

ANIMALS ASIA FOUNDATION (AUSTRALIA) LIMITED
(a company limited by guarantee)
ABN 53 107 630 357

FINANCIAL REPORT

FOR THE YEAR ENDED
30 JUNE 2016

ANIMALS ASIA FOUNDATION (AUSTRALIA) LIMITED
(a company limited by guarantee)
FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2016

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General Information

The financial report covers Animals Asia Foundation (Australia) Limited as an individual entity. The financial report is presented in Australian dollars, which is Animals Asia Foundation (Australia) Limited's functional and presentation currency.

The financial report consists of the financial statements, notes to the financial statements and the directors' declaration.

Animals Asia Foundation (Australia) Limited is a not-for-profit unlisted public company limited by guarantee, incorporated and domiciled in Australia. Its registered office and principal place of business are:

Registered office:

5 Gordo St
Aberfoyle Park SA 5159

A description of the nature of the company's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

ANIMALS ASIA FOUNDATION (AUSTRALIA) LIMITED
(a company limited by guarantee)
DIRECTORS' REPORT

The directors present their report, together with the financial statements, on the company for the financial year ended 30 June 2016.

DIRECTORS

The following persons were directors of the company during the whole of the financial year and up to the date of this report, unless otherwise stated:

A M Lloyd Jones
J Robinson
A D Searle
P R Bissell

REVIEW OF OPERATIONS

The surplus of the company before any donations paid to Animals Asia Foundation Limited for the financial year ended 30 June 2016 was: \$1,973,875 (30 June 2015: \$2,055,500).

A review of the company's operations during the financial year and the results of those operations are as follows:

- a) in the opinion of the directors the company performed as expected given the nature of the company's ongoing operations;
- b) The principal activities of the company during the financial year were to raise funds as a not-for-profit organisation seeking donations for wildlife protection, in particular to improve the lives of all animals in Asia and to end cruelty and restore respect for all animals Asia wide;
- c) No significant changes occurred in the company's state of affairs or nature of its activities during the financial year;
- d) No matters 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 those operations, or the state of affairs of the company in future financial years;
- e) Likely developments in the operations of the company and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the company;
- f) The company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a state or territory; and
- g) Charitable donations amounting to \$2,090,490 (2015: \$1,490,000) were made to Animals Asia Foundation Limited during the year.

WINDING UP

The amount that each member of the company is liable to contribute if the company is wound up is \$10. The company has 3 members.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under division 60-40 of the Australian Charities and Not-for-Profits Commission Act 2012 is set out on page 12.



A M Lloyd Jones
Director

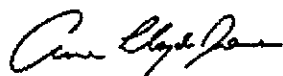
Date: 12 October 2016

ANIMALS ASIA FOUNDATION (AUSTRALIA) LIMITED
(a company limited by guarantee)
DIRECTORS' DECLARATION

In the directors' opinion:

- a) the company is not a reporting entity because there are no users dependent on general purpose financial statements. Accordingly, as described in note 1 to the financial statements, the attached special purpose financial statements have been prepared for the purposes of complying with the Australian Charities and Not-for-profits Commission Act 2012 requirements to prepare and distribute financial statements to the members of Animals Asia Foundation (Australia) Limited;
- b) the attached financial statements and notes thereto comply with the Australian Charities and Not-for-profits Commission Act 2012, the Accounting Standards as described in note 1 to the financial statements, the Australian Charities and Not-for-profits Commission Regulation 2013 and other mandatory professional reporting requirements;
- c) the attached financial statements and notes thereto give a true and fair view of the company's financial position as at 30 June 2016 and of its performance for the financial year ended on that date; and
- d) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 60.15 (2) of the Australian Charities and Not-for-profits Commission Regulation 2013;



A M Lloyd Jones
Director

Date: 12 October 2016

ANIMALS ASIA FOUNDATION (AUSTRALIA) LIMITED
(a company limited by guarantee)
STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

