

**Association of Ukrainians in Victoria (A.U.V.)**  
**ABN 20 004 319 126**  
**Financial Statements**  
**For the Year ended 30 June 2013**

**Association of Ukrainians in Victoria (A.U.V.)**

**Annual Report  
for the Year Ended 30 June 2013**

<u>Contents</u>	<i>Page</i>
Directors' Report .....	2
Statement of Comprehensive Income .....	5
Income Statement .....	6
Statement of Financial Position .....	7
Statement of Changes in Equity .....	8
Statement of Cash Flows .....	9
Cash Flow Information. ....	10
Notes to the Accounts .....	11
Directors Declaration .....	30
Compilation Report .....	31
Independent Auditor's Report .....	32

**Association of Ukrainians in Victoria (A.U.V.)**  
**ABN 20 004 319 126**  
**Directors Report**  
**for the Year Ended 30 June 2013**

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Your directors present their report on the company and its controlled entity for the financial year ended 30 June 2013.

**Directors**

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

Michael Moravski  
Stefan Romaniw  
George Leon Makohon  
Andrew Hluchanic  
Lydia Maria Dzis  
Roman Zachariak  
Irena Andreeva

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

**Review of Operations**

The consolidated profit of the consolidated group for the financial year after providing for income tax amounted to \$166,630.

A review of the operations of the consolidated group during the financial year and the results of those operations are as follows:

The company's operations during the year performed as expected in the opinion of the directors.

Please note Branch operations have not been included as timely information has not been forwarded in the timely manner. The Directors have an obligation to make these financial statements readily available.

**Significant Changes in the State of Affairs**

No significant changes in the consolidated group's state of affairs occurred during the financial year.

**Principal Activities**

The principal activities of the consolidated group during the financial year were:

Promote Ukrainian Culture

No significant change in the nature of these activities occurred during the year.

**Association of Ukrainians in Victoria (A.U.V.)**  
**ABN 20 004 319 126**  
**Directors Report**  
**for the Year Ended 30 June 2013**

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**Events Subsequent to the End of the Reporting Period**

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

**Likely Developments and Expected Results of Operations**

Likely developments in the operations of the consolidated group 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 consolidated group.

The consolidated group's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a state or territory.

**Dividends**

Dividends paid or declared since the start of the financial year are as follows:

- a) There were no dividends paid during the year.
- b) There were no dividends or distributions recommended or declared for payment to members during the year that have not been paid or credited to the member throughout the year.

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

No shares were issued during or since the end of the year as a result of the exercise of an option over unissued shares or interests.

**Proceedings on Behalf of the Company**


No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

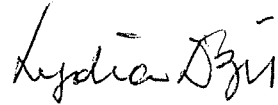
The company was not a party to any such proceedings during the year.

Association of Ukrainians in Victoria (A.U.V.)  
ABN 20 004 319 126  
Directors Report  
for the Year Ended 30 June 2013

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This directors' report is signed in accordance with a resolution of the Board of Directors:

  
Michael Moravski  
Director

  
Lydia Maria Dzis  
Director

Dated this 28 day of Nov 2013

**Association of Ukrainians in Victoria (A.U.V.)**

ABN 20 004 319 126

**Statement of Comprehensive Income**

**For the Year ended 30 June 2013**

	Note	2013 \$	2012 \$
Revenue	2	388,380	290,553
Expenses excluding Finance Costs	3	219,843	258,134
Finance Costs	4	1,907	2,275
<b>Profit Attributable to Members of the Company</b>		<b>166,630</b>	<b>30,144</b>
<b>Other Comprehensive Income:</b>			
<u>General Reserve</u>			
Asset Revaluation 3 - 11 Russell St Essendon Vic 3040		232,167	-
<b>Total Comprehensive Income</b>		<b>398,797</b>	<b>30,144</b>

*The accompanying notes form part of these financial statements.  
These financial statements should be read in conjunction with the attached Compilation Report.*

**Association of Ukrainians in Victoria (A.U.V.)**  
**ABN 20 004 319 126**  
**Income Statement**  
**For the Year ended 30 June 2013**

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	Note	2013 \$	2012 \$
Revenue	2	388,380	290,553
Expenses excluding Finance Costs	3	219,843	258,134
Finance Costs	4	1,907	2,275
<b>Profit Attributable to Members of the Company</b>		<u>166,630</u>	<u>30,144</u>

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**Association of Ukrainians in Victoria (A.U.V.)**

