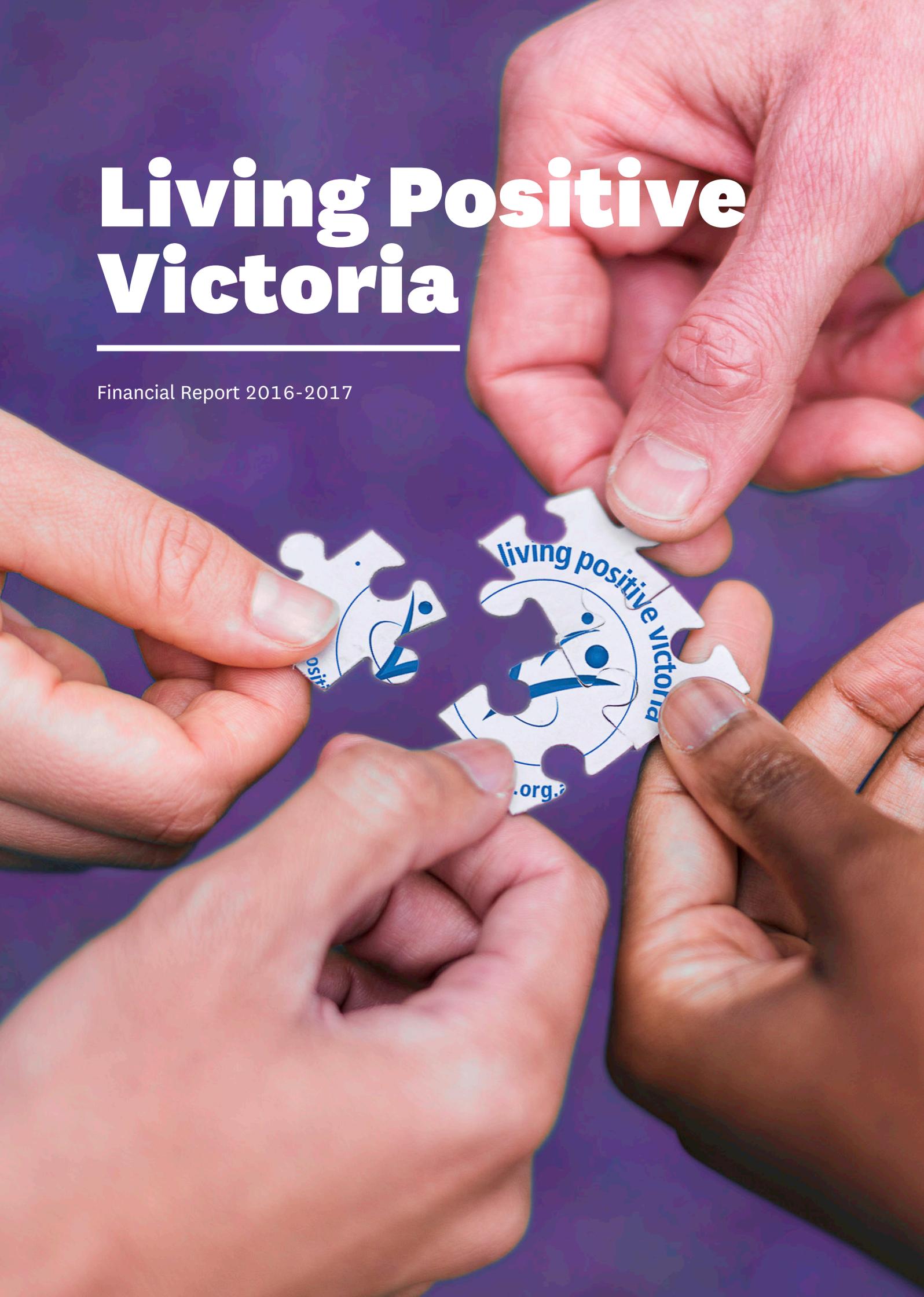


Living Positive Victoria

Financial Report 2016-2017





PEOPLE LIVING WITH HIV/AIDS VICTORIA INC

REG NO. A00 390 27B

**GENERAL PURPOSE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2017**

PEOPLE LIVING WITH HIV/AIDS VICTORIA INC
REG NO. A00 390 27B
FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2017

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PEOPLE LIVING WITH HIV/AIDS VICTORIA INC
REG NO. A00 390 27B
BOARD OF MANAGEMENT REPORT

The Board of Management presents their report on People Living with HIV / AIDS Victoria Inc. for the financial year ended 30 June 2017.

