

CRITICAL CARE EDUCATION TRUST

A.B.N. 32 381 598 200

FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2016

CRITICAL CARE EDUCATION TRUST

A.B.N. 32 381 598 200

TRUSTEE'S REPORT

Your directors present their report on the trust for the year ended 30 June 2016.

DIRECTORS

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

R Harris (appointed July 2014)	O Flower (appointed July 2014)
C Bradford (appointed July 2014)	L Macken (appointed July 2014)
F Child (appointed July 2014)	W Casson (appointed July 2014)

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

OPERATING RESULTS

The Trust produced a net profit for the financial year amounting to \$701,155 (2015 Profit: \$28,364)

REVIEW OF OPERATIONS

A review of the operations of the Trust during the financial year and the results of those operations shows that the principal activity of the Trust was to promote the advancement of critical care education.

MISSION/PURPOSE

The Trust aims to educate in critical care and provide support and facilitate health promotion and the prevention and control of disease in human beings with specific reference to diseases endemic to the practice of critical care.

GOALS

In support of the Trust's objectives and dominant purpose, the Trust shall also engage in:

- developing, supporting and facilitating innovative initiatives in Critical Care Education;
- fostering collaboration and sharing education;
- promoting equitable access to Critical Care Education initiatives;
- developing open access programmes in developing regions for Critical Care Education initiatives;
- seeking affiliations with other associations or bodies with similar or complimentary objects;
- providing information to other professional bodies as well as government bodies and institutions;
- promoting excellence in Critical Care through maintenance of knowledge and skill base;
- supporting initiatives in Critical Care that promote professional well-being, networking and the sharing of information;
- supporting initiatives in Critical Care that promote multi-disciplinary learning;
- providing a membership body for individuals and organisations that promote Critical Care Education;
- using appropriate media to disseminate information concerning Critical Care Education;
- doing all such other lawful things as are incidental and conducive to the attainment of the above objectives;
- the objects of the Trust must be consistent with its requirements to maintain its tax concession charity and deductible gift recipient status and the Trust is prohibited from doing anything to jeopardise this status or including an object or purpose which is inconsistent with either of the following:
 - (a) its not for profit status
 - (b) its tax concession charity and deductible gift recipient status.

CRITICAL CARE EDUCATION TRUST

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TRUSTEE'S REPORT (Continued)

KEY PERFORMANCE MEASURES

The Trust measures its performance on the basis of sound financial results through prudent management of limited resources and the promotion of critical care education. The longer term measurement of this success is seen in better patient outcomes for the general public.

EVENTS SUBSEQUENT TO BALANCE DATE

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

LIKELY DEVELOPMENTS

There are no likely developments in the operations of the company, which are expected to affect the results of the Trust's operations in subsequent financial years.

ENVIRONMENTAL ISSUES

The Trust's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a State or Territory.

DIRECTORS' BENEFITS

Since the commencement of the financial year no director of the Trustee company has received or become entitled to receive, a benefit because of a contract that the director, a firm of which the director is a member, or an entity in which the director has a substantial financial interest, has made with:

- The Trust, or
- An entity that the Trust controlled or a body corporate that was related to the Trust, when the contract was made or when the director received, or became entitled to receive, the benefit.

INSURANCE OF OFFICERS

During the financial year, the Trust paid a premium to insure certain officers of the Trustee company, details of the nature of the cover and premium paid are prohibited from disclosure in accordance with the terms and conditions of the policy.

Signed in accordance with a resolution of the Board



Trustee Director

TINWORTH & Co

CHARTERED ACCOUNTANT and BUSINESS ADVISORS

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF CRITICAL CARE EDUCATION TRUST

We have audited the accompanying general purpose financial report of the Critical Care Education Trust, which comprises the statement of financial position as at 30 June 2016, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended, notes comprising a summary of significant accounting policies and other explanatory information,

Director's responsibility for the financial report

The directors of the Trustee company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the Australian Charity & Not-for-profit Commission and for such internal control as the trustee determine is necessary to ensure 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. These Auditing 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 judgment, including the assessment of the risk of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation 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 Australian professional ethical pronouncements.