ABN 20 004 319 126

**Statement of Financial Position**

**As at 30 June 2013**

	Note	2013 \$	2012 \$
<b>Current Assets</b>			
Cash and Cash Equivalents	6	276,546	33,295
Trade and Other Receivables	7	39,027	95,271
Inventories	8	4,959	4,959
<b>Total Current Assets</b>		<u>320,532</u>	<u>133,525</u>
<b>Non-Current Assets</b>			
Financial Assets	9	5,870	95,870
Property, Plant and Equipment	11	4,149,616	3,830,172
Intangible Assets	12	746	746
<b>Total Non-Current Assets</b>		<u>4,156,232</u>	<u>3,926,788</u>
<b>Total Assets</b>		<u>4,476,764</u>	<u>4,060,313</u>
<b>Current Liabilities</b>			
Trade and Other Payables	13	64,163	64,438
Financial Liabilities	14	-	24,681
Short Term Provisions	15	18,014	6,539
<b>Total Current Liabilities</b>		<u>82,177</u>	<u>95,658</u>
<b>Non-Current Liabilities</b>			
Financial Liabilities	14	1,680,213	1,649,078
<b>Total Non-Current Liabilities</b>		<u>1,680,213</u>	<u>1,649,078</u>
<b>Total Liabilities</b>		<u>1,762,390</u>	<u>1,744,736</u>
<b>Net Assets</b>		<u>2,714,374</u>	<u>2,315,577</u>
<b>Equity</b>			
Issued Capital	16	1,968,110	1,968,110
Reserves	17	232,167	-
Retained Profits	18	514,097	347,467
<b>Total Equity</b>		<u>2,714,374</u>	<u>2,315,577</u>

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Association of Ukrainians in Victoria (A.U.V.)

ABN 20 004 319 126

Statement of Changes in Equity  
For the Year ended 30 June 2013

	2013 \$	2012 \$
<b>Opening Balance</b>	347,467	317,323
<b>Retained Earnings</b>		
Profit Attributable to Shareholders	166,630	30,144
	<u>166,630</u>	<u>30,144</u>
<b>Other Comprehensive Income</b>		
General Reserve	232,167	-
<b>Closing Balance</b>	<u><u>746,264</u></u>	<u><u>347,467</u></u>
<b>Reconciliation of Retained Earnings</b>		
Opening Balance	347,467	317,323
Profit Attributable to Shareholders	166,630	30,144
Closing Balance	<u>514,097</u>	<u>347,467</u>
<b>Reconciliation of Reserves</b>		
<b>General Reserve</b>		
Other Comprehensive Income	232,167	-
Closing Balance	<u>232,167</u>	<u>-</u>
<b>Total Equity</b>	<u><u>746,264</u></u>	<u><u>347,467</u></u>

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**Association of Ukrainians in Victoria (A.U.V.)**  
**Statement of Cash Flows**  
**For the Year ended 30 June 2013**

	Note	2013 \$	2012 \$
<b>Cash Flow from Operating Activities</b>			
Receipts from government grants and community services		441,268	300,499
Payments to suppliers and employees		(196,316)	(241,518)
Interest received		3,356	5,155
Borrowing costs		(1,907)	(2,275)
Net cash provided by operating activities		246,401	61,861
<b>Cash Flow from Investing Activities</b>			
Proceeds from Sale of Investments Property, plant and equipment purchases		(99,606)	(109,958)
Investment purchases		(99,606)	(109,958)
Net cash provided by investing activities		(99,606)	(109,958)
<b>Cash Flow from Financing Activities</b>			
Proceeds from borrowings		56,686	631,227
Repayment of borrowings		(25,551)	(593,520)
Net cash provided by financing activities		31,135	37,707
Net increase (decrease) in cash held		177,930	(10,390)
Cash at beginning of year		98,616	109,006
<b>Cash at end of year</b>	6	<b>276,546</b>	<b>98,616</b>
<u>Reconciliation of Cash</u>			
Undeposited Funds		4,484	-
Dnister Bank Overdraft		139,158	(24,681)
Dnister - On Call		17	1,547
Dnister - Social Welfare		21,451	10,366
Dnister - Malanka		12	421
Dnister - Postup		18,671	9,852
Dnister - Venue		1,123	3,724
Dnister- The Free Thought		90	90
ANZ Building Fund A/c No 1		36	-
ANZ Building Fund A/c No2		1,317	-
ANZ Business Management A/c		-	6,148
Petty Cash		187	1,149
ANZ Interest Bearing Deposit		90,000	90,000
		<b>276,546</b>	<b>98,616</b>

*The accompanying notes form part of these financial statements.*

**Association of Ukrainians in Victoria (A.U.V.)**  
**Notes to the Financial Statements**  
**For the Year ended 30 June 2013**

	2013	2012
	\$	\$
<b>Cash Flow Information</b>		
Reconciliation of Cash flow from Operations with profit from Ordinary Activities		
Profit / (Loss) from ordinary activities	166,630	30,144
Non – cash flows in profit from ordinary activities		
Depreciation	9,329	10,675
Plant & Equipment Written Off	-	-
Changes in assets and liabilities		
(Increase)/ decrease in receivables	50,647	(20,367)
(Increase)/ decrease in inventories	-	-
Increase/ (decrease) in payables	5,322	39,856
Increase/ (decrease) in provisions	11,475	-
(Increase)/ decrease in provision for GST	5,597	1,553
Increase/ (decrease) in liabilities	(2,599)	-
 Cash flow from operations	 246,401	 61,861

Association of Ukrainians in Victoria (A.U.V.)