Board of Management

The following persons have been a member on the Board of Management during the financial year with details of their term of office, status and the number of Board meetings attended:

Name	Term started	Current / Finish date	Meetings able to attend	Meetings attended
Richard Keane	July 2015	Current	11	11
Jeffrey Robertson	September 2016	Current	9	8
Neale Gerlach	July 2015	March 2017	7	5
Peter Collins	September 2016	Current	9	4
Kim Davis	July 2015	August 2016	1	-
Rick Fiedler	May 2017	Current	2	2
Adam Ehm	May 2017	Current	2	2
Christabel Millar	July 2015	Current	11	10
Anthony Bendall	May 2017	Current	2	2
Wayne Hornsby	September 2016	Current	9	5
Jacob Boehme	October 2015	August 2016	1	-
Darren Vizer	October 2015	October 2016	2	1
Shane Buckley	April 2016	July 2017	11	10

The members of the Board of Management have been in office since the start of the financial year to the date of this report unless otherwise stated.

In addition, the following staff of the Association have attended Board meetings:

Brent Allan as the Executive Officer
David Westlake as the Staff representative to the Board, from October 2014

Incorporation

The Association was incorporated in Victoria on 7th December 1999.

Principal Activities

PLWHA Victoria is a not for profit, community based organisation representing all people living with HIV in Victoria since 1988 and is committed to the advancement of human rights and wellbeing of all people living with HIV.

PLWHA Victoria works closely in partnership with a range of HIV-sector and other organisations to deliver a comprehensive and coordinated response to the needs of PLHIV in Victoria, nationally and internationally.

Our mission is to educate, support and advocate on behalf of all people living with HIV in Victoria, as part of a society-wide response that seeks an end to the HIV epidemic.

There were no significant changes in the principal activities of the Association during the year.

PEOPLE LIVING WITH HIV/AIDS VICTORIA INC
REG NO. A00 390 27B
BOARD OF MANAGEMENT REPORT

Operating Results

The operating result for the year was a surplus of \$34,847 (2016: \$15,201 surplus) and no provision for income tax was required as the Association is exempt from income tax.

Significant Changes

There were no significant changes in the principal activities of the Association during the year.

After balance day events

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

Signed in accordance with a resolution of the Members of the Board of Management.

President



Richard Keane

Treasurer



Peter Collins

Dated

2 October 2017, Southbank

PEOPLE LIVING WITH HIV/AIDS VICTORIA INC
REG NO. A00 390 27B
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2017

	Note	2017 \$	2016 \$
REVENUES	2	1,278,361	1,398,195
EXPENSES			
Administration Expenses		(133,391)	(98,224)
Administration Salaries and Superannuation		(315,850)	(242,835)
Board Expenses		(51,243)	(45,870)
Campaigns		(109,552)	(135,641)
Employee Entitlements and Provisions		37,430	(23,994)
Grants		(11,040)	(5,057)
Health Promotion		(355,539)	(420,781)
Health Promotion/ Positive Education		(85,623)	(195,991)
Speakers Bureau		(236,134)	(220,173)
Surplus/ (Deficit) attributable to the Association		<u>17,418</u>	<u>9,629</u>
COVENTRY HOUSE			
Coventry House Income		412,302	418,865
Rental Received and Oncosts		412,302	418,865
Coventry House Expenses		394,873	413,292
Salaries & Superannuation & Professional Development		29,647	43,183
Rent		175,654	175,654
Body Corporate On Costs		63,561	63,561
Cleaning		16,082	17,338
Computer Maintenance		30,373	22,836
Electricity		14,073	20,213
Insurance		1,544	1,529
Kitchen Expenses		2,838	3,142
Maintenance & Repairs		1,504	5,216
Photocopy Lease & Photocopying Costs		13,815	12,979
Depreciation	3	4,281	7,732
Parking		686	745
Security		1,121	1,441
Stationery & Postage		11,906	11,655
Straight Arrows		-	232
Strengthening Pos Voices		617	437
Telephones & Internet		18,985	18,048
Volunteers		8,186	7,352
(DEFICIT)/SUPRLUS FROM CONVENTRY HOUSE		<u>17,429</u>	<u>5,573</u>
Other comprehensive income after income tax		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>34,847</u>	<u>15,201</u>