Audit Opinion

In our opinion, the financial report of the Critical Care Education Trust is in accordance with the Trust Deed, including:

- (i) giving a true and fair view of the Trust's financial position as at 30 June 2016 and of its performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards.



MARK TINWORTH
CHARTERED ACCOUNTANT

North Sydney 21st November 2016

LEVEL 2 66 BERRY STREET NORTH SYDNEY NSW 2060 P (02) 9922 4644 F (02) 9959 3642

PRINCIPAL: MARK TINWORTH CA

Liability limited by a scheme approved under Professional Standards Legislation

CRITICAL CARE EDUCATION TRUST

A.B.N. 32 381 598 200

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2016

	Note	2016 \$	2015 \$
Revenues	2	2,870,095	2,184,650
Conference expenses		(2,014,479)	(2,039,375)
Administration expenses		(154,461)	(115,286)
Other expenses		-	(1,625)
Profit (loss) before income tax		701,155	28,364
Income tax expense	1	-	-
Profit (loss) after income tax		701,155	28,364
Other comprehensive income after income tax		-	-
Total comprehensive income (loss) for the year		<u>701,155</u>	<u>28,364</u>
Total comprehensive income (loss) attributable to members of the entity		<u>701,155</u>	<u>28,364</u>

The accompanying notes form part of these financial statements

CRITICAL CARE EDUCATION TRUST

A.B.N. 32 381 598 200

**STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2016**

	Note	2016 \$	2015 \$
CURRENT ASSETS			
Cash and cash equivalents	3	1,662,216	578,619
Trade and other receivables	4	216,742	119,154
Other assets	5	1,492	1,612
TOTAL CURRENT ASSETS		<u>1,880,450</u>	<u>699,385</u>
TOTAL ASSETS		<u>1,880,450</u>	<u>699,385</u>
CURRENT LIABILITIES			
Trade and other payables	6	940,881	460,971
TOTAL CURRENT LIABILITIES		<u>940,881</u>	<u>460,971</u>
TOTAL LIABILITIES		<u>940,881</u>	<u>460,971</u>
NET ASSETS		<u>939,569</u>	<u>238,414</u>
EQUITY			
Retained Earnings		939,569	238,414
TOTAL EQUITY		<u>939,569</u>	<u>238,414</u>

The accompanying notes form part of these financial statements

CRITICAL CARE EDUCATION TRUST

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**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2016**

	Retained Earnings
	\$
Balance 1 July 2014	-
Initial contribution from members	210,050
Profit (Loss) for the 2015 year	<u>28,364</u>
Balance as at 30 June 2015	238,414
Profit (Loss) for the 2016 year	<u>701,155</u>
Balance as at 30 June 2016	<u>939,569</u>

The accompanying notes form part of these financial statements.

CRITICAL CARE EDUCATION TRUST

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**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2016**

	Note	2016	2015
		\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Members' & Customers' Receipts		2,801,393	2,078,760
Interest Received		482	127
Payments to Suppliers & Donations		<u>(1,718,278)</u>	<u>(1,710,318)</u>
Net Cash Generated from Operating Activities	9	<u>1,083,597</u>	<u>368,569</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from member's contribution		<u>-</u>	<u>210,050</u>
Net Cash (used in) Financing Activities		<u>-</u>	<u>210,050</u>
Net Increase (Decrease) in Cash Held		1,083,597	578,619
Cash at the Beginning of The Financial Year		<u>578,619</u>	<u>-</u>
Cash at the End of the Financial Year	3	<u>1,662,216</u>	<u>578,619</u>

The accompanying notes form part of these financial statements.

CRITICAL CARE EDUCATION TRUST

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

This financial report is a general purpose financial report and covers the Critical Care Education Trust.

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

The financial report, except for the cash flow information, has been prepared on an accruals basis and is based on historic 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 report have been rounded to the nearest dollar.

Income Tax

No provision for income tax has been raised as the entity is exempt from income tax under Division 50 of the Income Tax Assessment Act 1997.