ABN 20 004 319 126

Notes to the Financial Statements

For the Year ended 30 June 2013

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1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements cover Association of Ukrainians in Victoria (A.U.V.) as an individual entity. Association of Ukrainians in Victoria (A.U.V.) is a company limited by guarantee, incorporated and domiciled in Australia.

**Basis of Preparation**

The financial statements are special purpose financial statements that have been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board (AASB) and the Corporations Act 2001. The company is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards (IFRS). Material accounting policies adopted in the preparation of the financial statements are presented below and have been consistently applied unless stated otherwise.

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

**Accounting Policies**

(a) **Cash and Cash Equivalents**

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

(b) **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.

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Association of Ukrainians in Victoria (A.U.V.)

ABN 20 004 319 126

Notes to the Financial Statements  
For the Year ended 30 June 2013

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(c) **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 settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits payable later than one year 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 employees may not satisfy vesting requirements.

(d) **Property, Plant and Equipment**

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

Property

Freehold land and buildings are shown at their fair value (being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction), based on periodic, but at least triennial, valuations by external independent valuers, less accumulated depreciation for buildings.

In the periods when the freehold land and buildings are not subject to an independent valuation, the directors conduct valuations to ensure the land and buildings' carrying amount is not materially different to the fair value.

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation reserve in members' equity. Decreases that offset previous increases of the same asset are recognised against fair value reserves directly in equity; all other decreases are charged to the statement of comprehensive income.

Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

Please note the remainder of the property revaluations will be undertaken during the year ending 30 June 2014.

Plant and Equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment. In the event the carrying amount of plant and equipment is greater than the estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Accounting Policy note - Impairment).

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Association of Ukrainians in Victoria (A.U.V.)

ABN 20 004 319 126

Notes to the Financial Statements

For the Year ended 30 June 2013

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The cost of fixed assets constructed within the consolidated group includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of comprehensive income during the financial period in which they are incurred.

Depreciation

The depreciation method and useful life used for items of property, plant and equipment (excluding freehold land) reflects the pattern in which their future economic benefits are expected to be consumed by the company. Depreciation commences from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements. The depreciation method and useful life of assets is reviewed annually to ensure they are still appropriate.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

(e) **Borrowing Costs**

Borrowing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

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ABN 20 004 319 126

Notes to the Financial Statements

For the Year ended 30 June 2013

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(f) **Trade and Other Receivables**

Trade receivables are recognised initially at the transaction price (i.e. cost) and are subsequently measured at cost less provision for impairment. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

At the end of each reporting period, the carrying amount of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised immediately in statement of comprehensive income.

(g) **Inventories**

Inventories are measured at the lower of cost and net realisable value. The cost of manufactured products includes direct materials, direct labour and an appropriate portion of variable and fixed overheads. Overheads are applied on the basis of normal operating capacity. Costs are assigned on the basis of weighted average costs.

(h) **Investment Property**

Investment properties includes land and/or buildings that earns rental income or appreciates in value. All tenant leases are on an arm's length basis. Investment properties are initially measured at cost and subsequently measured at fair value, determined annually by independent valuers.

Changes to fair value are recorded in the statement of comprehensive income as other income.

(i) **Leases**

Operating Leases

The minimum rental revenue of operating leases with fixed rental increases, where the lessor effectively retains substantially all of the risks and benefits of ownership of the leased item, are recognised on a straight line basis.

Revenue from other leases is recognised in accordance with the lease agreement, which is considered to best represent the pattern of service rendered through the provision of the leased asset.

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Association of Ukrainians in Victoria (A.U.V.)

ABN 20 004 319 126

Notes to the Financial Statements  
For the Year ended 30 June 2013

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(j) **Financial Instruments**

Initial Recognition and Measurement

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

Financial instruments are initially measured at fair value plus transactions costs except where the instrument is classified 'at fair value through profit or loss', in which case transaction costs are expensed to profit or loss immediately.

**Classification and Subsequent Measurement**

Finance instruments are subsequently measured at fair value, amortised cost using the effective interest method or cost. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as:

- the amount at which the financial asset or financial liability is measured at initial recognition;
- less principal repayments;
- plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest method; and
- less any reduction for impairment.

The effective interest method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying amount with a consequential recognition of an income or expense item in profit or loss.

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

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**Association of Ukrainians in Victoria (A.U.V.)**

**ABN 20 004 319 126**

**Notes to the Financial Statements**

**For the Year ended 30 June 2013**

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Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

The company does not designate any interests in subsidiaries, associates or joint venture entities as being subject to the requirements of Accounting Standards specifically applicable to financial instruments.