PEOPLE LIVING WITH HIV/AIDS VICTORIA INC
REG NO. A00 390 27B
STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2017

	Note	2017 \$	2016 \$
CURRENT ASSETS			
Cash and Cash Equivalents	4	343,560	398,939
Trade and Other Receivables	5	5,434	20,464
Other Current Assets	6	49,916	50,461
TOTAL CURRENT ASSETS		398,910	469,864
NON CURRENT ASSETS			
Plant and Equipment	7	28,042	-
TOTAL NON-CURRENT ASSETS		28,042	-
TOTAL ASSETS		426,952	469,864
CURRENT LIABILITIES			
Trade and Other Payables	8	217,915	258,245
Provisions	9	98,096	135,526
TOTAL CURRENT LIABILITIES		316,012	393,771
TOTAL LIABILITIES		316,012	393,771
NET ASSETS		110,940	76,093
EQUITY			
Accumulated Funds		110,940	76,093
TOTAL EQUITY		110,940	76,093

The statement of financial position is to be read in conjunction with the audit report and the notes to the financial statements.

PEOPLE LIVING WITH HIV/AIDS VICTORIA INC
REG NO. A00 390 27B
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2017

	Accumulated Members Funds \$	Total \$
Balance as at 1 July 2015	60,892	60,892
Surplus Attributable to the Association	15,201	15,201
Balance as at 30 June 2016	76,093	76,093
Surplus Attributable to the Association	34,847	34,847
Balance as at 30 June 2017	110,940	110,940

PEOPLE LIVING WITH HIV/AIDS VICTORIA INC
REG NO. A00 390 27B
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2017

	Note	2017 \$	2016 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Sponsors, Members, Donations & Fundraising		257,639	220,456
Receipts from Operating Grants		1,419,169	1,297,314
Payments to Employees & Suppliers		(1,701,740)	(1,764,920)
Interest Received		1,877	5,669
Net Cash Generated from/ (Used in) Operating Activities	13	<u>(23,055)</u>	<u>(241,480)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from Disposal of Property, Plant and Equipment		-	-
Payment for Purchase of Property, Plant and Equipment		(32,323)	(7,732)
Net Cash (Used in)/ Provided by Investing Activities		<u>(32,323)</u>	<u>(7,732)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from Borrowings		-	-
Repayment of Borrowings		-	-
Net Cash Used in Financing Activities		<u>-</u>	<u>-</u>
NET INCREASE/ (DECREASE) IN CASH HELD		(55,379)	(249,213)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR		398,939	648,152
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	4	<u><u>343,560</u></u>	<u><u>398,939</u></u>

PEOPLE LIVING WITH HIV/AIDS VICTORIA INC
REG NO. A00 390 27B
NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2017

Note 1. Statement of Significant Accounting Policies

The financial statements and notes represent those of People Living with HIV/AIDS Victoria Inc. (the "Association"), a incorporated association, which is incorporated in Victoria under the Associations Incorporation Reform Act 2012.

Policies Basis of preparation

People Living with HIV/AIDS Victoria Inc. applies Australian Accounting Standards - Reduced Disclosure Requirements as set out in AASB 1053: Application of Tiers of Australian Accounting Standards and AASB 201 0-2: Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards- Reduced Disclosure Requirements of the Australian Accounting Standards Board and the Associations Incorporation Reform Act 2012.

