

Australian Trust for Conservation Volunteers and Controlled Entities

Consolidated Financial Statements

For the Year Ended 28 June 2014

Australian Trust for Conservation Volunteers and Controlled Entities

For the Year Ended 28 June 2014

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Australian Trust for Conservation Volunteers and Controlled Entities

Directors' Report

28 June 2014

Your directors present their report on the Group and its controlled entities for the financial year ended 28 June 2014.

Directors

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

Ms Sue Campbell

Mr David Clark

Mr Gerry Morvell

Mr Colin Jackson OAM

Mr Andrew Baird

Mr Edward Morrow

Resigned November 2013

Mr Jonathan Chew

Mr Geoff Gay

Mr Darryl Argall

Karin Lorenzon

Appointed November 2013

Kate Meldrum

Appointed November 2013

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

The principal continuing activities of the parent entity (the company) during the financial year was assisting in conservation of the Australian and New Zealand environment through volunteers working in association with private and public landholders and with government authorities.

In addition, the company's controlled entities, Australia Nature Tours Pty. Ltd, Conservation Volunteers New Zealand Trust, Little Desert Nature Lodge Pty Ltd and Little Desert Flora and Fauna Foundation Inc. assisted the company in its objectives by undertaking activities to raise funds to support the parent entity's conservation activities.

At 1 June 2014 the land and buildings and motor vehicles owned by Little Desert Nature Lodge Pty Ltd were transferred to Australian Trust for Conservation Volunteers Ltd, with the remaining assets, liabilities and business operations being transferred to Australia Nature Tours Pty Ltd. An application to voluntarily deregister Little Desert Nature Lodge Pty Ltd will be made to ASIC during the 2015 financial year.

Subsequent to the end of the financial year, Australian Trust for Conservation Volunteers Ltd entered into a contract with the Commonwealth Government to deliver 105 projects as part of the Green Army initiative for the 2014/15 financial year. The total value of the Green Army contract is \$20 million. The first Green Army projects to be undertaken commenced in September 2014, with the funded projects expected to be completed during the 2016 financial year.

No significant change in the nature of the consolidated entity's activities occurred during the year.

The operating deficit of the economic entity after income tax was \$ 1,417,633 for the year ended 28 June 2013 compared to a deficit of \$270,501 for the previous financial year.

The economic entity's objectives are to promote:

- A healthy, diverse and sustainably managed environment
- Environmentally involved communities

Australian Trust for Conservation Volunteers and Controlled Entities

Directors' Report

28 June 2014

To achieve these objectives, the economic entity has adopted the following strategies:

- Develop and implement programs in line with recognised management plans that achieve measurable benefits for conservation
- Manage and conserve special places with high community and conservation value
- Reflect and respond to the changing needs of the environment
- Design programs to engage a broad range of community, corporate and government groups
- Promote community health and wellbeing through environmental programs
- Develop and deliver training to build skills and encourage environmental awareness

Information on Directors

Sue Campbell

Occupation Landscape Architect
Experience Appointed in 1986
Special Responsibilities Director

David Clark

Occupation Farmer
Experience Appointed in 1984
Special Responsibilities Chairman of Finance, Audit and Business Risk Management Committee

Gerry Morvell

Occupation Consultant
Experience Appointed in 1990
Special Responsibilities Chairman and Chair of Remuneration Committee

Colin Jackson OAM

Occupation Chief Executive Officer
Experience Appointed in 1997
Special Responsibilities Director

Andrew Baird

Occupation Solicitor
Experience Appointed in 2008
Special Responsibilities Director

Edward Morrow

Occupation Chief Executive Officer
Experience Appointed in 2010
Special Responsibilities Director

Jonathan Chew

Occupation Public Policy and Economics
Experience Appointed in 2011
Special Responsibilities Director

Australian Trust for Conservation Volunteers and Controlled Entities

Directors' Report

28 June 2014

Information on Directors continued

Geoff Gay

Occupation Senior Manager
Experience Appointed in 2012
Special Responsibilities Director

Darryl Argall

Occupation Farmer
Experience Appointed 2012
Special Responsibilities Director

Karin Lorenzon

Occupation Consultant
Experience Appointed in 2014
Special Responsibilities Director

Kate Meldrum

Qualifications Marketing and Customer Experience
Experience Appointed in 2014
Special Responsibilities Director

