

MELBOURNE TOTAL ABSTINENCE SOCIETY LTD
A.B.N. 74 087 822 366

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2018

	Note	2018 \$	2017 \$
INCOME			
Dividends Received	2	123,310.54	148,477.00
Interest Received	2	1,642.48	2,130.36
Profit (Loss) on Disposal of Investments		51,694.67	86,203.32
Trust Income	2	10,984.50	8,661.82
Imputation Credit Refund		56,681.00	39,790.00
Other Revenue		5,625.00	170.00
		<u>249,938.19</u>	<u>285,432.50</u>
EXPENSES			
Audit Fees		3740.00	3,630.00
Brokerage		9,993.60	13,043.35
Donations		116,000.00	115,000.00
Honorariums		4,000.00	5,000.00
Insurance		1,220.00	1,205.00
Property Expenses		16,054.77	5,830.70
Sundry Expenses		1,080.42	6,363.34
		<u>152,088.79</u>	<u>150,072.39</u>
NET PROFIT / (LOSS) BEFORE TAX		<u>97,849.40</u>	<u>135,360.11</u>

The accompanying notes form part of these financial statements.

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PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2018

	Note	2018 \$	2017 \$
NET PROFIT / (LOSS) BEFORE TAX		97,849.40	135,360.11
NET PROFIT / (LOSS) AFTER TAX		<u>97,849.40</u>	<u>135,360.11</u>
RETAINED EARNINGS / (ACCUMULATED LOSSES) AT THE BEGINNING OF THE FINANCIAL YEAR		2,725,000.14	2,589,640.03
TOTAL AVAILABLE FOR APPROPRIATION		<u>2,822,849.54</u>	<u>2,725,000.14</u>
RETAINED EARNINGS / (ACCUMULATED LOSSES) AT THE END OF THE FINANCIAL YEAR		<u>2,822,849.54</u>	<u>2,725,000.14</u>

The accompanying notes form part of these financial statements.

MELBOURNE TOTAL ABSTINENCE SOCIETY LTD
A.B.N. 74 087 822 366

BALANCE SHEET
AS AT 30 JUNE 2018

	Note	2018 \$	2017 \$
SHARE CAPITAL AND RESERVES			
Financial Assets Reserve		508,726.37	516,389.29
Retained earnings		2,822,849.54	2,725,000.14
TOTAL SHARE CAPITAL AND RESERVES		3,331,575.91	3,241,389.43
Represented by:			
ASSETS			
CURRENT ASSETS			
Cash at Bank – CBA		24,159.23	29,848.24
JB Were Cash Trust		1,970.05	1,747.05
Cash at bank – Business Online Saver		14,547.42	29,441.45
TOTAL CURRENT ASSETS		40,676.70	61,036.74
NON CURRENT ASSETS			
Financial Assets			
Bonds at Market Value	3	42,295.00	38,300.50
Shares in Listed Companies at Market Value	3	2,619,213.91	2,509,523.69
Units in Listed Trusts at Market Value	3	112,890.30	116,028.50
		2,774,399.21	2,663,852.69
Fixed Assets			
Property - 6 Langhorne Street		518,500.00	518,500.00
Total Fixed Assets		518,500.00	518,500.00
TOTAL NON CURRENT ASSETS		3,292,899.21	3,182,352.69
TOTAL ASSETS		3,333,575.91	3,243,389.43
LIABILITIES			
NON CURRENT LIABILITIES			
Deposit Paid Bond		2,000.00	2,000.00
TOTAL NON CURRENT LIABILITIES		2,000.00	2,000.00
TOTAL LIABILITIES		2,000.00	2,000.00
NET ASSETS		3,331,575.91	3,241,389.43

The accompanying notes form part of these financial statements.

MELBOURNE TOTAL ABSTINENCE SOCIETY LTD
A.B.N. 74 087 822 366

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

	2018	2017
	\$	\$

The financial statements cover Melbourne Total Abstinence Society Limited as an individual entity, incorporated and domiciled in Australia. Melbourne Total Abstinence Society Limited is a company limited by guarantee.

1. Summary of Significant Accounting Policies

Financial Reporting Framework

The directors have prepared the financial statements on the basis that the company is a non-reporting entity because there are no users who are dependent on general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the members.

Statement of Compliance

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the *Corporations Act 2001* and the significant accounting policies disclosed below, which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with those of the previous period unless stated otherwise.

Basis of Preparation

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

Property, Plant and Equipment

Property, plant and equipment are carried at cost. All assets, excluding freehold land and buildings, are depreciated over their useful lives to the company. The depreciable amount of property, plant and equipment (excluding freehold land) is depreciated on a straight-line basis. Depreciation commences from the time the asset is available for its intended 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 carrying value of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have not been discounted in determining recoverable amounts.

During the 2016 year a valuation was performed on the land and buildings. As a result of the valuation the value of the property increased from \$335,542.28 to \$518,500.