People Living with HIV/AIDS Victoria Inc. is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

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

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

Accounting Policies

a. Plant and Equipment

Plant & equipment are brought to account at cost less, where applicable, any accumulated depreciation and impairment losses. The carrying amount of plant and equipment is reviewed annually by Board of Management to ensure it is not in excess of the recoverable amount of these assets.

The depreciable amount of all fixed assets is depreciated on a straight line basis over their useful lives to the Association commencing from the time the asset is held ready for use.

The assets residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date. An assets carrying amount is written down immediately to its recoverable amount if the assets carrying amount is greater than its estimated recoverable amount.

b. Impairment of Assets

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

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

c. Leases

All leases are classified as operating leases. Minimum lease payments made under operating leases are charged as an expense in equal instalments over the accounting periods covered by the lease term.

PEOPLE LIVING WITH HIV/AIDS VICTORIA INC
REG NO. A00 390 27B
NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2017

Note 1. Statement of Significant Accounting Policies

d. Financial Instruments

Initial Recognition and Measurement

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

e. Employee Benefits

Short term benefits

The provisions for employee entitlements to wages, salaries, annual and paid maternity leave represent obligations resulting from employees' services provided up to reporting date, calculated at undiscounted amounts based on wage and salary rates, including related on-costs, which the Association expects to pay at the end of each reporting period.

Long term benefits

The provision for employee entitlements to long service leave represents the present value of the estimated future cash outflows to be made resulting from employees' services provided up to reporting date.

Superannuation

Superannuation contributions are made by the Association to approved superannuation funds for all employees. The costs are charged as employee expenses as they are incurred. The Association has no legal obligation to cover any shortfall in the superannuation funds' obligations to provide benefits to employees on retirement.

f. Provisions

Provisions are recognised when the Association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

g. Cash and Cash Equivalents

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

h. Revenue

Revenue comprises income from the provision of government grants, client contributions and donations. Revenue from major products and services is shown in Note 2.

Government Grants

A number of the organisation's programs are supported by grants received from the Federal, State and Local Governments.

Where conditions are attached to a grant which must be satisfied before the organisations is eligible to receive the contribution, recognition of the grant as revenue is deferred until those conditions are satisfied.

Revenue from a non-reciprocal grant that is not subject to conditions is recognised when the organisation obtains control of the funds, economic benefits are probable and the amount can be measured reliably.

If the organisation receives a non-reciprocal contribution of an asset from a government or other party for no nominal considerations, the asset is recognised at fair value and a corresponding amount of revenue is recognised.

PEOPLE LIVING WITH HIV/AIDS VICTORIA INC
REG NO. A00 390 27B
NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2017

Note 1. Statement of Significant Accounting Policies

Client Contributions

Fees charged services provided to clients are recognised when the service is rendered.

Donations

Donations collected, are recognised as revenue when the organisation gains control, economic benefits are probable and the amount of the donation can be measured reliably.

Interest Received

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

All receipts are stated net of Good and Services Tax.

i. Trade & Other Payables

Trade and other payables represent the liabilities for goods and services received by the Association that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

j. Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a net basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows excluded from the receipts from customers or the payments to suppliers.

k. Income Tax

By virtue of its aims as set out in the constitution, the Association qualifies as an organisation specifically exempt from income tax under the Income Tax Assessment Act, 1997.

m. Critical Accounting Estimates and Judgements

The Board of Management evaluates estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information.

Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Association.

