property, Plant and Equipment and Motor Vehicles	1,037,195	1,050,289

Movements in Carrying Amounts

Movements in the carrying amounts for each class of property, plant and equipment and motor vehicles

	Freehold Land	Buildings	Plant and Equipment	Motor Vehicles	Total
	\$	\$	\$	\$	\$
Balance as at 1 July 2006	60,000	842,468	44,095	73,009	1,019,572
Additions	-	17,978	13,165	56,403	87,546
Disposals	-	-	-	(45)	(45)
Depreciation expense	-	(20,378)	(13,555)	(22,851)	(56,784)
Carrying amount at 30 June 2007	60,000	840,068	43,705	106,516	1,050,289
Additions	-	1,223	21,084	29,903	52,210
Depreciation expense	-	(20,420)	(17,047)	(27,837)	(65,304)
Carrying amount at 30 June 2008	60,000	820,871	47,742	108,582	1,037,195

	2008	2007
	\$	\$
Note 7 - Trade and Other Payables		
Current		
Trade Payables	40,391	16,473
Deferred Income	311,273	-
Chattel Mortgage	18,390	6,271
	370,054	22,744
Non-Current		
Chattel Mortgage	31,778	20,876
	31,778	20,876
Note 8 - Provisions		
Current		
Provision for Annual Leave	40,094	9,937
Provision for Bad Debts	9,635	-
	49,729	9,937
Non-Current		
Provision for Long Service Leave	186	617

	2008	2007
	\$	\$
Note 9 - Contingent Liabilities		
(a) The company has no known contingent liabilities		
Note 10 - Remuneration of Directors		
Amount received or due and receivable by the Directors of Typo Station Limited from that company and related entities	Nil	Nil
Note 11 - Share Capital		
Authorised capital	100,000	100,000
The company is limited by guarantee. The shareholders have issued a guarantee in respect of the company's liabilities to the extent of \$20 each.		
Note 12 - Remuneration of Auditors		
Amounts received or due and receivable by the auditors of the entity for:		
auditing services	7,300	5,050
other services	2,200	-
	9,500	5,050
Note 13 - Statement of Cash Flows		
Reconciliation of cash flow from operations with profit from ordinary activities		
Operating Profit/(Loss)	105,884	(60,815)
Non Cash Flows in profit from ordinary activities		
Depreciation		
Plant & Equipment, Motor Vehicles & Buildings	65,304	55,727
Loss on disposal of plant & equipment	-	1,057
Changes in assets and liabilities		
(Increase)/Decrease in trade receivables and other debtors	(129,837)	4,378
Increase/(Decrease) in trade creditors and accruals	335,192	(7,761)
Decrease/(Increase) in prepayments	3,332	(796)
Increase/(Decrease) in provisions	39,361	(3,576)
Net cash provided by/(used in) operating activities	419,236	(11,786)
The company has no bank bill or overdraft facilities.		

TYPO STATION LTD
ACN: 064 707 017

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF TYPO STATION LIMITED

Report on the Financial Report

We have audited the accompanying financial report of Typo Station Limited (the company) which comprises the balance sheet as at 30 June 2008 and the income statement, statement of recognised income and expenditure and cash flow statement for the year ended on that date, a summary of significant accounting policies and other explanatory notes and the directors' declaration of the company for the financial year.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Act 2001. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, provided to the directors of Typo Station Limited (the company) on 30 October 2008 would be in the same terms if provided to the directors as at the date of this auditor's report.

Auditor's Opinion

- a. In our opinion the financial report of Typo Station Limited (the company) is in accordance with the *Corporations Act 2001*, including:
- (i) giving a true and fair view of the company's financial position as at 30 June 2008 and of their performance for the year ended on that date; and

- (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001.

Kerr Andison and Kenny

Kerr Andison & Kenny

Norman V Kenny (Partner)

NKenny

18 Baker Street
Wangaratta Vic 3677

Dated this 13 day of November 2008



EVOLVE

AT TYPO STATION

3 Alexandra Pde
Collingwood, VIC 3066

T: 03 9416 2322

F: 03 9416 2666

E: info@evolve.org.au

W: www.evolve.org.au

ABN: 93 064 707 017