Meetings of Directors

During the financial year, four Director's Meetings and eleven Finance, Audit and Business Risk Meetings were held. Attendances by each director during the year were as follows:

	Directors' Meetings		Finance, Audit and Business Risk Committee Meetings	
	Number eligible to attend	Number attended	Number eligible to attend	Number attended
Ms Sue Campbell	4	2	-	-
Mr David Clark	2	2	11	6
Mr Jonathan Chew	4	3	-	-
Mr Gerry Morvell	4	4	-	-
Mr Colin Jackson OAM	4	4	11	11
Mr Andrew Baird	4	3	-	-
Mr Edward Morrow	2	2	-	-
Mr Darryl Argall	4	4	-	-
Mr Andrew Gray	4	1	-	-
Karin Lorenzon	3	3	-	-
Kate Meldrum	3	-	-	-

Australian Trust for Conservation Volunteers and Controlled Entities

Directors' Report

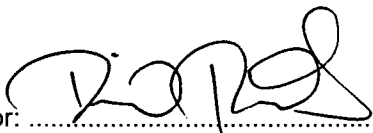
28 June 2014

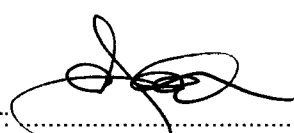
The Company is incorporated under the *Corporations Act 2001* and is a Company limited by Guarantee. If the Company is wound up, the constitution states that each voting member is required to contribute a maximum of \$50 each towards meeting any outstanding obligations of the Company. At 28 June 2014 the collective liability of voting members was \$650 (2013: \$1,600).

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out at page 5.

Signed in accordance with a resolution of the Board of Directors:

Director: 
.....
Mr David Clark

Director: 
.....
Mr Colin Jackson OAM

Dated 28 November 2014



Australian Trust for Conservation Volunteers and Controlled Entities

Auditors Independence Declaration under Section 307C of the Corporations Act 2001 To the Board of Directors Australian Trust for Conservation Volunteers and Controlled Entities and Controlled Entities

I declare that, to the best of my knowledge and belief, during the year ended 28 June 2014 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.

PPT Audit Pty Ltd

 PPT Audit Pty Ltd
 Certified Practising Accountants

Tim Bunning

 Tim S. Bunning
 Director

20 Lydiard Street South, Ballarat Vic 3350

27 November 2014



Australian Trust for Conservation Volunteers and Controlled Entities

Consolidated Statement of Comprehensive Income

For the Year Ended 28 June 2014

	2014	2013
	\$	\$
Income from Ordinary Activities		
Dividends and Distributions Received	81,880	75,123
Donations	102,255	998,708
Grants and Contract Income - Commonwealth Government	1,916,605	1,565,533
Grants and Contract Income - State Government	1,063,838	1,423,085
Grants and Contract Income - Local Government	255,233	373,872
Interest	13,557	26,444
Little Desert Lodge Revenue	389,484	413,778
Members' Fees	36,573	22,667
Merchandise Sales	12,160	6,842
Profit on Disposal of Fixed Assets	6,014	5,870
Profit on Disposal of Investments	-	25,570
Project Sponsorship	4,222,039	4,970,999
Rent Received	20,438	25,897
Revaluation Gain on Investments	120,604	120,143
Sundry Receipts	45,059	11,871
Task Receipts	3,510,075	4,035,430
Training Income	68,832	35,401
Total Income from Ordinary Activities	11,864,646	14,137,233
Expenses from Ordinary Activities		
Accountancy	18,844	30,241
Advertising & Promotion	34,261	22,617
Audit Fees	58,778	54,140
Bad & Doubtful Debts	(18,881)	3,187
Bank Fees	29,681	26,305
Consultant's Fees	102,480	102,029
Depreciation	176,529	151,064
Electricity, Gas & Heating	162,032	164,299
Insurance	188,236	185,586
Interest	18,438	988
Legal Fees & Debt Collection	20,256	3,212
Little Desert Lodge Cost of Sales	97,877	88,718
Loss on Sale of Investment Property	50,000	-
Membership Expenses	941	5,951
Minor Equipment	259,338	324,578
Motor Vehicle Expenses	1,758,687	1,951,043
National Program Expenses	129,505	214,836

The accompanying notes form part of these financial statements.