	Note	2016 \$	2015 \$
INCOME			
Donations Received		2,271,885	2,385,435
Sales Revenue		117,127	42,439
Interest		450	490
Foreign Exchange Gain		-	675
TOTAL INCOME		<u>2,389,462</u>	<u>2,429,039</u>
EXPENDITURE			
Depreciation		2,205	1,740
Employee Benefits Expense		170,717	183,852
Merchandise Cost		25,129	12,282
Other Expenses		<u>217,536</u>	<u>175,665</u>
TOTAL EXPENDITURE		<u>415,587</u>	<u>373,539</u>
SURPLUS BEFORE CHARITABLE DONATIONS PAID		<u>1,973,875</u>	<u>2,055,500</u>
Donations Paid to Animals Asia Foundation Limited		(2,090,490)	(1,490,000)
NET (DEFICIT)/SURPLUS FOR THE YEAR		<u>(116,615)</u>	<u>565,500</u>
Other Comprehensive Income		-	-
TOTAL COMPREHENSIVE (DEFICIT)/SURPLUS FOR THE YEAR		<u>(116,615)</u>	<u>565,500</u>

The accompanying notes form part of these financial statements

ANIMALS ASIA FOUNDATION (AUSTRALIA) LIMITED
(a company limited by guarantee)
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2016

	Note	2016 \$	2015 \$
CURRENT ASSETS			
Cash & Cash Equivalents	2	697,737	205,192
Trade & Other Receivables	3	27,555	13,381
Other Current Assets	4	3,999	144,130
TOTAL CURRENT ASSETS		<u>729,291</u>	<u>362,703</u>
NON-CURRENT ASSETS			
Property, Plant & Equipment	5	2,188	483,041
TOTAL ASSETS		<u>731,479</u>	<u>845,744</u>
CURRENT LIABILITIES			
Trade and other Payables	6	10,757	8,540
Employee Provisions	7	59,405	59,272
TOTAL CURRENT LIABILITIES		<u>70,162</u>	<u>67,812</u>
TOTAL LIABILITIES		<u>70,162</u>	<u>67,812</u>
NET ASSETS		<u>661,317</u>	<u>777,932</u>
EQUITY			
Retained Earnings		661,317	531,573
Reserves	8	-	246,359
TOTAL EQUITY		<u>661,317</u>	<u>777,932</u>

The accompanying notes form part of these financial statements

ANIMALS ASIA FOUNDATION (AUSTRALIA) LIMITED
STATEMENT OF CHANGES IN EQUITY
AS AT 30 JUNE 2016

	RESERVES \$	RETAINED EARNINGS \$	EQUITY \$
BALANCE AT 1 JULY 2014	246,359	(33,927)	212,432
Total Comprehensive Surplus for the Year	-	565,500	565,500
BALANCE AT 30 JUNE 2015	<u>246,359</u>	<u>531,573</u>	<u>777,932</u>
Total Comprehensive Deficit for the Year	-	(116,615)	(116,615)
Transfer Reserves to Retained Earnings	(246,359)	246,359	-
BALANCE AT 30 JUNE 2016	<u><u>-</u></u>	<u><u>661,317</u></u>	<u><u>661,317</u></u>

The accompanying notes form part of these financial statements

ANIMALS ASIA FOUNDATION (AUSTRALIA) LIMITED
(a company limited by guarantee)
STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

	Note	2016 \$	2015 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Donors and Customers		2,374,838	1,946,145
Payments to Suppliers & Employees		(270,901)	(432,667)
Payments for Charitable Purposes		(2,090,490)	(1,490,000)
Interest Received		<u>450</u>	<u>490</u>
NET CASH FLOWS FROM OPERATING ACTIVITIES	9	13,897	23,968
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from Sale of Property, Plant & Equipment		478,648	-
Acquisition of Property, Plant & Equipment		<u>-</u>	<u>(4,779)</u>
NET CASH FLOWS FROM FINANCING ACTIVITIES		478,648	(4,779)
NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENTS		492,545	19,189
CASH & CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		205,192	186,003
CASH & CASH EQUIVALENTS AT THE END OF THE YEAR	2	<u>697,737</u>	<u>205,192</u>