Financial Assets at Fair Value through Profit and Loss

Financial assets are classified at 'fair value through profit or loss' when they are held for trading for the purpose of short term profit taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying amount being included in profit or loss.

Loans and Receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost.

Held-to-Maturity Investments

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the company's intention to hold these investments to maturity. They are subsequently measured at amortised cost.

Impairment

At the end of each reporting period, the company assesses whether there is objective evidence that a financial asset has been impaired. A financial assets (or group of financial assets) is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events (a "loss event") having occurred, which has an impact on the estimated future cash flows of the financial asset(s).

In the case of available-for-sale financial assets, a significant or prolonged decline in the market value of the instrument is considered to constitute a loss event. Impairment losses are immediately recognised in profit or loss. Also, any cumulative decline in fair value previously recognised in other comprehensive income is reclassified to profit or loss at this point.

In the case of financial assets carried at amortised cost, loss events may include indications that the debtors or a group of debtors are experiencing significant financial difficulty, default or delinquency in interest or principal payments; indications that they will enter bankruptcy or other financial reorganisation; and changes in arrears or economic conditions that correlate

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Association of Ukrainians in Victoria (A.U.V.)

ABN 20 004 319 126

Notes to the Financial Statements  
For the Year ended 30 June 2013

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with defaults.

For financial assets carried at amortised cost (including loans and receivables), a separate allowance account is used to reduce the carrying amount of financial assets impaired by credit losses. After having taken all possible measures of recovery, if management establishes that the carrying amount cannot be recovered by any means, at that point the written-off amounts are charged to the allowance account or the carrying amount of impaired financial assets is reduced directly if no impairment amount was previously recognised in the allowance account.

When the terms of financial assets that would otherwise have been past due or impaired have been renegotiated, the company recognises the impairment for such financial assets by taking into account the original terms as if the terms have not been renegotiated so that the loss events that have occurred are duly considered.

Derecognition

Financial assets are derecognised when the contractual rights to receipt of cash flows expires or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or have expired. The difference between the carrying amount of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed is recognised in profit of loss.

(k) **Financial Guarantees**

Where material, financial guarantees issued that requires the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due are recognised as a financial liability at fair value on initial recognition.

The fair value of financial guarantee contracts has been assessed using a probability-weighted discounted cash flow approach. The probability has been based on:

- the likelihood of the guaranteed party defaulting during the next reporting period;
- the proportion of the exposure that is not expected to be recovered due to the guaranteed party defaulting; and
- the maximum loss exposed if the guaranteed party were to default.

Financial guarantees are subsequently measured at the higher of the best estimate of the obligation in accordance with AASB 137: Provisions, Contingent Liabilities and Contingent Assets, and the amount initially recognised less, when appropriate, cumulative amortisation in accordance with AASB 118: Revenue. Where the entity gives guarantees in exchange for a fee, revenue is recognised under AASB 118.

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Association of Ukrainians in Victoria (A.U.V.)

ABN 20 004 319 126

Notes to the Financial Statements

For the Year ended 30 June 2013

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(l) **Revenue and Other Income**

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the entity and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates. All revenue is stated net of the amount of goods and services tax (GST).

Sale of Goods

Revenue is recognised on transfer of goods to the customer as this is deemed to be the point in time when risks and rewards are transferred and there is no longer any ownership or effective control over the goods.

Interest Revenue

Interest is recognised using the effective interest method.

Rental Income

Investment property revenue is recognised on a straight line basis over a period of the lease term so as to reflect a constant periodic rate of return on the net investment.

Other Revenue

Other revenue is recognised when the entity is entitled to the funds.

(m) **Trade and Other Payables**

Trade and other payables represent the liabilities at the end of the reporting period for goods and services received by the company that remain unpaid.

Trade payables are recognised at their transaction price. Trade payables are obligations on the basis of normal credit terms.

(n) **Goods and Services Tax (GST)**

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

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

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ABN 20 004 319 126

**Notes to the Financial Statements**

**For the Year ended 30 June 2013**

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The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

**(o) Comparative Figures**

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

Where the company has retrospectively applied an accounting policy, made a retrospective restatement of items in the financial statements or reclassified items in its financial statements, an additional statement of financial position as at the beginning of the earliest comparative period will be disclosed.

**(p) Critical Accounting Estimates and Judgments**

The directors evaluate estimates and judgments incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the company.

Key Estimates - Impairment

The company assesses impairment at the end of each reporting period by evaluation of conditions and events specific to the company that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

**(q) New Accounting Standards for Application in Future Periods**

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The company has decided not to early adopt any of new and amended pronouncements and that it would not have any material effect on the company's financial statements.

**(r) Statement of Compliance**

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards (AIFRS). Compliance with AIFRS ensures that the full-year financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards (IFRS).