Australian Trust for Conservation Volunteers and Controlled Entities

Consolidated Statement of Comprehensive Income

For the Year Ended 28 June 2014

Office & Administration Expenses	57,143	69,214
Postage	25,611	29,549
Printing & Stationery	55,387	65,083
Write-off of Obsolete Stock	9,455	-
Rent & Rates	807,009	805,731
Repairs & Maintenance	38,670	51,491
Ross Trust Travel Subsidy	6,305	-
Seminars, Conferences & Staff Training	60,514	94,488
Sundry Expenses	31,607	26,150
Superannuation	553,265	565,473
Task Expenses	1,281,145	1,663,783
Telephone	255,960	230,590
Travelling Expenses	275,763	281,542
Uniforms	12,992	14,417
Wages	6,509,276	6,989,306
Wild Life Expenses	16,373	7,856
Workers Compensation	198,802	184,267
Total Expenses from Ordinary Activities	13,282,279	14,407,734
Deficit from Ordinary Activities before Income Tax Expense	(1,417,633)	(270,501)
Income tax expense	-	-
Operating Deficit	(1,417,633)	(270,501)
Other Comprehensive Income		
Other comprehensive income	-	-
Total Comprehensive Income attributable to Members of the Parent Entity	(1,417,633)	(270,501)

The accompanying notes form part of these financial statements.

Australian Trust for Conservation Volunteers and Controlled Entities

Consolidated Statement of Financial Position

28 June 2014

	Note	2014 \$	2013 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	2	766,580	1,692,600
Trade and other receivables	3	1,925,453	1,325,566
Inventories	4	19,293	30,374
Investments	5	1,230,766	1,480,162
Other assets	6	612,126	319,181
TOTAL CURRENT ASSETS		4,554,218	4,847,883
NON-CURRENT ASSETS			
Property, plant and equipment	7	3,402,653	2,933,190
TOTAL NON-CURRENT ASSETS		3,402,653	2,933,190
TOTAL ASSETS		7,956,871	7,781,073
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	8	646,457	595,512
Employee benefits	9	452,542	522,933
Other financial liabilities	10	3,561,916	2,458,832
Borrowings	11	425,000	-
TOTAL CURRENT LIABILITIES		5,085,915	3,577,277
NON-CURRENT LIABILITIES			
Employee benefits	9	611,231	547,944
TOTAL NON-CURRENT LIABILITIES		611,231	547,944
TOTAL LIABILITIES		5,697,146	4,125,221
NET ASSETS		2,259,725	3,655,852
EQUITY			
Reserves		(38,651)	464,747
Retained Earnings		2,298,376	3,191,105
TOTAL EQUITY		2,259,725	3,655,852

The accompanying notes form part of these financial statements.

Australian Trust for Conservation Volunteers and Controlled Entities

Consolidated Statement of Changes in Equity

For the Year Ended 28 June 2014

2014

	Retained Earnings	Insurance Excess Reserve	Asset Revaluation Reserve	Foreign Exchange Translation Reserve	Total
	\$	\$	\$	\$	\$
Balance at 28 June 2013	3,191,105	20,000	454,978	(10,231)	3,655,852
Loss attributable to members	(1,417,633)	-	-	-	(1,417,633)
Foreign exchange translation	-	-	-	(48,420)	(48,420)
Adjustment due to different year end of CVNZ	69,926	-	-	-	69,926
Transfer to retained earnings	454,978	-	(454,978)	-	-
Balance at 28 June 2014	2,298,376	20,000	-	(58,651)	2,259,725

2013

	Retained Earnings	Insurance Excess Reserve	Asset Revaluation Reserve	Foreign Exchange Translation Reserve	Total
	\$	\$	\$	\$	\$
Balance at 29 June 2012	3,477,123	20,000	454,978	(1,495)	3,950,606
Loss attributable to members	(270,501)	-	-	-	(270,501)
Foreign exchange translation	-	-	-	(8,736)	(8,736)
Adjustment due to different year end for CVNZ	(15,517)	-	-	-	(15,517)
Balance at 28 June 2013	3,191,105	20,000	454,978	(10,231)	3,655,852

The accompanying notes form part of these financial statements.