The accompanying notes form part of these financial statement

ANIMALS ASIA FOUNDATION (AUSTRALIA) LIMITED
(a company limited by guarantee)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

a) Basis of Preparation

The directors have prepared the financial report on the basis that the Company is not a reporting entity as there are unlikely to exist users who are unable to command the preparation of reports tailored so as to satisfy specifically all of their information needs. Accordingly, this "Special Purpose Financial Report" has been prepared for the purposes of complying with the Australian Charities and Not-for-profits Commission Act 2012 requirements to prepare and distribute financial statements to the members of Animals Asia Foundation (Australia) Limited.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the disclosure requirements of:

AASB 101 Presentation of Financial Statements

AASB 107 Statement of Cash Flows

AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors

AASB 1031 Materiality

AASB 1048 Interpretation and Application of Standards

AASB 1054 Australian Additional Disclosures

These Financial Statements do not conform with International Financial Reporting Standards as issued by the International Accounting Standards Board ('IASB').

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

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

b) Significant Accounting Judgements & Estimates

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and other factors that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

There are no estimates or judgements which have risk of causing a material adjustment to the carrying amount of assets and liabilities within the next financial year.

c) Income Tax

The Association is exempt from income tax pursuant to the Income Tax Assessment Act 1997. Accordingly, Australian Accounting Standard AASB 112 has not been applied and no provision for income tax has been included in the financial reports.

ANIMALS ASIA FOUNDATION (AUSTRALIA) LIMITED
(a company limited by guarantee)
NOTES TO THE FINANCIAL STATEMENTS (CONT.)
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

d) Revenue Recognition

All revenue is stated inclusive of the amount of goods and services tax (GST). Income arising from the contribution of an asset to the association is recognised when the association obtains control of the contribution or the right to receive the contribution, and it is probable that the economic benefits comprising the contribution will flow to the association and the amount of the contribution can be measured reliably.

e) Employee Entitlements

Animals Asia Foundation (Australia) Limited had three employees at 30 June 2016. Liabilities for employee benefits for wages, salaries, annual leave and long service leave that are expected to be settled within 12 months of the reporting date representing present obligations resulting from employees' services provided to reporting date, are calculated at undiscounted amounts based on remuneration wage and salary rates that the organisation expects to pay as at reporting date.

Liabilities for long service leave expected to be settled after 12 months from the end of the reporting period are calculated at undiscounted rates. Consideration is given to the Company's experience of employee departures and periods of service.

Non-accumulating non-monetary benefits, such as sick leave, are expensed based on the net marginal cost to the Company as the benefits are taken up by the employees.

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

f) Goods & Services Tax (GST)

Revenues, expenses and assets are recognised inclusive of the amount of GST. The net GST recovered from the ATO is recognised as a deduction from expenses in the Statement of Comprehensive Income.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

g) Cash & Cash Equivalents

Cash and cash equivalents in the statement of financial position comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less where the investment is convertible to known amounts of cash and is subject to insignificant risk of changes in value. For the purposes of the statement of cash flow, cash and cash equivalents consist of cash and cash equivalents as defined above, plus term deposits with maturity dates of less than 12 months from balance date net of any outstanding bank overdrafts.

h) Property, Plant & Equipment

Property, plant and equipment are carried at cost. All assets excluding freehold land, are depreciated over their useful lives to the company. Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