These financial statements are the first to be prepared in accordance with AIFRS.

*The accompanying notes form part of these financial statements.  
These financial statements should be read in conjunction with the attached Compilation Report.*

**Association of Ukrainians in Victoria (A.U.V.)**

**ABN 20 004 319 126**

**Notes to the Financial Statements**

**For the Year ended 30 June 2013**

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**Impact of first time adoption of AIFRS**

The directors of Association of Ukrainians in Victoria (A.U.V.) have assessed the impact of first-time adoption of Australian equivalents to International Financial Reporting Standards.

There is no impact on the company's financial statements for the year ended 30th June 2005 or 30th June 2006 and no restatement or transitional adjustments are necessary.

**(s) Statement of Compliance**

The financial report complies with Australian Accounting Standards which include Australian equivalents to International Financial Reporting Standards (AIFRS). Compliance with AIFRS ensures that the full year financial report, comprising the financial statements and notes complies with International Financial Reporting Standards (IFRS).

These financial statements are the first to be prepared in accordance with AIFRS. There is no evidence of an impact to the financial statements for the year ended 30 June 2013 or 30 June 2012 and no restatement or transitional adjustments are necessary.

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These financial statements should be read in conjunction with the attached Compilation Report.*

Association of Ukrainians in Victoria (A.U.V.)

ABN 20 004 319 126

Notes to the Financial Statements

For the Year ended 30 June 2013

	2013 \$	2012 \$
<b>2. Revenue</b>		
<b>Sales Revenue</b>		
Sale of Goods	24,697	70,132
	<u>24,697</u>	<u>70,132</u>
<b>Other Income</b>		
Hiring Charges	65,650	79,406
Interest Received	3,356	5,155
Donations	225,018	9,300
Fundraising Events	(2,082)	9,632
Other Revenue	(864)	2,577
Government Grants	78,968	86,587
Membership Fees	(13,563)	19,814
Rent Received	7,200	7,950
	<u>363,683</u>	<u>220,421</u>
	<u><u>388,380</u></u>	<u><u>290,553</u></u>
<b>3. Expenses</b>		
Raw Materials, Purchases and Consumables Used	3,985 ✓	13,678
Employee Benefits Expense	38,478	60,527
Depreciation and Amortisation	9,329	10,675
Advertising & Promotion	14,459	8,180
Bank Charges	1,911	1,728
Insurance	15,674	20,544
Electricity & Gas	16,757	12,696
Postage	878	597
Printing & Stationery	2,876	5,452
Rates & Taxes	14,847	21,335
Repairs & Maintenance	1,680	2,223
Telephone & Internet	3,118	5,931
Other Expenses	95,851 ✗	94,568
	<u>219,843</u>	<u>258,134</u>

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These financial statements should be read in conjunction with the attached Compilation Report.*

**Association of Ukrainians in Victoria (A.U.V.)**

ABN 20 004 319 126

**Notes to the Financial Statements**

**For the Year ended 30 June 2013**

	2013	2012
	\$	\$
<b>4. Finance Costs</b>		
Interest Paid		
- Other Persons/Corporations	1,907	2,275
	<u>1,907</u>	<u>2,275</u>
<b>5. Profit for the Year</b>		
Profit before income tax expense from continuing operations includes the following specific expenses:		
<b>Charging as Expense</b>		
Cost of Goods Sold	3,985	13,678
Finance Costs	1,907	2,275
Movements in Provisions		
Depreciation		
- Depreciation of Property, Plant and Equipment	9,329	10,675
Other Provisions:-		
- Employee Benefits	11,475	-
Net Expenses Resulting from Movement in Provisions	<u>20,804</u>	<u>10,675</u>
Bad & Doubtful Debts:-		
- Bad debts written off	30,115	-
	<u>30,115</u>	<u>-</u>
Remuneration of the Auditor:-		
- Audit & review of financial statements	2,450	2,614
	<u>2,450</u>	<u>2,614</u>
<b>Crediting as Income:</b>		
Interest from :		
- Term Deposits	3,356	5,155
Total Interest Revenue	<u>3,356</u>	<u>5,155</u>

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These financial statements should be read in conjunction with the attached Compilation Report.*

Association of Ukrainians in Victoria (A.U.V.)