Australian Trust for Conservation Volunteers and Controlled Entities

Consolidated Statement of Cash Flows

For the Year Ended 28 June 2014

	2014	2013
Note	\$	\$
CASH FROM OPERATING ACTIVITIES:		
Receipts from customers and government	11,972,398	14,585,094
Payments to suppliers and employees	(13,084,259)	(15,163,264)
Dividends received	81,880	75,123
Interest received	13,557	24,926
Interest paid	(18,438)	(988)
Net cash used in operating activities	13 <u>(1,034,862)</u>	<u>(479,109)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of plant and equipment	8,260	20,325
Proceeds from sale of investments	320,000	327,002
Purchase of property, plant and equipment	(644,418)	(78,128)
Net cash provided by/(used in) investing activities	<u>(316,158)</u>	269,199
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from borrowings	425,000	-
Net cash provided by financing activities	<u>425,000</u>	-
Net decreases in cash and cash equivalents	(926,020)	(209,910)
Cash and cash equivalents at beginning of year	1,692,600	1,902,510
Cash and cash equivalents at end of financial year	2 <u><u>766,580</u></u>	<u><u>1,692,600</u></u>

The accompanying notes form part of these financial statements.

Australian Trust for Conservation Volunteers and Controlled Entities

Notes to the Financial Statements

For the Year Ended 28 June 2014

The financial report covers Australian Trust for Conservation Volunteers (ATCV) and its controlled entities, Australian Nature Tours Pty Ltd, Conservation Volunteers New Zealand Trust, Little Desert Flora & Fauna Foundation Inc and Little Desert Nature Lodge Pty Ltd as an economic entity.

1 Statement of Accounting Policies

The financial statements are a general purpose financial statements that has been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Act 2001*.

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 these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements 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.

(a) Principles of Consolidation

The consolidated accounts comprise the accounts of Australian Trust for Conservation Volunteers and its controlled entities, Australia Nature Tours Pty Ltd, Conservation Volunteers New Zealand Trust, Little Desert Flora & Fauna Foundation Inc and Little Desert Nature Lodge Pty Ltd.

A controlled entity is any entity controlled by ATCV. Control exists where ATCV has the capacity to dominate the decision-making in relation to the financial and operating policies of another entity so that the other entity operates with ATCV to achieve the objectives of ATCV. Details of the controlled entities are contained in Note 1(i).

All inter-company balances and transactions between entities in the economic entity, including any unrealised profits or losses, have been eliminated on consolidation.

Where a controlled entity has entered or left the economic entity during the year, its operating results have been included from the date control was obtained or until the date control ceased.

(b) Depreciation

Fixed assets are depreciated over their estimated useful lives to the Economic Entity using the diminishing value method and the straight line method.

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

Class of Fixed Asset	Depreciation Rate
Buildings	2.5% to 20%
Plant and Equipment	6.67% to 100%
Motor Vehicles	15.60% to 36%

Australian Trust for Conservation Volunteers and Controlled Entities

Notes to the Financial Statements

For the Year Ended 28 June 2014

1 Statement of Accounting Policies continued

(c) Investments

Property held for sale is carried at fair value determined by directors based on independent market value assessment. Changes to fair value are recorded in the consolidated statement of comprehensive income as income/expense.

Investments in shares are carried at market value at the year end date. Unrealised gains in the market value of investments are credited directly to the Financial Reserve, except to the extent that unrealised gains represent the reversal of unrealised losses previously expensed in the statement of comprehensive income, in which case they are treated as income. Unrealised losses in the market value of investments are debited directly to the Financial Reserve whenever a credit balance exists in the Reserve. Accordingly, where the recognition of unrealised losses in the Financial Reserve would cause the Reserve to hold a debit balance, the unrealised losses are treated as an expense in the statement of comprehensive income.

(d) Inventories

Inventories are measured at the lower of cost and net realisable value. Cost is assigned using the specific identification method.

(e) Income Tax

The parent entity and the controlled entities, Conservation Volunteers New Zealand Trust and Little Desert Flora & Fauna Foundation Inc, are exempt from paying income tax whilst the controlled entities, Australian Nature Tours Pty Ltd and Little Desert Nature Lodge Pty Ltd, had a nil tax expense for the year ended 28 June 2014

(f) Members' Fees

Fees are included as income in the year of receipt.

(g) Employee Benefits

All employees are entitled to 13 weeks of long service leave after 10 years of service, with the exception for the employees of Little Desert Nature Lodge Pty Ltd who are entitled to 13 weeks of long service leave after 15 years of service. Provision for long service leave is made on a pro rata basis for all employees who have completed 7 or more years service. The entitlement becomes payable on a pro rata basis upon completion of 7 years service. The provision for annual leave and the portion of the provision for long service leave that is expected to be used in the next financial year are included in the Statement of Financial Position under current liabilities.