PEOPLE LIVING WITH HIV/AIDS VICTORIA INC
REG NO. A00 390 27B
NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2017

	2017	2016
	\$	\$
Note 2. Operating Activities: Revenues		
Government Grants Received	1,033,875	1,153,956
Corporate Grants Received	49,484	149,614
AIDS 2014	-	7,412
Donations	144,085	6,552
Interest Received	1,877	5,669
Other Income	8,640	50,912
Speakers Bureau Fee Income	40,399	24,080
Total Revenue from Operating Activities	1,278,361	1,398,195
Note 3. Operating Activities: Expenses		
Depreciation of non-current assets: Coventry House	4,281	7,732
Key Management Personnel		
Key management of the Association are the members of the Board of Management, the Chief Executive Officer and Senior Executive Managers.		
Note that the Board of Management are not financially remunerated.		
Note 4. Cash and Cash Equivalents		
Petty Cash	1,592	1,592
Cash at Bank	138,311	23,872
Emergency Relief & Distress Account	9,962	8,487
Interest Bearing Deposits	4,845	4,893
Max-I Direct Account	188,851	360,096
	343,560	398,939
<u>Reconciliation of Cash</u>		
Cash at the end of the financial year as shown in the cash flow statement is reconciled to items in the balance sheet as follows:		
Cash and Cash Equivalents	343,560	398,939
	343,560	398,939
Note 5. Trade and Other Receivables		
Trade Debtors & Grants Receivable	5,434	20,464
Less: Provision for Doubtful Debts	-	-
	5,434	20,464

PEOPLE LIVING WITH HIV/AIDS VICTORIA INC
REG NO. A00 390 27B
NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2017

	2017 \$	2016 \$
Note 6. Other Current Assets		
Other Debtors	2,385	685
Prepayments	1,432	3,682
Rental Bond - Coventry House	46,098	46,094
	<u>49,916</u>	<u>50,461</u>
Note 7. Plant and Equipment		
Office Furniture		
At Cost	50,281	50,281
Accumulated Depreciation	(50,281)	(50,281)
	<u>-</u>	<u>-</u>
Computer Equipment		
At Cost	113,135	80,811
Accumulated Depreciation	(85,093)	(80,811)
	<u>28,042</u>	<u>-</u>
Relocation Assets		
At Cost	41,016	41,016
Accumulated Depreciation	(41,016)	(41,016)
	<u>-</u>	<u>-</u>
Total Property, Plant and Equipment	<u>28,042</u>	<u>-</u>
Note 8. Trade and Other Payables		
Current - Unsecured		
Trade Creditors	38,508	73,608
Accrued Expenses	-	3,656
Project Funds Received in Advance	106,343	133,352
Department of Health - Rental Bond - Coventry House	45,045	45,045
Superannuation Payable	338	-
PAYG Withholding Tax Payable	10,020	-
GST Payable	17,661	2,584
	<u>217,915</u>	<u>258,245</u>
Note 9. Provisions		
Current		
Annual Leave	41,273	75,080
Long Service Leave	56,823	60,446
	<u>98,096</u>	<u>135,526</u>

PEOPLE LIVING WITH HIV/AIDS VICTORIA INC
REG NO. A00 390 27B
NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2017

	2017	2016
	\$	\$
Note 10. Leasing Commitments		
Operating Lease Commitments		
The organisation's future operating lease payments are as follows:		
Payable - Minimum Lease Payments		
- no later than 12 months	211,951	205,778
- between 12 months and 5 years	273,288	485,239
- greater than 5 years	-	-
	485,239	691,017

The association has an operating lease for its premises in Coventry St. The property lease is a non-cancellable lease, with a four-year term, (commenced in October 2015) with rent payable monthly in advance. Contingent rental provisions within the lease agreements require that the minimum lease payments shall be increased by 3% per annum. An option exists to renew the lease at the end of the four-year term for one additional term of four years. The lease allows for the sub-letting of all lease areas.

The association has one operating lease for a photocopier. The photocopier lease expires on 5th March 2018.

Note 11. Economic Dependence

People Living with HIV/AIDS Victoria Inc. is dependent on the grant funding from State and local sources for the majority of its revenue used for the provision of services. At the date of this report the Directors have no reason to believe the funding will not continue to support People Living with HIV / AIDS Victoria Inc. at current levels.

Note 12. Subsequent Events

There are no events which have occurred after the reporting period that would affect the Association or the results for the period.