Financial Instruments

Initial recognition and measurement

Financial assets, comprising trade and other receivables, cash and cash equivalents, financial assets and trade and other payables, are initially measured at fair value on trade date, which includes transaction costs, when the related contractual rights or obligations exist except where the instrument is classified at fair value through profit & loss in which case transaction costs are expensed to profit & loss immediately.

Classification and subsequent measurement

Financial instruments are subsequently measured at either fair value, amortised cost using the effective interest rate method or cost. Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties. 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:

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

The effective interest rate 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 value with a consequential recognition of an income or expense in profit or loss.

CRITICAL CARE EDUCATION TRUST

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Financial assets at fair value through profit & 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, or when they are 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 strategy. Such assets are subsequently measured at fair value with changes in carrying value 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.

Available-for-sale financial assets

Available for sale assets are non-derivative financial assets that are either not capable of being classified into other categories of financial assets due to their nature, or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor determinable payments.

Held to maturity

These investments have fixed maturities, and it is the trust's intention to hold these investments to maturity. Any held to maturity investments held by the trust are stated at amortised cost using the effective interest rate method.

Financial liabilities

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost.

Fair value

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.

Impairment

At each reporting date, the board assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether impairment has arisen. Impairment losses are recognised in the statement of comprehensive income.

Impairment of Assets

At each reporting date, the board reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less cost to sell and value in use, is compared to the asset's carrying value.

Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of comprehensive income.

De-recognition

Financial assets are de-recognised where the contractual right 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 de-recognised where the related obligations are either discharged, cancelled or expire.

CRITICAL CARE EDUCATION TRUST

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The difference between the carrying value of the financial liability extinguished or transferred to another party and their fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

Depreciation of Plant and Equipment

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

Plant and equipment are measured on the cost basis. All assets are depreciated using the straight line basis so as to write off the cost of each asset over its expected useful life to the company.

Depreciation rates used for each class of asset are:

Class of fixed asset	Depreciation rate
Plant and Equipment	10.0%
Fixtures and Fittings	12.5%

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

Gains and losses on disposal are determined by comparing proceeds with the carrying amount. These gains and 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.

Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses on a straight-line basis over the lease term.

Revenue

Membership revenue is measured at the fair value of the consideration received and is brought to account on receipts basis.

Interest revenue is recognised proportionally using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument.

Grant revenue is recognised in the statement of comprehensive income when the entity obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered to be a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as revenue on receipt.

Revenue from the rendering of a service is recognised upon delivery of the service to the customer.

All revenue is stated net of the amount of Goods and Service Tax ("GST").

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of GST except where the amount of GST incurred is not recoverable from the ATO, it is recognised as part of the cost of acquisition of an asset or as part of an item of expense or for receivables or payables which are recognised inclusive of GST where applicable.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables.

Trade and other payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the company during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

Employee Entitlements

Provision is made for the liability for employee entitlements arising from services rendered by employees to balance date. Employee entitlements expected to be settled within one year together with entitlements arising from wages and salaries and annual leave which will be settled after one year have been measured at their nominal amount. Other employee entitlements payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those entitlements. Contributions are made to an employee superannuation fund and are charged as expenses when incurred. The Trust has no legal obligation to provide benefits to employees on retirement.

Cash and Cash equivalents

For the purpose of the statement of cash flows, cash includes cash on hand and at call deposits with banks or financial institutions, net of bank overdrafts

Critical Accounting Estimates and Judgments

The directors of the Trustee company evaluate estimates and judgments incorporated into the financial report 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 Trust assesses impairment at each reporting date by evaluating conditions specific to the Trust that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use or current replacement calculations performed in assessing recoverable amounts incorporate a number of key estimates.

Comparative figures

When required by accounting standards, comparative figures have been adjusted to conform to changes in presentation for the current year.

CRITICAL CARE EDUCATION TRUST

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

	2016	2015
	\$	\$

New Accounting Standards for Application in Future Periods
The AASB has issued a number of new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods, some of which are relevant to the Trust. The Trust's assessment of the new and amended pronouncements that are relevant to the Trust but applicable in future reporting periods is set out below:

- AASB 9: Financial Instruments Amendments to Australian Accounting Standards (applicable for annual reporting periods commencing on or after 1 January 2018).