Contributions are made by the company to superannuation funds on behalf of employees and are charged as expenses when incurred.

(h) Leases

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

Australian Trust for Conservation Volunteers and Controlled Entities

Notes to the Financial Statements

For the Year Ended 28 June 2014

1 Statement of Accounting Policies continued

(i) Controlled Entities

Australia Nature Tours Pty Ltd

Australia Nature Tours Pty Ltd is a wholly owned subsidiary in which ATCV has an investment at a cost of \$2.

The after tax contribution to the consolidated result made by Australia Nature Tours Pty Ltd was a profit of \$69,248, which includes the operating loss made by Little Desert Nature Lodge for the 1 month ended 28 June 2014 (2013: Loss of \$25,825).

Conservation Volunteers New Zealand Trust

Conservation Volunteers New Zealand Trust is registered under the Charitable Trusts Act 1957 (New Zealand) and was established on 10 October, 2006.

The after tax contribution to the consolidated result made by Conservation Volunteers New Zealand Trust was a loss of \$316,590 (2013: \$38,336).

The trustees of Conservation Volunteers New Zealand Trust are Directors of ATCV and the management resources of ATCV have been utilised to support the Conservation Volunteers New Zealand Trust. Conservation Volunteers New Zealand Trust has been consolidated into these accounts due to this controlling influence.

Little Desert Flora & Fauna Foundation Inc

Little Desert Flora & Fauna Foundation Inc is incorporated in Victoria under the Incorporation Associations Incorporation Act (Vic).

From 7 November 2011 the council members of Little Desert Flora & Fauna Foundation Inc are directors of ATCV and the management resources of ATCV have been utilised to support the Little Desert Flora & Fauna Foundation Inc. Little Desert Flora & Fauna Foundation Inc has been consolidated into these accounts due to this controlling influence.

The after tax contribution to the consolidated result made by Little Desert Flora & Fauna Foundation Inc was a profit of \$192,756 (2013: \$171,950).

Australian Trust for Conservation Volunteers and Controlled Entities

Notes to the Financial Statements

For the Year Ended 28 June 2014

1 Statement of Accounting Policies continued

(i) Controlled Entities continued

Little Desert Nature Lodge Pty Ltd

Prior to 1 June 2014, Little Desert Nature Lodge Pty Ltd was a wholly owned subsidiary of Little Desert Flora and Fauna Foundation Inc. At 1 June 2014 the land and buildings and motor vehicles owned by Little Desert Nature Lodge Pty Ltd were transferred to Australian Trust for Conservation Volunteers Ltd, with the remaining assets, liabilities and business operations being transferred to Australia Nature Tours Pty Ltd. An application to voluntarily deregister Little Desert Nature Lodge Pty Ltd will be made to ASIC during the 2015 financial year.

The after tax contribution to the consolidated result made by Little Desert Nature Lodge for the 11 months prior to the transfer of assets and liabilities on 1 June 2014 was a loss of \$201,362. The after tax contribution made by the Little Desert Nature Lodge's operations for the 1 month ended 28 June 2014 was a loss of \$26,055 and is included in the after tax contribution of Australia Nature Tours Pty Ltd. (2013: Loss of \$95,660 after receiving grants from the Little Desert Flora & Fauna Foundation Inc of \$121,818 post acquisition).

(j) Comparative Figures

Comparative figures have been reclassified where the Directors believe it results in improved presentation.

(k) Foreign Exchange Translation Reserve

In preparing the consolidated financial report for the economic entity, the income and expense items of Conservation Volunteers New Zealand Trust have been translated at the average exchange rate for the 2014 financial year. Assets, liabilities and retained earnings of Conservation Volunteers New Zealand Trust have been translated at the exchange rate applicable at balance date. Any foreign exchange rate differences resulting from translation have been recognised in the Foreign Exchange Translation Reserve on consolidation.

