

Financial Statements

Hearts4Heart

ABN 16 789 232 707

For the year ended 30 June 2021

Prepared by Riordan Kruisheer Byrne Jones

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Directors Declaration

Hearts4Heart


For the year ended 30 June 2021

The directors of the company declare that:

1. The financial statements and notes, present fairly the company's financial position as at 30 June 2021 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 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:  _____
Tanya Hall

Director: _____

Julian Maiolo

Date: 2 December 2021

Income Statement

Hearts4Heart

For the year ended 30 June 2021

	NOTES	2021	2020
Income			
Revenue from providing Goods and Services			
Funding and Grants		264,612	190,000
Total Revenue from providing Goods and Services		264,612	190,000
Income from Government			
Cash Flow Boost for Employers		6,764	20,000
JobKeeper Income		15,957	11,943
Victorian Government Grant		10,000	-
Total Income from Government		32,721	31,943
Other Income			
Interest Income		59	119
Other Revenue		4,915	145
Total Other Income		4,975	263
Total Income		302,307	222,206
Total Income		302,307	222,206
Operating Expenses			
Payroll Expenses			
Annual Leave Expense		11,851	-
Long Service Leave Expense		1,936	15,444
Superannuation		9,556	9,704
Wages and Salaries		100,585	95,352
Workcover		1,218	2,282
Total Payroll Expenses		125,144	122,782
Other Expenses			
Advertising		391	617
Audit Fee		702	665
Bank Fees		-	50
Computer Expenses		562	397
Consulting & Accounting		242	2,255
Depreciation		693	368
Insurance		4,012	2,749
Internet		840	895
Media		35,200	35,747
Meeting Expense		231	322
Membership		200	36
Office Expenses		200	-
Parking		216	28
Printing, Stationery & Postage		21	3,297
Subscriptions		-	550

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

	NOTES	2021	2020
Taxi/Transport		320	598
Telephone		1,075	901
Travel and accommodation		759	4,340
Website		6,000	259
Total Other Expenses		51,662	54,071
Total Operating Expenses		176,806	176,853
Net Profit		125,501	45,353

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Balance Sheet

Hearts4Heart

As at 30 June 2021

	NOTES	30 JUN 2021	30 JUN 2020
Assets			
Current Assets			
Bank accounts		288,685	142,093
Accounts Receivable		250	-
Other Receivables		2,336	11,635
Wages - Debtor		1,544	1,114
Total Current Assets		292,815	154,842
Non-Current Assets			
Property, plant and equipment			
Plant and equipment at cost			
Computer Equipment		1,637	1,637
Office Equipment		504	504
Total Plant and equipment at cost		2,141	2,141
Accumulated depreciation of plant and equipment			
Computer Equipment - Accumulated Depreciation		(1,637)	(1,448)
Office Equipment - Accumulated Depreciation		(504)	-
Total Accumulated depreciation of plant and equipment		(2,141)	(1,448)
Total Property, plant and equipment		-	693
Total Non-Current Assets		-	693
Total Assets		292,815	155,535
Liabilities			
Current Liabilities			
Leave Accrual		-	3,600
Provision for Annual Leave		11,851	-
Provision for Long Service Leave		17,380	15,444
Superannuation Payable		1,593	-
Total Current Liabilities		30,823	19,045
Total Liabilities		30,823	19,045
Net Assets		261,992	136,491
Equity			
Retained Earnings			
Current year earnings		125,501	45,353
Retained earnings/Accumulated funds		136,491	91,138
Total Retained Earnings		261,992	136,491
Total Equity		261,992	136,491

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Notes to the Financial Statements

Hearts4Heart

For the year ended 30 June 2021

1. Statement of Significant Accounting Policies

The financial report has been prepared on an accrual basis and under the historical cost convention, except for certain assets, which, as noted, have been written down to fair value as a result of impairment. Unless otherwise stated, the accounting policies adopted are consistent with those of the prior year.

