

**AUSTRALIAN ANIMAL PROTECTION SOCIETY LTD**  
**ABN 51 004 948 716**

**FINANCIAL REPORT**  
**FOR THE YEAR ENDED**  
**31 DECEMBER 2019**

**Liability limited by a scheme approved under  
Professional Standards Legislation**

**AUSTRALIAN ANIMAL PROTECTION SOCIETY LTD**  
**ABN 51 004 948 716**

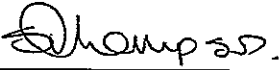
**DIRECTORS' DECLARATION**

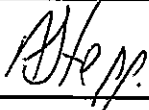
The directors have determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies described in Note 2 to the financial statements.

The directors of the company declare that:

1. The financial statements and notes present fairly the Company's financial position as at 31 December 2019 and its performance for the year ended on that date in accordance with the accounting policies described in Note 2 to the financial statements; and
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

Director:   
Susan Thompson

Director:   
Andrew Stopp

**Dated this 15th day of February 2020**

## **AUSTRALIAN ANIMAL PROTECTION SOCIETY LTD**

**ABN 51 004 948 716**

### **DIRECTORS' REPORT**

The directors present their report on the company for the financial year ended 31 December 2019.

#### **Information on Directors**

The names of each person who has been a director during the year and to the date of this report are:

Susan Thompson  
Andrew Stopp  
Andrew Fielder  
Sharon Kelly  
Mary Neighbour  
Megan Seccull (Resigned 17/11/2019)  
Alan Williams (Appointed 26/05/2019)  
Rhona Van Der Kaay  
Graham Ambrose

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

#### **Operating Results**

The loss of the company after providing for income tax amounted to \$492,359.

#### **Significant Changes in the State of Affairs**

There have been no significant changes in the state of affairs of the Company during the year.

#### **Principal Activities**

The principal activities of the company during the financial year were protection of animals and care and welfare of animals.

No significant changes in the nature of the company's activity occurred during the financial year.

#### **Events After the Reporting Date**

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.

#### **Environmental Issues**

The company's operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a state or territory of Australia.

#### **Dividends paid or recommended**

No dividends were paid or declared since the start of the financial year. No recommendation for payment of dividends has been made.

#### **Options**

No options over issued shares or interests in the company were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

#### **Indemnification and Insurance of Officers and Auditors**

**AUSTRALIAN ANIMAL PROTECTION SOCIETY LTD**  
**ABN 51 004 948 716**

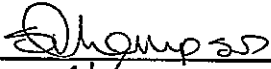
**DIRECTORS' REPORT**

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of the company.

**Auditor's Independence Declaration**

The lead auditor's independence declaration in accordance with section 307C of the Corporations Act 2001, for the year ended 31 December 2019 has been received and can be found on page 3.

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

Director:   
Susan Thompson

Director:   
Andrew Stopp

**Dated this 1st day of May 2020**

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF AUSTRALIAN ANIMAL PROTECTION SOCIETY LTD  
ABN 51 004 948 716**

**Report on the Audit of the Financial Report**

**Opinion**

I have audited the accompanying financial report, being a special purpose financial report, of AUSTRALIAN ANIMAL PROTECTION SOCIETY LTD, (the company) which comprises the balance sheet as at 31 December 2019, statement of profit or loss and other comprehensive income and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and the directors' declaration:

In my opinion, the accompanying financial report of the company is in accordance with the Corporations Act 2001, including:

(i) giving a true and fair view of the company's financial position as at 31 December 2019 and of its financial performance for the year ended; and

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

**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 my report. I am independent of the company in accordance with the auditor independence requirements of the Corporations Act 2001 and 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 my other ethical responsibilities in accordance with the code.

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.

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

**Emphasis of Matter- Basis of Accounting**

I draw attention to note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the Corporations Act 2001. As a result, the financial report may not be suitable for another purpose. My opinion is not modified in respect to this matter.

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF AUSTRALIAN ANIMAL PROTECTION SOCIETY LTD  
ABN 51 004 948 716**

**Responsibilities of Directors' for the Financial Report**

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in note 1 to the financial report is appropriate to meet the requirements of the Corporations Act 2001 and is appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as the directors determine necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

**Auditor's Responsibility 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 the 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 this financial report.