Computer Software	33%
Furniture, Fixtures & Equipment	20% to 50%

ANIMALS ASIA FOUNDATION (AUSTRALIA) LIMITED
(a company limited by guarantee)
NOTES TO THE FINANCIAL STATEMENTS (CONT.)
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$
2. CASH & CASH EQUIVALENTS		
For the purposes of the statement of cash flows, the entity considers cash to include cash on hand and cash in bank accounts. Cash as at the end of the reporting period as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:		
Cash at bank	<u>697,737</u>	<u>205,192</u>
3. TRADE & OTHER RECEIVABLES		
Trade Receivables	<u>27,555</u>	<u>13,381</u>
4. OTHER CURRENT ASSETS		
Animals Asia Foundation Limited - current account	<u>3,999</u>	<u>144,130</u>
5. PROPERTY, PLANT & EQUIPMENT		
Plant & Equipment		
At Cost	18,282	18,282
Accumulated Depreciation	<u>(16,436)</u>	<u>(14,481)</u>
	1,846	3,801
Software		
At Cost	756	756
Accumulated Depreciation	<u>(414)</u>	<u>(164)</u>
	342	592
Land and Building		
At Fair value	<u>-</u>	<u>478,648</u>
	<u>2,188</u>	<u>483,041</u>
RECONCILIATION OF PROPERTY, PLANT AND EQUIPMENT		
Carrying amount at beginning of financial year	483,041	1,355
Additions during the year	-	483,426
Disposals during the year	(478,648)	-
Depreciation for the year	<u>(2,205)</u>	<u>(1,740)</u>
Carrying amount as beginning of financial year	<u>2,188</u>	<u>483,041</u>
6. TRADE AND OTHER PAYABLES		
Accruals	<u>10,757</u>	<u>8,540</u>
7. EMPLOYEE PROVISIONS		
i) Current		
Provision for Annual Leave	14,704	16,276
Provision for Long Service Leave	<u>44,701</u>	<u>42,996</u>
	<u>59,405</u>	<u>59,272</u>

ANIMALS ASIA FOUNDATION (AUSTRALIA) LIMITED
(a company limited by guarantee)
NOTES TO THE FINANCIAL STATEMENTS (CONT.)
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$
8. RESERVES		
Animals ASIA Foundation Inc	<u>-</u>	<u>246,359</u>

At 30 June 2014 the available funds on the wind-up of Animals ASIA Foundation Inc were transferred to Animals Asia (Australia) Limited as general reserves for use in accordance with the company's objectives. As at 30 June 2016 the reserve has been used in accordance with the company's objectives and accordingly the reserve has now been transferred to retained earnings.

9. CASH FLOW INFORMATION

Reconciliation of operating surplus for the year to net cash flow from operations

Operating Result	(116,615)	565,500
Non-cash flows in operating result:		
Income recognised for Bequeathed House	-	(478,648)
Depreciation	2,205	1,740
Changes in assets and liabilities:		
(Increase)/Decrease in Receivables	(14,174)	(3,756)
(Increase)/Decrease in Other Assets	140,131	(66,928)
Increase/(Decrease) in Other Liabilities	2,217	5,288
Increase/(Decrease) in Employee Provisions	133	772
Cash flows from operating activities	<u>13,897</u>	<u>23,968</u>

10. RELATED PARTY TRANSACTIONS

The directors act in an honorary capacity and receive no compensation for their services other than reimbursement of expenses incurred in relation to their capacity as directors.

During the year payments were made to Anne Lloyd-Jones in her capacity as an employee of the company; being wages of \$80,400 and superannuation guarantee payments of \$7,638.

ANIMALS ASIA FOUNDATION (AUSTRALIA) LIMITED

**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF ANIMALS ASIA FOUNDATION (AUSTRALIA) LIMITED**

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

- (i) no contraventions of the auditor 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.

Dated this 12 day of October 2016



Bruce H Carpenter
Registered Company Auditor No 374687

Level 8, 185 Victoria Square
ADELAIDE SA 5000

**INDEPENDENT AUDIT REPORT
TO THE MEMBERS OF
ANIMALS ASIA FOUNDATION (AUSTRALIA) LIMITED**

Report on the Financial Report

I have audited the accompanying financial report of Animals Asia Foundation (Australia) Limited, which comprises the statement of financial position as at 30 June 2016, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the director's declaration.

Directors' Responsibility for the Financial Report.

The directors of the company are responsible for the preparation of a financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001*, and for such internal control as the directors determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on the financial report based on my audit. I have conducted my audit in accordance with Australian Auditing Standards. Those standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, 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 of a financial report that gives a true and fair view 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.

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

Independence

In conducting my audit, I have complied with the independence requirements of the *Corporations Act 2001*. I confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the company, would be in the same terms if given to the directors as at the time of this auditor's report.

Opinion

In my opinion the financial report of Animals Asia Foundation (Australia) Limited 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 2016 and of its performance for the period ended on that date; and
- ii) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.



Bruce H Carpenter
Registered Company Auditor No 374687

Level 8, 185 Victoria Square
ADELAIDE SA 5000

Dated this 12 day of October 2016