These standards are applicable retrospectively and include revised requirements for the classification and measurement of financial instruments, as well as recognition and derecognition requirements for financial instruments.

The Trust has not yet been able to reasonably estimate the impact of these pronouncements on its financial statements.

- AASB 1053: Application of Tiers of Australian Accounting Standards and AASB 2010-2: Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements AASB 1, 2, 3, 5, 7, 8, 101, 102, 108, 110, 111, 112, 116, 117, 119, 121, 123, 124, 127, 128, 131, 133, 134, 136, 137, 138, 140, 141, 1050 & 1052 and Interpretations 2, 4, 5, 15, 17, 127, 129 & 1052) (applicable for annual reporting periods commencing on or after 1 July 2014).

AASB 1053 establishes a revised differential financial reporting framework consisting of two tiers of financial reporting requirements for those entities preparing general purpose financial statements:

- (i) Tier 1: Australian Accounting Standards: and
- (ii) Tier 2: Australian Accounting Standards – Reduced Disclosure Requirements.

Tier 2 of the framework comprises the recognition, measurement and presentation requirements of Tier 1, but contains significantly fewer disclosure requirements.

Since the Trust is a not-for-profit private sector entity, it qualifies for the reduced disclosure requirements for Tier 2 entities. It is anticipated that the Trust will take advantage of Tier 2 reporting at a later date.

2. Revenue

Operating Activities

Sponsorship & conference income	2,869,613	2,184,523
Interest received	482	127
	<u>2,870,095</u>	<u>2,184,650</u>

CRITICAL CARE EDUCATION TRUST

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

	2016	2015
	\$	\$
3. Cash and cash equivalents		
Cash at Bank	121,197	355,886
Cash at Bank – USD	-	54,120
Cash at Bank – Euro	1,421,674	58,914
Critical Care	2,796	93,539
Critical Care BCM	90,478	-
Basic Course	5,490	-
Airways workshop	20,581	16,160
	<u>1,662,216</u>	<u>578,619</u>
4. Trade and Other Receivables		
Current		
Trade debtors	204,270	105,763
Loan Critical Care Review	5,000	-
GST refundable	7,472	13,391
	<u>216,742</u>	<u>119,154</u>

Credit risk

The Trust has no significant concentration of credit risk with respect to any single counterparty or group of counterparties. The main source of credit risk to the Trust is considered to relate to the class of assets described as conference receivables.

The following table details the Trust's conference receivables exposed to credit risk with ageing analysis and impairment provided thereon. Amounts are considered as 'past due' when the debt has not been settled within the terms and conditions agreed between the Trust and the member counterparty to the transaction.

Receivables that are past due are assessed for impairment by ascertaining their willingness to pay and are provided for where there are specific circumstances indicating that the debt may not be fully repaid to the Trust. The balances of receivables that remain within initial terms (as detailed in the table) are considered to be of high credit quality.

2016	Gross Amount	Past due & impaired	Past due but not impaired (Days overdue)				Within initial trade terms
			<30	31-60	61-90	>90	
	\$	\$	\$	\$	\$	\$	\$
Trade and other receivables	216,742	-	-	-	-	-	216,742

2015	Gross Amount	Past due & impaired	Past due but not impaired (Days overdue)				Within initial trade terms
			<30	31-60	61-90	>90	
	\$	\$	\$	\$	\$	\$	\$
Trade and other receivables	119,154	-	-	-	-	-	119,154

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$
4. Trade and Other Receivables (continued)		
Trade and other receivables		
The Trust does not hold any financial assets whose terms have been renegotiated, but which would otherwise be past due or impaired.		
Collateral held as security		
No collateral is held as security for any of the trade and other receivables.		
Financial assets classified as loans and receivables		
Trade debtors	209,270	105,763
GST refundable	<u>7,472</u>	<u>13,391</u>
	<u>216,742</u>	<u>119,154</u>
5. Other assets		
Current		
Prepayments	<u>1,492</u>	<u>1,612</u>
6. Trade and other payables		
Current		
Trade creditors & accruals	<u>940,881</u>	<u>460,971</u>

7. Related party transactions

No director of the trustee company receives directly or indirectly any fees, bonuses or other remuneration as a consequence of their appointment to the Board.