**Name of Firm:** R Harman & Associates  
Certified Practising Accountants

**Name of Principal:**   
Rowan Harman CPA ACIS

**Address:** 73 Robinson Street Dandenong Victoria 3175

**Dated this 12th day of May 2020**

**AUSTRALIAN ANIMAL PROTECTION SOCIETY LTD**  
**ABN 51 004 948 716**

**PROFIT AND LOSS STATEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

	<b>2019</b>	<b>2018</b>
	<b>\$</b>	<b>\$</b>
<b>SALES</b>		
Shop Sales	249,872	264,522
Deductible Gift Receipts	216,387	169,383
Other Donations	11,456	14,298
Claims	3,450	12,832
Pen Sponsorships	15,695	23,483
Membership Fees	4,018	5,432
Rent Received	-	12,652
Bequests, Deceased Estates	1,008,485	203,052
Fund Raising Income	17,011	2,269
Adoption Income	130,945	124,629
Vetinary Services	-	322,795
Cat Retirement Village	-	5,455
Other Revenue	23,564	21,932
	<b>1,680,883</b>	<b>1,182,734</b>
<b>LESS: COST OF GOODS SOLD</b>		
Kennel Food Supplies	83,772	87,326
Kennel Running Expenses	59,980	66,532
Purchases for Shop	5,240	5,487
	<b>148,992</b>	<b>159,345</b>
<b>GROSS PROFIT FROM TRADING</b>	<b>1,531,891</b>	<b>1,023,389</b>
<b>OTHER INCOME</b>		
Interest Received	204,782	296,103
Rebates	330	6,162
Capital Gain(Loss) on Sale of Non-current Assets	-	200
	<b>205,112</b>	<b>302,465</b>
	<b>1,737,003</b>	<b>1,325,854</b>

The accompanying notes form part of these financial statements.

**AUSTRALIAN ANIMAL PROTECTION SOCIETY LTD**  
**ABN 51 004 948 716**

**PROFIT AND LOSS STATEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

	2019	2018
	\$	\$
<b>EXPENSES</b>		
Accountancy & Audit Fees	3,960	3,870
Advertising	1,239	5,394
Amortisation- Lease Improvements	159,000	79,500
Bank Charges	4,376	4,901
Cleaning & Waste Removal	25,673	31,334
Computer Costs	3,129	5,026
Contract Work	21,140	32,138
Depreciation	1,715	1,031
Entertainment Expenses	882	603
Development/Relocation Costs	100,793	203,850
General Expenses	1,966	-
Hire of Plant & Equipment	4,555	-
Insurance	26,528	24,668
Legal Costs	5,953	1,128
Light & Power	44,630	33,635
Motor Vehicle Expenses	4,150	3,241
Postage	1,585	3,271
Printing & Stationery	9,921	17,237
Professional Fees	9,494	112,962
Staff Recruitment	2,136	2,395
Rates & Taxes	70,124	26,229
Rent	191,552	251,056
Repairs & Maintenance	20,108	27,656
Replacements of Equipment & Tools	577	-
Safety Equipment	5,768	625
Salaries & Wages	1,158,446	1,058,341
Provision for Long Service Leave	84	27,068
Security Costs	773	1,935
Staff Training & Welfare	7,713	7,697
Subscriptions & Memberships	8,866	7,171
Superannuation Contributions	105,619	95,535
Telephone	6,621	12,389
Replacement Kennel & Office Equipment	7,626	-
Travelling Expenses	3,612	6,853
Veterinary Expenses	179,883	206,972
Workcover	29,165	32,405
	<u>2,229,362</u>	<u>2,328,116</u>
<b>Loss before income tax</b>	<u>(492,359)</u>	<u>(1,002,262)</u>

The accompanying notes form part of these financial statements.



**AUSTRALIAN ANIMAL PROTECTION SOCIETY LTD**  
**ABN 51 004 948 716**

**BALANCE SHEET**  
**AS AT 31 DECEMBER 2019**

	Note	2019 \$	2018 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		11,528,823	10,597,721
Trade and other receivables	3	8,928	163,606
Accrued Interest		33,852	71,035
<b>TOTAL CURRENT ASSETS</b>		<u>11,571,603</u>	<u>10,832,362</u>
<b>NON-CURRENT ASSETS</b>			
Other Financial assets	4	25,517	25,517
Property, plant and equipment	5	7,045,881	9,002,879
<b>TOTAL NON-CURRENT ASSETS</b>		<u>7,071,398</u>	<u>9,028,396</u>
<b>TOTAL ASSETS</b>		<u>18,643,001</u>	<u>19,860,758</u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and Other Payables		137,371	852,692
Borrowings		(1,772)	(830)
<b>TOTAL CURRENT LIABILITIES</b>		<u>135,599</u>	<u>851,862</u>
<b>NON-CURRENT LIABILITIES</b>			
Employee benefits	6	54,956	64,091
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>54,956</u>	<u>64,091</u>
<b>TOTAL LIABILITIES</b>		<u>190,555</u>	<u>915,953</u>
<b>NET ASSETS</b>		<u>18,452,446</u>	<u>18,944,805</u>
<b>EQUITY</b>			
Reserves	7	832,543	832,543
Retained earnings	8	17,619,903	18,112,262
<b>TOTAL EQUITY</b>		<u>18,452,446</u>	<u>18,944,805</u>

The accompanying notes form part of these financial statements.