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.

Revenue and Other Income

All revenue is recognised when received.

All revenue is stated net of the amount of goods and services tax (GST).

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

	2018	2017
	\$	\$
2. Income		
Interest Received		
NAB Income Securities	1,486.72	1,534.75
Australian Taxation Office	5.38	231.78
CBA Business Online Saver	105.97	343.18
CBA Cheque Account	-	3.18
JB Were Cash Trust	44.41	17.47
	<u>1,642.48</u>	<u>2,130.36</u>
Dividends Received		
ANZ Bank	6,480.00	8,861.60
ANZ CPS 2	4,503.00	4,276.87
Argo Invest	3,967.74	3,841.78
AFIC	6,165.36	6,165.36
Bendigo & Adelaide Bank CPS	2,831.67	3,210.29
BHP Billiton	4,817.84	1,756.60
CBA	6,588.00	9,093.60
DUET	-	7,573.75
Macquarie	-	4,880.50
NAB	28,632.78	25,217.28
NAB CSP II	1,197.72	1,215.09
Orora	2,724.00	-
QBE	598.00	1,242.00
QUBE	2,074.76	954.86
RIO Tinto	10,210.18	1,559.25
Seek	2,655.00	2,478.00
Sonic Health	4,469.40	4,297.50
Suncorp	9,052.00	8,804.00
Telstra	-	31,716.25
Transurban	4,501.70	3,228.02
Westpac	18,104.40	18,104.40
Woodside Petroleum	3,736.99	-
	<u>123,310.54</u>	<u>148,477.00</u>

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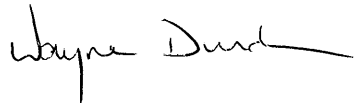
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

3. Investments	Balance at 30th June 2018		
	Number	Cost \$	Market Value \$
Bonds			
NIS	500	48,744.75	42,295.00
Shares			
AFIC	25,689	91,792.00	158,244.24
ANZ Bank CPS 2	990	99,821.75	103,572.81
ANZ	8,100	238,290.31	228,744.00
Argo Investments	12,596	77,347.29	100,390.12
Bendigo & Adelaide Bank CPS	650	65,000.00	64,285.00
BHP Billiton	3,900	107,571.41	132,249.00
Commonwealth Bank	810	44,479.57	59,024.70
Mirvac Group	29,200	60,729.84	63,364.00
NAB	14,461	394,655.74	396,376.01
NAB CPS II	340	34,000.00	35,020.00
Orora	22,700	66,334.60	81,039.00
QBE Insurance	2,300	49,581.00	22,402.00
QUBE Holdings	37,723	87,834.61	90,912.43
Rio Tinto	1,030	77,077.38	85,943.20
Seek	5,900	80,355.92	128,679.00
Sonic Health	5,730	89,899.20	140,556.90
Suncorp	12,400	151,404.00	180,916.00
Transurban Group	8,930	99,468.00	106,892.10
Westpac	9,630	244,982.77	282,159.00
Westpac SPS II	100	10,000.00	9,867.00
Woodside Petroleum	4,190	135,155.21	148,577.40
		2,305,780.60	2,619,213.91
Trusts			
Spark Infrastructure Group	23,000	56,350.00	52,440.00
Scentre Group	13,770	37,028.50	60,450.30
		93,378.50	112,890.30

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF MELBOURNE TOTAL ABSTINENCE SOCIETY LTD.
A.B.N. 74 087 822 366**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2018 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.



Name of firm: E. F. McPHAIL AND PARTNERS
Partner: WAYNE C. DURDIN
Address: 38 Ellingworth Parade, Box Hill VIC 3128
Dated this 27th day of August 2018

**INDEPENDENT AUDITOR'S REPORT
TO THE DIRECTORS OF MELBOURNE TOTAL ABSTINENCE SOCIETY LTD.
A.B.N. 74 087 822 366**

Opinion

We have audited the financial report of Melbourne Total Abstinence Society Ltd, which comprises the balance sheet as at 30 June 2018, the profit and loss statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

In our opinion, the accompanying financial report of Melbourne Total Abstinence Society Ltd is in accordance with the *Corporations Act 2001*, including:

- i. giving a true and fair view of the company's financial position as at 30 June 2018 and of its financial performance for the year then ended; and
- ii. complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Melbourne Total Abstinence Society Ltd, would be in the same terms if given to the directors as at the time of this auditor's report.

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

Information Other than the Financial Report and Auditor's Report Thereon

The directors are responsible for the other information included in the report. The other information comprises the information included in the company's annual report for the year ended 30 June 2018, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

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

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

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



Name of firm: E. F. McPHAIL AND PARTNERS
Partner: WAYNE C. DURDIN
Address: 38 Ellingworth Parade, Box Hill VIC 3128
Dated this 27th day of August 2018