(l) Going concern

The consolidated group reported an operating loss for the year ended 28 June 2014 of \$1,417,633 (2013: \$270,501) and had net assets of \$2,259,725 (2013: \$3,655,852) at that date. Notwithstanding the net asset position of \$2,259,725, at 28 June 2014 the consolidated group had a net current asset deficiency of \$531,697 (2013: surplus of \$1,270,606). The budgeted forecast for the 2015 financial year for the consolidated group is a profit of \$1,070,290, with the improvement largely due to the effect of the Green Army contract that has been entered into by Australian Trust for Conservation Volunteers Ltd subsequent to the end of the financial year and disclosed in Note 15 to these financial statements. The consolidated operating profit for the group for the period to 31 October 2014 was \$301,834 indicating that the budgeted profit for the year will be realised. Further, the parent entity, Australian Trust for Conservation Volunteers Ltd, has an unused overdraft facility with its banker that could be used if required. On the basis that the budgeted result for the 2015 financial year is realised and that the company continues to have the support of its banker, the Director's believe that it is appropriate to prepare these financial statements using the going concern principle.

Australian Trust for Conservation Volunteers and Controlled Entities

Notes to the Financial Statements

For the Year Ended 28 June 2014

2 Cash and Cash Equivalents

	2014	2013
	\$	\$
Cash on hand	5,374	5,941
Cash at bank	394,629	624,663
Short-term bank deposits	366,577	1,061,996
	<u>766,580</u>	<u>1,692,600</u>

3 Trade and Other Receivables

Trade receivables	1,906,891	1,326,914
Provision for doubtful debts	-	(18,881)
	<u>1,906,891</u>	<u>1,308,033</u>
Other receivables	18,562	17,533
	<u>1,925,453</u>	<u>1,325,566</u>

4 Inventories

Merchandise	4,013	11,139
Uniforms - at cost	10,325	14,249
Bar stock - at cost	4,955	4,986
	<u>19,293</u>	<u>30,374</u>

5 Investments

Shares in listed corporations - at market value	1,230,766	1,110,162
Property held for sale - at fair value	-	370,000
	<u>1,230,766</u>	<u>1,480,162</u>

6 Other Assets

Prepayments - Green Army	310,618	-
Prepayments - Other	108,579	125,774
Accrued Income	124,571	132,357
Rental Bonds Held	68,358	61,050
	<u>612,126</u>	<u>319,181</u>

Prepayments – Green Army relate to wages, on-costs, travel expenses and consulting fees incurred in preparation for Green Army projects which commenced in the 2015 financial year.

Australian Trust for Conservation Volunteers and Controlled Entities

Notes to the Financial Statements

For the Year Ended 28 June 2014

7 Property, Plant and Equipment

	2014 \$	2013 \$
Land and Buildings		
Land at valuation (2007)	665,000	665,000
Land and buildings at valuation (2012)	300,000	1,400,000
Land and buildings at cost	1,977,566	401,091
Accumulated depreciation	(72,687)	(38,940)
Total land and buildings	<u>2,869,879</u>	<u>2,427,151</u>
Plant and Equipment		
At cost	1,814,643	1,640,929
Accumulated depreciation	(1,398,681)	(1,252,856)
Total plant and equipment	<u>415,962</u>	<u>388,073</u>
Motor Vehicles		
At cost	301,752	333,343
Accumulated depreciation	(184,940)	(215,377)
Total motor vehicles	<u>116,812</u>	<u>117,966</u>
Total property, plant and equipment	<u>3,402,653</u>	<u>2,933,190</u>

Movements in Carrying Amounts

	Land and Buildings \$	Plant and Equipment \$	Motor Vehicles \$	Total \$
Balance at the beginning of the year	2,427,151	388,073	117,966	2,933,190
Additions	474,195	150,223	20,000	644,418
Disposals	-	(1,870)	(376)	(2,246)
Depreciation expense	(32,713)	(121,753)	(22,063)	(176,529)
Foreign exchange movements	1,246	1,289	1,285	3,820
Carrying amount at the end of the year	<u>2,869,879</u>	<u>415,962</u>	<u>116,812</u>	<u>3,402,653</u>

Australian Trust for Conservation Volunteers and Controlled Entities

Notes to the Financial Statements

For the Year Ended 28 June 2014

8 Trade and Other Payables

	2014	2013
	\$	\$
Trade payables	628,953	579,052
Deposits	17,504	16,460
	<u>646,457</u>	<u>595,512</u>

9 Provisions

CURRENT

Employee entitlements	452,542	522,933
	<u>452,542</u>	<u>522,933</u>

NON CURRENT

Employee entitlements	611,231	547,944
	<u>611,231</u>	<u>547,944</u>

10 Other Liabilities

Accrued expenses	241,969	224,841
GST payable	291,060	108,131
Income in advance	3,028,887	2,125,860
	<u>3,561,916</u>	<u>2,458,832</u>

11 Borrowings

Loan - Bendigo Bank	425,000	-
	<u>425,000</u>	<u>-</u>

The loan from Bendigo Bank is secured by a registered first mortgage over the property known as Lemon Springs and situated at Kaniva-Edenhope Road, Kaniva.