ABN 20 004 319 126

Notes to the Financial Statements

For the Year ended 30 June 2013

	2013	2012
	\$	\$
<b>6. Cash and Cash Equivalents</b>		
Undeposited Funds	4,484	-
Deposits at Call	90,000	-
ANZ Building Fund A/c No 1	36	-
ANZ Building Fund A/c No 2	1,317	-
Dnister - Chq A/c	139,158	-
Dnister - On Call	17	1,547
Dnister - Social Welfare	21,451	10,366
Dnister - Malanka	12	421
Dnister - Postup	18,671	9,852
Dnister - Venue	1,123	3,724
Dnister- The Free Thought	90	90
ANZ Business Management A/c	-	6,148
Petty Cash and Cash Drawer	187	1,147
	<u>276,546</u>	<u>33,295</u>
<b>Reconciliation of Cash</b>		
Cash and Cash Equivalents	276,546	33,295
Bank Overdrafts	-	(24,681)
	<u>276,546</u>	<u>8,614</u>
<b>7. Trade and Other Receivables</b>		
<b>Current</b>		
Trade Debtors	29,243	85,487
Loans - Newborough	9,784	9,784
	<u>39,027</u>	<u>95,271</u>
<b>Total Trade and Other Receivables</b>	<u>39,027</u>	<u>95,271</u>

*The accompanying notes form part of these financial statements.  
These financial statements should be read in conjunction with the attached Compilation Report.*



**Association of Ukrainians in Victoria (A.U.V.)**

ABN 20 004 319 126

**Notes to the Financial Statements**

**For the Year ended 30 June 2013**

	2013	2012
	\$	\$
<b>8. Inventories</b>		
<b>Current</b>		
Stock on Hand	4,959	4,959
	<u>4,959</u>	<u>4,959</u>
<b>Total Inventories</b>	<u>4,959</u>	<u>4,959</u>
<b>9. Financial Assets</b>		
<b>Non-Current</b>		
ANZ Interest Bearing Deposit	-	95,870
Other	5,870	-
	<u>5,870</u>	<u>95,870</u>
<b>Total Financial Assets</b>	<u>5,870</u>	<u>95,870</u>
<b>10. Financial Assets</b>		
<b>Non-Current</b>		
ANZ Bank A/cs	-	95,870
Other	5,870	-
	<u>5,870</u>	<u>95,870</u>
<b>Total Financial Assets Available for Sale</b>	<u>5,870</u>	<u>95,870</u>
<b>11. Property, Plant and Equipment</b>		
<b>Land and Buildings</b>		
3 - 15 Russell Street Essendon	2,000,000	1,767,833
	<u>2,000,000</u>	<u>1,767,833</u>
19 - 21 Russell Street Essendon		
- Purchase Price	820,000	820,000
- Stamp Duty	44,860	44,860
- Other costs including adjustments , legal fees etc	37,968	37,968
- Other	71,808	71,808
	<u>974,636</u>	<u>974,636</u>

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These financial statements should be read in conjunction with the attached Compilation Report.*

**Association of Ukrainians in Victoria (A.U.V.)**

ABN 20 004 319 126

**Notes to the Financial Statements**

**For the Year ended 30 June 2013**

	2013	2012
	\$	\$
17 Russell Street Essendon		
- Purchase Price	510,000	510,000
- Stamp Duty	26,260	26,260
- Capitalised interest on borrowings	130,938	130,938
- Adjustments as per Statement of Adjustments	654	654
- Other	59,690	59,690
	<u>727,542</u>	<u>727,542</u>
Dev Costs Righton Russel		
- CMW Design and Construct (Vic) Pty Ltd	35,746	34,863
- CB Richards Ellis Pty Ltd	6,000	6,000
- Clement Stone Town Planner	3,885	3,885
- Moonee Valley City Council - Town Planning	5,303	5,303
- Traffix Group	5,165	5,165
- Stonewall Holdings	2,439	2,439
- Burns Hamilton & Partners	8,310	8,310
- Stokes Perna	2,400	2,400
- W H Jowers & Associates	1,125	1,125
- Hall & Wilcox	13,344	13,344
- VCAT	321	321
- Watson Young	1,553	1,553
- Bruce Rae Plumbing	5,646	5,646
- Various Structural Improvements	2,500	2,500
- Capitalised interest on borrowings	211,777	116,054
- Capitalised land tax	66,799	66,799
- Other	1,227	1,227
	<u>373,540</u>	<u>276,934</u>
Property Improvements		
Property Improvements	45,476	45,476
Less Accumulated Depreciation	6,566	3,411
	<u>38,910</u>	<u>42,065</u>
Total Land and Buildings	<u>4,114,628</u>	<u>3,789,010</u>

Property Valuation: 13 – 21 Russell Street, Essendon Vic 3040

Herron Todd White has undertaken an independent property valuation on 21 October 2013. The property has been valued at \$2,640,000.

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These financial statements should be read in conjunction with the attached Compilation Report.*

Association of Ukrainians in Victoria (A.U.V.)