**AUSTRALIAN ANIMAL PROTECTION SOCIETY LTD**  
**ABN 51 004 948 716**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

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The financial statements cover the business of AUSTRALIAN ANIMAL PROTECTION SOCIETY LTD and have been prepared to meet the needs of stakeholders and to assist in the preparation of the tax return.

Comparatives are consistent with prior years, unless otherwise stated.

**1 Basis of Preparation**

The Company is non reporting since there are unlikely to be any users who would rely on the general purpose financial statements.

The special purpose financial statements have been prepared in accordance with the significant accounting policies described below and do not comply with any Australian Accounting Standards 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.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

**2 Summary of Significant Accounting Policies**

**Property, Plant and Equipment**

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

**Depreciation**

Property, plant and equipment excluding freehold land, is depreciated on a straight line basis over the assets useful life to the company, commencing when the asset is ready for use.

**AUSTRALIAN ANIMAL PROTECTION SOCIETY LTD**  
**ABN 51 004 948 716**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

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**Impairment of Non-Financial Assets**

At the end of each reporting period the company determines whether there is an evidence of an impairment indicator for non-financial assets.

Where this indicator exists and regardless for goodwill, indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the asset is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss, except for goodwill.

**Employee Benefits**

Provision is made for the company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Cashflows are discounted using market yields on high quality corporate bond rates incorporating bonds rated AAA or AA by credit agencies, with terms to maturity that match the expected timing of cash flows. Changes in the measurement of the liability are recognised in profit or loss.

**Provisions**

Provisions are recognised when the company 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.

**AUSTRALIAN ANIMAL PROTECTION SOCIETY LTD**  
**ABN 51 004 948 716**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

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**Cash and Cash Equivalents**

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

**Revenue and Other Income**

Revenue is recognised when the business is entitled to it.

**Sale of goods**

Revenue from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and the cessation of all involvement in those goods.

**Interest revenue**

Interest revenue is recognised using the effective interest rate method.

**Other income**

Other income is recognised on an accruals basis when the company is entitled to it.

**Goods and Services Tax (GST)**

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST.

Cash flows in the cash flow statement are included on a gross basis and the GST component of cash flows arising from investing or financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

**AUSTRALIAN ANIMAL PROTECTION SOCIETY LTD**  
**ABN 51 004 948 716**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

	2019 \$	2018 \$
<b>3 Trade and Other Receivables</b>		
<b>Current</b>		
Trade Debtors	1,384	1,193
Other Debtors	-	35,055
	<u>1,384</u>	<u>36,248</u>
Input Tax Credits	7,544	127,358
	<u>8,928</u>	<u>163,606</u>
<b>4 Other Financial Assets</b>		
<b>Non-Current</b>		
Moorabbin Bond	1,040	1,040
Shelter Bond	24,477	24,477
	<u>25,517</u>	<u>25,517</u>
<b>5 Property, Plant and Equipment</b>		
<b>Land and Buildings</b>		
Land and Improvements Perry Road	6,148,351	7,939,783
Lease Improvements - Bangholme Road	316,030	320,881
Less Accumulated Amortisation	(238,500)	(79,500)
Land & Buildings - Cheltenham Shop	820,000	820,000
	<u>897,530</u>	<u>1,061,381</u>
<b>Total Land and Buildings</b>	<u>7,045,881</u>	<u>9,001,164</u>
<b>Motor Vehicles</b>	28,526	28,526
Less: Accumulated Depreciation	(28,526)	(28,526)
	<u>-</u>	<u>-</u>
<b>Low Value Pool</b>	29,337	29,337
Less: Accumulated Depreciation	(29,337)	(27,622)
	<u>-</u>	<u>1,715</u>
<b>Total Plant and Equipment</b>	<u>-</u>	<u>1,715</u>
<b>Total Property, Plant and Equipment</b>	<u>7,045,881</u>	<u>9,002,879</u>
<b>6 Employee Benefits</b>		
<b>Non-Current</b>		
Provision for Long Service Leave	54,956	64,091
	<u>54,956</u>	<u>64,091</u>