Australian Trust for Conservation Volunteers and Controlled Entities

Notes to the Financial Statements

For the Year Ended 28 June 2014

12 Capital and Leasing Commitments

Operating Lease Commitments

Non-cancellable operating leases contracted for but not capitalised in the financial statements:

	2014	2013
	\$	\$
Payable - minimum lease payments:		
- not later than one year	625,100	879,798
- later that one year but not later than two years	405,617	223,186
- later than two years but not later than five years	320,279	111,409
	<u>1,350,996</u>	<u>1,214,393</u>

13 Cash Flow Information

Reconciliation of Cash Flow from Operations with Operating Deficit after Income Tax

Operating Deficit after income tax	(1,417,633)	(270,501)
Depreciation	176,529	151,064
(Profit)/loss on disposal of investments	50,000	(25,570)
Profit on disposal of property, plant and equipment	(6,014)	(5,870)
Revaluation of investments	(120,604)	(120,143)
Adjustment due to different year end for CVNZ	69,926	(15,517)
Foreign Exchange Translation Adjustment	(52,240)	(8,985)
Changes in assets and liabilities		
(Increase)/decrease in trade receivables	(472,739)	318,535
(Increase)/decrease in inventories	11,081	(6,243)
(Increase)/decrease in other assets	(420,570)	(1,518)
(Increase)/decrease in income in advance	903,027	(418,041)
Increase/(decrease) in trade payables	233,875	98,732
Increase/(decrease) in accrued expenses	17,606	(146,310)
Increase/(decrease) in provisions	(7,106)	(28,742)
	<u>(1,034,862)</u>	<u>(479,109)</u>

Australian Trust for Conservation Volunteers and Controlled Entities

Notes to the Financial Statements

For the Year Ended 28 June 2014

14 Parent Entity

The following information has been extracted from the books and records of the parent entity and has been prepared in accordance with the accounting standards.

	2014 \$	2013 \$
BALANCE SHEET		
Total assets	<u>6,351,697</u>	4,946,038
Total liabilities	<u>5,480,515</u>	<u>3,964,324</u>
Equity		
Reserves	20,000	20,000
Retained earnings	<u>851,182</u>	961,714
Total Equity	<u>871,182</u>	<u>981,714</u>
STATEMENT OF COMPREHENSIVE INCOME		
Operating loss	<u>(906,305)</u>	(306,437)
Total comprehensive income	<u>(906,305)</u>	<u>(306,437)</u>

Included in the Parent entity balance sheet at 30 June 2014 is a loan to Conservation Volunteers New Zealand Trust of \$588,629 and a loan from the Little Desert Flora & Fauna Foundation Inc of \$394,169. The loan of \$200,000 made to Australia Nature Tours and Trade Debtors due from Australia Nature Tours of \$393,648 have been written off as part of the transfer of the Volunteer business from Australian Nature Tours Pty Ltd to Australian Trust for Conservation Volunteers Ltd.

15 Reserves

The Insurance Excess Reserve has been created to provide for the excess payable in the event of a claim on the Company's public liability insurance policy.

The Foreign Exchange Translation Reserve records exchange differences arising on consolidation from the translation to Australian dollars of Conservation Volunteers New Zealand Trust as described in Note 1(k).

The Asset Revaluation Reserve records the accumulated revaluation surplus of freehold land and buildings.

16 Subsequent Events

Subsequent to the end of the financial year, Australian Trust for Conservation Volunteers Ltd entered into a contract with the Commonwealth Government to deliver 105 projects as part of the Green Army initiative for the 2014/15 financial year. The total value of the Green Army contract is \$20 million. The first Green Army projects to be undertaken commenced in September 2014, with the funded projects expected to be completed during the 2016 financial year.

Australian Trust for Conservation Volunteers and Controlled Entities

Notes to the Financial Statements

For the Year Ended 28 June 2014

17 Key Management Personnel Compensation

The total remuneration paid to key management personnel of the Group and the economic entity was \$ 508,096 (2013: \$ 554,430).

18 Related Party Transactions

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

The Economic Entity's main related parties are as follows:

Key management personnel

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity is considered key management personnel.