ABN 20 004 319 126

Notes to the Financial Statements

For the Year ended 30 June 2013

	2013	2012
	\$	\$
<b>Plant and Equipment</b>		
Plant & Equipment	261,937	261,937
Less Accumulated Depreciation	<u>232,952</u>	<u>227,837</u>
	28,985	34,100
Office Furniture & Equipment	21,789	21,789
Less Accumulated Depreciation	<u>19,991</u>	<u>19,674</u>
	1,798	2,115
Furniture & Fittings	10,756	10,756
Less Accumulated Depreciation	<u>6,551</u>	<u>5,809</u>
	4,205	4,947
Total Plant and Equipment	<u>34,988</u>	<u>41,162</u>
<b>Total Property, Plant and Equipment</b>	<u>4,149,616</u>	<u>3,830,172</u>
<b>12. Intangible Assets</b>		
<b>Non-Current</b>		
Intangible Assets	746	746
<b>Total Intangible Assets</b>	<u>746</u>	<u>746</u>
<b>13. Trade and Other Payables</b>		
<b>Current</b>		
Sundry Creditors	230	703
Trade Creditors	62,681	57,025
Other Creditors	710	571
Provision for GST	<u>542</u>	<u>6,139</u>
	64,163	64,438
<b>Total Trade and Other Payables</b>	<u>64,163</u>	<u>64,438</u>

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These financial statements should be read in conjunction with the attached Compilation Report.*

**Association of Ukrainians in Victoria (A.U.V.)**  
**ABN 20 004 319 126**  
**Notes to the Financial Statements**  
**For the Year ended 30 June 2013**

	2013	2012
	\$	\$
<b>14. Financial Liabilities</b>		
<b>Current</b>		
Bank Overdraft	-	24,681
	<u>-</u>	<u>24,681</u>
<b>Non-Current</b>		
ANZ Business Loan Stm	230,000	230,000
ANZ Business Loan Stm	468,189	493,740
Loan Mimivic Pty Ltd	375,338	375,338
Loan Australian Federation of Ukrainian Organisation	606,686	550,000
	<u>1,680,213</u>	<u>1,649,078</u>
<b>Total Financial Liabilities</b>	<u>1,680,213</u>	<u>1,673,759</u>
<b>15. Provisions</b>		
<b>Current</b>		
Provision for Long Service Leave	18,014	6,539
<b>Total Provisions</b>	<u>18,014</u>	<u>6,539</u>
<b>16. Contributed Equity</b>		
<b>Issued Capital</b>		
Members Capital	1,968,110	1,968,110
	<u>1,968,110</u>	<u>1,968,110</u>

*The accompanying notes form part of these financial statements.  
These financial statements should be read in conjunction with the attached Compilation Report.*

Association of Ukrainians in Victoria (A.U.V.)

ABN 20 004 319 126

Notes to the Financial Statements

For the Year ended 30 June 2013

	2013 \$	2012 \$
<b>Share Movements in Members' Equity</b>		
Members' Equity on Issue at Beginning of the Reporting Period	1,968,110	1,968,110
Movement in Members Capital	-	-
Members' Equity at End of the Reporting Period	<u>1,968,110</u>	<u>1,968,110</u>

(a) A.U.V. does not pay any dividends to Members. On winding up of the Company, the net assets are to be distributed in accordance with Memorandum No 8 of A.U.V. Constitution. At Members' General Meetings each Member is entitled to one vote when a poll is called, or via a show of hands.

**17. Reserves**

General Reserve	<u>232,167</u>	-
	<u>232,167</u>	-

Movements during the year

**General Reserve**

Asset Revaluation 3 - 11 Russell St Essendon Vic 3040	232,167	-
	<u>232,167</u>	-

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These financial statements should be read in conjunction with the attached Compilation Report.*

**Association of Ukrainians in Victoria (A.U.V.)**  
**ABN 20 004 319 126**  
**Notes to the Financial Statements**  
**For the Year ended 30 June 2013**

	2013	2012
	\$	\$
<b>18. Retained Earnings</b>		
Retained Earnings at the Beginning of the Financial Year	347,467	317,323
<b>Add</b>		
Net profit attributable to members of the company	166,630	30,144
Retained Earnings at the End of the Financial Year	514,097	347,467

**19. Auditors Remuneration**

Krammers Accountants were the auditors of Association of Ukrainians in Victoria (A.U.V.)

- Audit & review of financial statements	2,450	2,614
	2,450	2,614

**20. Company Details**

The registered office of the company is:  
 Association of Ukrainians in Victoria (A.U.V.)  
 3 -11 Russell Street Essendon Vic 3040

The principal place of business is:  
 Association of Ukrainians in Victoria (A.U.V.)  
 3 -11 Russell Street Essendon Vic 3040

The principal activities of the business include:  
 Promote Ukrainian Culture

*The accompanying notes form part of these financial statements.  
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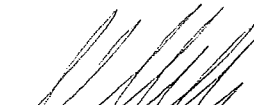
**Association of Ukrainians in Victoria (A.U.V.)**  
**ABN 20 004 319 126**  
**Directors Declaration**  
**for the Year Ended 30 June 2013**

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The directors of the company declare that:

1. The financial statements and notes, as set out in the financial statements, are in accordance with the Corporations Act 2001 and:
  - i. comply with Australian Accounting Standards, which, as stated in accounting policy Note 1 to the financial statements, constitutes explicit and unreserved compliance with International Financial Reporting Standards (IFRS); and
  - ii. give a true and fair view of the financial position as at 30 June 2013 and of the performance for the year ended on that date of the company.
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.