**AUSTRALIAN ANIMAL PROTECTION SOCIETY LTD**  
**ABN 51 004 948 716**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

	2019	2018
	\$	\$
<b>7 Reserves</b>		
Asset Revaluation Reserve	820,000	820,000
Capital Profits Reserve	<u>12,543</u>	<u>12,543</u>
	<u>832,543</u>	<u>832,543</u>
<b>8 Retained Earnings</b>		
Retained earnings at the beginning of the financial year	18,112,262	19,114,524
Net loss attributable to members of the company	<u>(492,359)</u>	<u>(1,002,262)</u>
Retained earnings at the end of the financial year	<u>17,619,903</u>	<u>18,112,262</u>

**AUSTRALIAN ANIMAL PROTECTION SOCIETY LTD**  
**ABN 51 004 948 716**

**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

	Retained earnings	Total
Note	\$	\$
<b>Balance at 1 January 2018</b>	19,114,524	19,114,524
<b>Profit attributable to equity shareholders</b>	<u>(1,002,262)</u>	<u>(1,002,262)</u>
<b>Balance at 31 December 2018</b>	<u>18,112,262</u>	<u>18,112,262</u>
<b>Profit attributable to equity shareholders</b>	<u>(492,359)</u>	<u>(492,359)</u>
<b>Balance at 31 December 2019</b>	<u>17,619,903</u>	<u>17,619,903</u>

AUSTRALIAN ANIMAL PROTECTION SOCIETY  
ABN 51 004 948 716

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31ST DECEMBER 2019

Note	2019 \$	2018 \$
<b>Cash Flows From Operating Activities</b>		
Receipts from customers	1,680,883	1,197,166
Payments to suppliers and employees	(2,378,024)	(2,005,373)
Interest received	204,782	286,103
<b>Net cash provided by (used in) operating activities</b>	<b>(492,359)</b>	<b>(512,104)</b>
<b>Cash Flows From Investing Activities</b>		
Bank Interest	-	-
Proceeds Sale of Fixed Assets	-	-
Payments for purchase of non-current assets	1,423,461	2,977,988
Increase in Current Liabilities	-	-
<b>Net cash provided by (used in) Investing activities</b>	<b>1,423,461</b>	<b>2,977,988</b>
<b>Cash Flows from Financing Activities</b>		
Repayment of Borrowings	-	-
<b>Net cash provided by (used in) financing activities</b>	<b>-</b>	<b>-</b>
<b>Net increase (decrease) in cash held</b>	<b>931,102</b>	<b>(3,490,092)</b>
Cash at beginning of the year	10,597,721	14,087,813
<b>Cash at end of the year</b>	<b>11,528,823</b>	<b>10,597,721</b>

The accompanying notes form part of these financial statements

This report is to be read in conjunction with the attached audit report



**AUSTRALIAN ANIMAL PROTECTION SOCIETY**  
**ABN 51 004 948 716**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31ST DECEMBER 2019**

	<b>2019</b>	<b>2018</b>
	<b>\$</b>	<b>\$</b>
<b>Notes to the Statement of Cash Flows</b>		
<b>Reconciliation of Cash</b>		
Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:		
Cash on Hand	673	(194)
Paypal	1,496	2,431
Term Deposits	10,870,803	9,900,000
Cash at Bank - CBA	2,939	6,765
Cash at Bank - Cheque	599,302	680,426
Cash at Bank - NAB Business Investment	15,510	1,467
Cash at Bank - BOM	37,902	6,628
Cash at Bank - Bendigo Bank	198	198
	<b>11,528,823</b>	<b>10,597,721</b>
<b>Reconciliation of Net Cash provided by Operating Activities to profit from ordinary activities after Income Tax</b>		
Operating profit (loss) after income tax	(492,359)	(1,002,262)
Non-cash flows in profit from ordinary activities		
Plus Depreciation	160,715	80,531
Less Profit on sale of Fixed Assets		
<b>Change in Assets and Liabilities:</b>		
(Increase)/Decrease in Trade and Term Receivables	154,678	8,074
(Increase)/Decrease in Accrued Interests	37,183	78,655
Increase (Decrease) in Trade and Other Payables	(342,499)	296,664
Increase (Decrease) in Borrowings	(942)	(833)
Increase (Decrease) in Employee Entitlements	(9,135)	27,067
<b>Cash flow from operations</b>	<b>(492,359)</b>	<b>(512,104)</b>

The accompanying notes form part of these financial statements  
This report is to be read in conjunction with the attached audit report