8. Financial instruments

Financial risk management

The Trust's financial instruments consist mainly of deposits with banks, local money market instruments and short-term investments, accounts receivable and payable.

The Trust does not have any derivative financial instruments at 30 June 2016.

Financial Risk Management Policies

The Director's overall risk management strategy seeks to assist the Trust in meeting its financial targets, whilst minimising potential adverse effects on financial performance. Risk management policies are approved and reviewed by the Directors' on a regular basis.

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:

CRITICAL CARE EDUCATION TRUST

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

	2016	2015
	\$	\$
8. Financial instruments (continued)		
Financial assets		
Cash & cash equivalents	1,662,216	578,619
Trade & other receivables	<u>216,742</u>	<u>119,154</u>
	<u>1,878,958</u>	<u>697,773</u>
Financial liabilities		
Trade & other payables	<u>940,881</u>	<u>460,971</u>

i. Treasury risk management

A finance committee consisting of senior Board members meet on a regular basis to analyse currency and interest rate exposure and to evaluate treasury management strategies in the context of the most recent economic conditions and forecasts.

ii. Financial risks

The main risks the Trust is exposed to through its financial instruments are interest rate risk, liquidity risk and credit risk.

Interest rate risk

All financial assets and liabilities are non interest bearing except for the following:
Cash assets at an average interest rate for the year of 0.04%. (2015 0.03%)

Foreign currency risk

Exposure to foreign exchange risk may result in the fair value of future cash flows of a financial instrument fluctuating due to movement in foreign exchange rates of currencies in which the trust holds financial instruments which are other than the AUD functional currency of the trust. Fluctuations in the US dollar and the Euro may impact on the trusts financial results unless those exposures are appropriately hedged. The trustees intend to use these foreign bank accounts to finance future SMACC conferences and accordingly believe this to represent a partial natural hedge.

Interest rate risk

The Trust's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and will affect future cash flows or the fair value of fixed rate financial instruments.

Floating rate instruments

Cash & cash equivalents	<u>1,662,216</u>	<u>578,619</u>
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Liquidity risk

Liquidity risk arises from the possibility that the Trust might encounter difficulty in settling its debts or otherwise meeting its obligations related to financial liabilities

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$

8. Financial instruments (continued)

The Trust manages this risk through the following mechanisms:

- preparing forward-looking cash flow analysis in relation to its operational, investing and financing activities;
- obtaining funding from various sources
- maintaining a reputable credit profile
- managing credit risk related to financial assets
- only investing surplus cash with major financial institutions
- comparing the maturity profile of financial liabilities with the realisation profile of financial assets.

Financial liability and financial asset maturity analysis

	Within one year	
<i>Financial liabilities due for payment:</i>		
Trade & other payables excluding deferred income	940,881	460,971
Total expected outflows	<u>940,881</u>	<u>460,971</u>
<i>Financial assets – cash flows realisable:</i>		
Cash & cash equivalents	1,662,216	578,619
Trade & other receivables	<u>216,742</u>	<u>119,154</u>
Total anticipated inflows	<u>1,878,958</u>	<u>697,773</u>
Net (outflows) inflows on financial instruments	<u>938,077</u>	<u>236,802</u>

Foreign exchange risk

The Trust is exposed to fluctuations in foreign currencies by holding US dollar and Euro bank accounts. These accounts are not hedged.

Credit risk

Exposure to credit risk relating to financial assets arises from the potential non-performance by counterparties of contractual obligations that could lead to a financial loss to the Company. Credit risk is managed through maintaining procedures ensuring, to the extent possible, that customers and counterparties to transactions are of sound credit worthiness and includes utilisation of systems for that approval, granting and renewal of credit limits, the regular monitoring of exposures against such limits and the monitoring of the financial stability of significant customers and counterparties. Such monitoring is used in assessing receivables for impairment. Credit terms are normally 14-30 days from the date of invoice.

Customers that do not meet the Trust's strict credit policies may only purchase in cash or using recognised credit cards.

Risk is also minimised through investing surplus funds in financial institutions that maintain high credit ratings or in entities that the finance committee has otherwise cleared as being financially sound.