  
Michael Moravski  
Director

  
Lydia Maria Dzis  
Director

Dated this 28 day of Nov 2013

**Association of Ukrainians in Victoria (A.U.V.)**  
ABN 20 004 319 126  
**Compilation Report To Association of Ukrainians in Victoria (A.U.V.)**

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We have compiled the accompanying special purpose financial statements of Association of Ukrainians in Victoria (A.U.V.), which comprise the statement of financial position as at 30 June 2013, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, a summary of significant accounting policies and other explanatory notes. These have been prepared in accordance with the financial reporting framework described in Note 1 to the financial statements.

The Responsibility of the Directors

The directors are solely responsible for the information contained in the special purpose financial statements and have determined that the financial reporting framework used is appropriate to meet their needs and for the purpose that the 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 financial reporting framework and APES 315: Compilation of Financial Information.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the directors provided, in compiling the financial statements. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

The special purpose financial statements were compiled exclusively for the benefit of the directors. We do not accept responsibility to any other person for the contents of the special purpose financial statements.

**Buckley Business Solutions**  
Chartered Accountants  
191B Buckley Street Essendon



Roman Rozek  
27 November 2013



# KRAMMERS ACCOUNTANTS

ABN : 17 510 441 635

**All correspondence to :**

**Box 342, Essendon, Vic 3040**

**Email : wkrammer@bigpond.net.au**

Essendon : Suite 7, 2<sup>nd</sup> Floor, 902 Mt Alexander Road, Essendon , 3040

Tel: (03) 9326 0211 Fax: (03) 9370 0759

Romsey : 106 Main Street, Romsey, 3434 Tel : (03) 5429 5477 Fax : (03) 5429 6778

Sunbury :Rear of 36 Macedon Street, Sunbury, 3429 . Tel / Fax : (03) 8746 9890

Consulting only :

City : 2<sup>nd</sup> Floor, 316 Queen Street, Melbourne, Vic 3000

## **AUDITOR'S REPORT TO THE MEMBERS OF THE ASSOCIATION OF UKRAINIANS IN VICTORIA (A.U.V)**

### **SCOPE**

We have audited the attached financial statements comprising Profit & Loss and Balance Sheet with related notes of the Association of Ukrainians in Victoria (A.U.V) for the year ended 30<sup>th</sup> June 2013. The Association's board are responsible for the preparation & presentation of the financial statements and the information contained therein, and have determined that the accounting policies used are appropriate to meet the needs of the members. We have conducted an independent audit of the Association on their preparation and presentation.

The financial statements have been prepared for distribution to members for the purpose of fulfilling the director's financial reporting requirements under the Corporations Law. We disclaim any assumption of responsibility for any reliance on this report or on the financial statements to which it related to any person other than the members or of any purpose other than that for which it was prepared.

Our audit has been conducted in accordance with Australian Auditing Standards. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial statements and evaluation of significant accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all materials respects, the financial statements are presented fairly in accordance with the accounting policies used. These policies do not require the application of all Statements of Accounting Concepts and Accounting Standards.

The audit opinion expressed in this report has been formed on the above basis.

### **AUDIT OPINION**

The attached financial statements reflect only the investments through the Essendon Branch of the Association. We believe there are other transactions handled by branches in Noble Park, Newborough, Wodonga, St Albans & Geelong which may not be recorded in these statements.

We endeavoured to sight all titles for properties claimed to be owned by the Association. To date we have sighted titles for the hall at 3-11 Russell St, land in Cox Road, Geelong, Hunt Street Wodonga, 16 Alexina Street St Albans, 26 Chandler Road Nobel Park, 13-15 Russell Street Essendon, 20 Balfour Street Newborough, 19-21 Russell St Essendon and 17 Russell Street Essendon.

Subject to the foregoing qualifications.

In our opinion:-


(a) the accounts which have been prepared under the historical cost convention are properly drawn up in accordance with the provisions of the Corporations Law, and so as to give a true and fair view of:-

- (I) the state of affairs of the Association as at 30<sup>th</sup> June 2013 and of the profit (or loss) of the Association for the year ended on that date;
- (II) the other matters required by divisions 4 of part 3.6e of the law to be dealt with in the accounts;

and are in accordance with Statements of Accounting Concepts and applicable Accounting Standards.

(b) the accounting records and other records, including registers have been properly kept in accordance with the provisions of the Act.

**WILLIAM FRANCIS KRAMMER - FIPA**  
**REGISTERED AUDITOR NO: 8689**



Dated: \_\_\_\_\_

22<sup>nd</sup> June 2013