For details of disclosures relating to key management personnel, refer to Note 17: Key Management Personnel Compensation.

19 Financial Risk Management

The main risks the economic entity is exposed to through its financial instruments are credit risk, liquidity risk and market risk consisting of interest rate risk, foreign currency risk and equity price risk.

The Economic Entity's financial instruments consist mainly of deposits with banks, short-term investments, accounts receivable and accounts payable.

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:

	2014	2013
	\$	\$
Financial Assets		
Cash and cash equivalents	766,580	1,692,600
Trade and other receivables	1,925,453	1,325,566
Listed shares	1,230,766	1,110,162
Total financial assets	3,922,799	4,128,328
Financial Liabilities		
Trade and other payables	646,457	595,512
Borrowings	425,000	-
Total financial liabilities	1,071,457	595,512

Australian Trust for Conservation Volunteers and Controlled Entities

Notes to the Financial Statements

For the Year Ended 28 June 2014

20 Company Details

The registered office of the company is:

Australian Trust for Conservation Volunteers
20 Lydiard Street South
BALLARAT VIC 3350

The principal place of business of the company is:

Australian Trust for Conservation Volunteers
Greenhill Enterprise Centre
University Drive
MOUNT HELEN VIC 3350

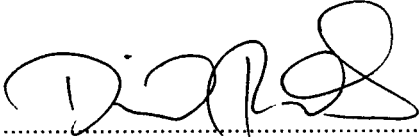
Australian Trust for Conservation Volunteers and Controlled Entities

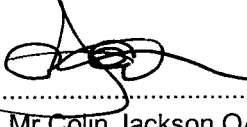
Directors' Declaration

The directors of the Group declare that:

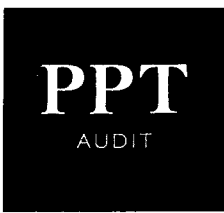
1. The financial statements and notes, as set out on pages 6 to 21, are in accordance with the *Corporations Act 2001* and:
 - a. comply with Accounting Standards - Reduced Disclosure Requirements; and
 - b. give a true and fair view of the financial position as at 28 June 2014 and of the performance for the year ended on that date of the Group and consolidated group.
2. In the directors' opinion, having considered the matter discussed in Note 1(l) there are reasonable grounds to believe that the Group 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

Mr David Clark

Director

Mr Colin Jackson OAM

Dated 28 November 2014



Australian Trust for Conservation Volunteers and Controlled Entities

Independent Audit Report to the members of Australian Trust for Conservation Volunteers and Controlled Entities

We have audited the accompanying financial report of Australian Trust for Conservation Volunteers and Controlled Entities, which comprises the consolidated statement of financial position as at 28 June 2014, and the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the directors' declaration of the consolidated entity comprising the Australian Trust for Conservation Volunteers and Controlled Entities at the year's end or from time to time during the financial year.

Director's Responsibility for the Financial Report

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

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. Those 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.

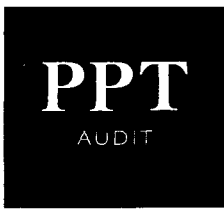
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Group'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 Australian Trust for Conservation Volunteers and Controlled Entities on 27 November 2014, would be in the same terms if provided to the directors as at the date of this auditor's report.





Australian Trust for Conservation Volunteers and Controlled Entities

Independent Audit Report to the members of Australian Trust for Conservation Volunteers and Controlled Entities

Auditor's Opinion

In our opinion the financial report of Australian Trust for Conservation Volunteers and Controlled Entities is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Group's and consolidated entity's financial position as at 28 June 2014 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards - Reduced Disclosure Requirements (including the Australian Accounting Interpretations) and the Corporations Regulations 2001.

Inherent Uncertainty Regarding Going Concern

Without qualification to the opinion expressed above, attention is drawn to the following matter. As indicated in Note 1(i) 'Going Concern', the consolidated entity had a trading loss of \$1,417,633 in the 2014 financial year and a net current asset deficiency of \$531,697 at 28 June 2014. However, on the basis that the budgeted result for the 2015 financial year is realised and that the company continues to have the support of its banker, the Directors believe it is appropriate for the consolidated financial statements to be prepared on a going concern basis.

PPT Audit Pty Ltd
Certified Practising Accountants

Tim S. Bunning
Director

20 Lydiard Street South, Ballarat Vic 3350

28 November 2014