The maximum exposure to credit risk by class of recognised financial assets at balance date, excluding the value of any collateral or other security held, is equivalent to the carrying value and classification of those financial assets (net of any provisions) as presented in the balance sheet.

CRITICAL CARE EDUCATION TRUST

A.B.N. 32 381 598 200

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

	2016	2015
	\$	\$
8. Financial instruments (continued)		

The Trust has no significant concentration of credit risk with any single counterparty or group of counterparties.

Trade & other receivables that are neither past due or impaired are considered to be of high credit quality aggregates of such amounts are as detailed in Note 5.

The Trust does not have any material credit risk exposure to any single receivable or group of receivables under financial instruments entered in to by the Trust.

Credit risk related to balances with banks and other financial institutions is managed by the finance committee in accordance with approved Committee policy. Such policy requires that surplus funds are only invested in counterparties with a Standard & Poor's (S&P) rating of at least A-. The following table provides information regarding the credit risk relating to cash based on S&P counterparty credit ratings.

Cash and cash equivalents

A-1+ rated	<u>1,662,216</u>	<u>578,619</u>
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Price risk

The Trust is not exposed to any material commodity price risk.

Net fair values

Fair value estimation

The fair values of financial assets and financial liabilities are presented in the following table and can be compared to their carrying values as presented in the balance sheet. Fair values are those amounts at which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arms length transaction. Fair values derived may be based on information that is estimated or subject to judgement, where changes in assumptions may have a material impact on the amounts estimated, Areas of judgement and the assumptions have been detailed below.

Differences between fair values and carrying values of financial instruments with fixed interest rates are due to the change in discount rates being applied by the market since their initial recognition by the company.

	2016		2015	
	Net carrying value	Net fair value	Net carrying value	Net fair value
Financial assets				
Cash & cash equivalents	1,662,216	1,662,216	578,619	578,619
Trade & other receivables	<u>216,742</u>	<u>216,742</u>	<u>119,154</u>	<u>119,154</u>
Total financial assets	<u>1,878,958</u>	<u>1,878,958</u>	<u>697,773</u>	<u>697,773</u>
Financial Liabilities				
Trade & other payables	<u>940,881</u>	<u>940,881</u>	<u>460,971</u>	<u>460,971</u>
Total financial liabilities	<u>940,881</u>	<u>940,881</u>	<u>460,971</u>	<u>460,971</u>

CRITICAL CARE EDUCATION TRUST

A.B.N. 32 381 598 200

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

	2016	2015
	\$	\$

8. Financial instruments (continued)

The fair values of these financial assets have been based on the closing quoted bid prices at the end of the reporting period, excluding transaction costs.

The fair values disclosed in the above table have been determined based on the following methodologies:

- (i) Cash and cash equivalents, trade and other receivables and trade and other payables are short term instruments in nature whose carrying value is equivalent to fair value.

Sensitivity analysis

The following table illustrates sensitivities to the Trust's exposures to changes in interest rates and equity prices. The table indicates the impact on how profit and equity values reporting at the end of the reporting period would have been affected by changes in the relevant risk variable that management considers to be reasonably possible. These sensitivities assume that the movement in a particular variable is independent of other variables.

	Profit	Equity
	\$	\$
Year ended 30 June 2016		
+/- 2% in interest rates	<u>22,408</u>	<u>22,408</u>
Year ended 30 June 2015		
+/- 2% in interest rates	<u>11,572</u>	<u>11,572</u>

9. Cash Flow Information

- (a) Reconciliation of net cash provided by operating activities to profit (loss) from ordinary activities after income tax

Operating Profit (Loss) after Income Tax	701,155	28,364
Changes in Assets and Liabilities:		
- (Increase) Decrease in Receivables	(97,588)	(119,154)
- (Increase) Decrease in Other Assets	120	(1,612)
- Increase (Decrease) in Payables	<u>479,910</u>	<u>460,971</u>
Net Cash (used in) provided by Operating Activities	<u>1,083,597</u>	<u>368,569</u>

- (b) The Trust has no credit stand-by or financing facilities in place.
- (c) There were no non-cash financing or investing activities during the year.