Note 13. Cash Flow Information

(a) Reconciliation of Cash Flow from Operations with Profit after

Operating Surplus/ (Deficit)	34,847	15,201
<u>Non-cash flows in profit</u>		
Depreciation	4,281	7,732
<u>Changes in Assets and Liabilities</u>		
(Increase)/Decrease in Trade Receivables	15,030	(18,114)
(Increase)/Decrease in Other Current Assets	545	(1,691)
Increase/(Decrease) in Trade and Other Payables	(13,320)	6,903
Increase/ (decrease) in Project Funds Received in Advance	(27,009)	(275,506)
Increase/(Decrease) in Provisions	(37,430)	23,994
Cash flow from operations	(23,055)	(241,480)

Note 14. Financial Risk Management

a. Financial Risk Management

The Association's financial instruments consist mainly of deposits with banks, local money market instruments, short-term investments, accounts receivable and payable.

The Association does not have any derivative instruments at 30 June 2017.

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

	Note	2017 \$	2016 \$
Financial Assets			
Cash and cash equivalents	4	343,560	398,939
Trade and other receivables	5 & 6	5,434	20,464
		348,994	419,403
Financial Liabilities			
Trade and other payables	8	217,915	258,245
		217,915	258,245

(i) Credit Risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets is the carrying amount, net of any provisions for doubtful debts, as disclosed in the Statement of Financial Position and notes to the financial statements.

(ii) Liquidity Risk

The Board of Management manages liquidity risk by monitoring forecast cash flows and ensuring that adequate borrowing facilities are maintained.

(iii) Interest Rate Risk

The Board of Management on a regular basis analyse the interest rate exposure in the context of the most recent economic conditions and forecasts.

Note 15. Association Details

The registered office of the association is:

Coventry House
 Suite 1, 111 Coventry Street
 SOUTHBANK VIC 3006

The principal place of business of the association is:

Coventry House
 Suite 1, 111 Coventry Street
 SOUTHBANK VIC 3006

PEOPLE LIVING WITH HIV/AIDS VICTORIA INC
REG NO. A00 390 27B
STATEMENT BY MEMBERS OF THE BOARD OF MANAGEMENT

The Board has determined that the Association is not a reporting entity and this general purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the Board of Management the financial report as set out:

1. Presents a true and fair view of the financial position of People Living with HIV/AIDS Victoria Inc as at 30 June 2017 and its performance for the year ended on that date in accordance with Australian Accounting Standards.
2. At the date of this statement, there are reasonable grounds to believe that People Living with HIV/AIDS Victoria Inc will be able to pay its debts as and when they fall due.

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

President



Richard Keane

Treasurer



Peter Collins

Dated

2 October 2017, Southbank

127 Paisley Street
Footscray VIC 3011
Australia

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Fax (03) 9689 6605

www.collinsco.com.au

**PEOPLE LIVING WITH HIV/AIDS VICTORIA INC
REG NO. A00 390 27B
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS**

Opinion

I have audited the accompanying financial report of People Living with HIV/AIDS Victoria Inc (the Association), which comprises the balance sheet as at 30 June 2017, and the income statement, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies and other explanatory notes and the statement by the members of the Board.

In my opinion, the financial report of the Association is in accordance with the Associations Incorporation Reform Act (Victoria 2012),

- i. giving a true and fair view of the Association's financial position as at 30 June 2017 and of its performance for the year ended; and
- ii. complying with Australian Accounting Standards as per Note 1 and the Associations Incorporation Reform Act (Victoria 2012).

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. I am independent of the Association in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that are relevant to my audit of the financial report in Australia. I have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Responsibilities of Management and Those Charged with Governance for the Financial Report

Management is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the applicable legislation and for such internal control as management determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's financial reporting process.



Auditor's Responsibilities for the Audit of the Financial Report

My objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

As part of an audit in accordance with Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Obtain an understanding of internal control relevant to the audit 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 registered entity's internal control.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the responsible entities.

Conclude on the appropriateness of the responsible entities use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the registered entity's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the registered entity to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that I identify during my audit.

Name of Auditor: Frederik R. L. Eksteen

Address: Collins & Co
127 Paisley Street
Footscray VIC 3011

Date: 2 October 2017