The accounting policies that have been adopted in the preparation of the statements are as follows:

Property, Plant and Equipment

Property, plant and equipment is initially recorded at the cost of acquisition or fair value less, if applicable, any accumulated depreciation and impairment losses.

Trade and Other Receivables

Trade receivables and other receivables, including distributions receivable, are recognised at the nominal transaction value without taking into account the time value of money. If required a provision for doubtful debt has been created.

Trade and Other Payables

Trade and other payables represent the liabilities for goods and services received by the company that remain unpaid at 30 June 2021. Trade payables are recognised at their transaction price. They are subject to normal credit terms and do not bear interest.

Provisions

Provisions are recognised when the entity has a legal or constructive obligation resulting from past events, for which it is probable that there will be an outflow of economic benefits and that outflow can be reliably measured. Provisions are measured using the best estimate available of the amounts required to settle the obligation at the end of the reporting period.

Compilation Report

Hearts4Heart

For the year ended 30 June 2021

Compilation report to Hearts4Heart

We have compiled the accompanying special purpose financial statements of Hearts4Heart, which comprise the balance sheet as at 30 June 2021, the income statement, a summary of significant accounting policies and other explanatory notes.

The Responsibility of the Directors

The directors of Hearts4Heart are solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and for the determination that the basis of accounting used is appropriate to meet their needs and for the purpose that financial statements were prepared.

Our Responsibility

On the basis of information provided by the directors we have compiled the accompanying special purpose financial statements in accordance with the basis of accounting as described in Note 1 to the financial statements and APES 315 *Compilation of Financial Information*.

We have applied our expertise in accounting and financial reporting to compile these financial statements in accordance with the basis of accounting described in Note 1 to the financial statements. We have complied with the relevant ethical requirements of APES 110 *Code of Ethics for Professional Accountants*.

Assurance Disclaimer

Since a compilation engagement is not an assurance engagement, we are not required to verify the reliability, accuracy or completeness of the information provided to us by management to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on these financial statements.

The special purpose financial statements were compiled exclusively for the benefit of the directors who are responsible for the reliability, accuracy and completeness of the information used to compile them. We do not accept responsibility for the contents of the special purpose financial statements.

Riordan Kruisheer Byrne-Jones



David Rogers FCPA

45 Whitehorse Road, Balwyn, Victoria

Date: 1 December 2021

RSM Australia Pty Ltd

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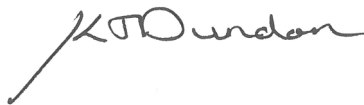
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www.rsm.com.au**AUDITOR'S INDEPENDENCE DECLARATION**

As lead auditor for the audit of the financial report of Hearts4Heart for the year ended 30 June 2021. I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the Australian professional accounting bodies; and
- (ii) any applicable code of professional conduct in relation to the audit.

**RSM AUSTRALIA PTY LTD**

K J DUNDON
Director

Dated: 2 December 2021
Melbourne, Victoria

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RSM Australia Pty Ltd ACN 009 321 377 atf Birdanco Practice Trust ABN 65 319 382 479 trading as RSM

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INDEPENDENT AUDITOR'S REPORT To the Directors of Hearts4Heart

Opinion

We have audited the financial report of Hearts4Heart ("the Company"), which comprises the Balance Sheet as at 30 June 2021 and the Profit and Loss Statement for the year then ended ("financial report").

In our opinion, the accompanying financial report of the Company presents fairly, in all material respects, the financial position of the Company as at 30 June 2021 and its performance for the year then ended in accordance with Australian Accounting Standards.

Basis for Opinion

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

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

Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation and fair presentation of the financial report in accordance with the requirements of Australian Accounting Standards, and for such internal control as the directors determine 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, the directors are responsible for assessing the ability of the Company 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.

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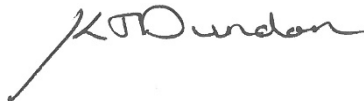
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Auditor's Responsibilities for the Audit of the Financial Report

Our 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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our auditor's report.

**RSM AUSTRALIA PTY LTD**

K J DUNDON
Director

Dated: 2 December 2021
Melbourne, Victoria