CRITICAL CARE EDUCATION TRUST

A.B.N. 32 381 598 200

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

	2016	2015
	\$	\$
10. Contingent Liabilities and Contingent Assets		

The Trust is not aware of any contingent liabilities that are in existence at the date of the signing of this report.

11. Events after the Balance Sheet Date

There has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material or unusual nature, which in the opinion of the Director's will affect significantly the operations of the Trust, the results of these operations or the state of affairs of the Trust in future financial years.

12. Trust Details

The principal place of business of the Trust is:
Critical Care Education Trust
Level 3 33-35 Atchison Street
St Leonards NSW 2065

TINWORTH & Co

CHARTERED ACCOUNTANT and BUSINESS ADVISORS

COMPILATION REPORT TO CRITICAL CARE EDUCATION TRUST

On the basis of information provided by the directors of the Critical Care Education Trust, we have compiled in accordance with APES 315: 'Statement on Compilation of Financial Reports', the special purpose financial report of the Critical Care Education Trust for the year ended 30 June 2016, as set out in the attached Detailed Profit and Loss Statement.

The specific purpose for which the special purpose financial report has been prepared is to provide private information to the directors of the Trustee company. The extent to which Accounting Standards and other mandatory professional reporting requirements have or have not been adopted in the preparation of the special purpose financial report set out in Note 1.

The directors are solely responsible for the information contained in the special purpose financial report and have determined that the accounting policies used are and are appropriate to satisfy the requirements of the directors.

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

To the extent permitted by law, we do not accept liability for any loss or damage which any person, other than the Trust, may suffer arising from any negligence on our part. No person should rely on the special purpose financial report without having an audit or review conducted.

The special purpose financial report was prepared for the benefit of the Trust and its members and the purpose identified above. We do not accept responsibility to any other person for the contents of the special purpose financial report.



MARK TINWORTH
CHARTERED ACCOUNTANT

North Sydney, *21st November* 2016

LEVEL 2 66 BERRY STREET NORTH SYDNEY NSW 2060 P: (02) 9922 4644 F: (02) 9959 3642

PRINCIPAL: MARK TINWORTH CA
Liability limited by a scheme approved under Professional Standards Legislation

CRITICAL CARE EDUCATION TRUST
A.B.N. 32 381 598 200

PRIVATE INFORMATION FOR THE DIRECTORS
ON THE 2016 FINANCIAL STATEMENTS

DETAILED PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$
INCOME		
Registration fees	1,896,238	1,528,904
Workshops	348,839	283,566
Sponsorships	299,544	197,064
Exhibition	-	74,599
Dublin funding	38,622	-
Sundry	18,604	-
Credit card surcharge	60,238	60,533
Welcome reception & Gala dinner	28,116	29,548
Unrealised foreign exchange gain	157,121	-
RNSH registration	-	7,892
Merchandise	22,291	2,417
Interest received	482	127
	<u>2,870,095</u>	<u>2,184,650</u>
EXPENDITURE		
Advertising	9,484	10,829
Awards	10,541	5,706
Audit	4,000	-
Bank fees	7,855	4,218
Merchant fees	64,524	38,290
CME accreditation	4,165	14,105
Computer website expenses	12,415	15,537
Conference expenses	279,794	162,593
Courier	3,043	-
Design & printing	20,218	19,619
Entertainment & social functions	29,399	78,166
Exchange loss	-	1,624
Exhibition expenses	90,385	105,397
Food & beverages	754,809	726,732
Insurance	9,093	8,719
Legal expenses	4,635	12,714
Management fees	238,745	184,161
Printing, stationery & photocopying	1,965	551
Secretariat expenses	24,388	9,088
Speaker's gift & airfares	131,711	135,190
Telephone, internet & facsimile	2,374	1,681
Travel expenses	18,769	24,488
Wages	12,702	-
Venue hire & audio visual	433,926	596,878
	<u>2,168,940</u>	<u>2,156,286</u>
PROFIT BEFORE INCOME TAX	<u>701,155</u>	<u>28,364</u>

This financial statement should be read in conjunction with the attached Compilation Report