

Muscular Dystrophy Association of Queensland Inc.

ABN 14 908 553 738

Financial Statements

For the Year Ended 30 June 2017

Muscular Dystrophy Association of Queensland Inc.

ABN 14 908 553 738

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Muscular Dystrophy Association of Queensland Inc.

ABN 14 908 553 738

Auditor's Independence Declaration to the directors of Muscular Dystrophy Association of Queensland Inc.

In accordance with the requirements of section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012*, as lead auditor for the audit of Muscular Dystrophy Association of Queensland Inc. for the year ended 30 June 2017, I declare that, to the best of my knowledge and belief, there have been:

- (i) No contraventions of the auditor independence requirements of the section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* (Cth) (ACNC Act) in relation to the audit; and
- (ii) No contraventions of any applicable code of professional conduct in relation to the audit.

Hanrick Curran Audit
Hanrick Curran Audit Pty Ltd
Authorised Audit Company :338599



M. J. Green
Director

Brisbane, 26 September 2017

Muscular Dystrophy Association of Queensland Inc.

ABN 14 908 553 738

Statement of Income and Expenditure

For the Year Ended 30 June 2017

	Note	2017 \$	2016 \$
Income			
Fundraising revenue	2	1,321,714	1,232,781
Client services revenue	2	231,579	252,254
Operating revenue	2	30,468	35,477
		<u>1,583,761</u>	<u>1,520,512</u>
Expenditure			
Fundraising expenses		692,324	457,318
Client services expenses		471,291	260,778
Capital expenses		66,892	90,925
Operating expenses		303,717	775,833
	3	<u>1,534,224</u>	<u>1,584,854</u>
Surplus/(deficit)		<u>49,537</u>	<u>(64,342)</u>

The accompanying notes form part of these financial statements.

Muscular Dystrophy Association of Queensland Inc.

ABN 14 908 553 738

Statement of Financial Position

As At 30 June 2017

	Note	2017 \$	2016 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	1,118,343	924,743
Trade and other receivables	5	16,002	9,382
Inventories	6	6,209	10,739
Investments		6,054	9,026
TOTAL CURRENT ASSETS		1,146,608	953,890
NON-CURRENT ASSETS			
Plant and equipment	7	100,390	116,418
Other receivables	5	11,374	11,374
TOTAL NON-CURRENT ASSETS		111,764	127,792
TOTAL ASSETS		1,258,372	1,081,682
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	8	71,265	75,096
Other liabilities	9	276,764	130,874
Employee benefits	10	65,608	64,713
TOTAL CURRENT LIABILITIES		413,637	270,683
NON-CURRENT LIABILITIES			
Employee benefits	10	13,148	28,949
TOTAL NON-CURRENT LIABILITIES		13,148	28,949
TOTAL LIABILITIES		426,785	299,632
NET ASSETS		831,587	782,050
MEMBERS' FUNDS			
Retained surplus		831,587	782,050
TOTAL MEMBERS' FUNDS		831,587	782,050

The accompanying notes form part of these financial statements.

Muscular Dystrophy Association of Queensland Inc.

ABN 14 908 553 738

Statement of Changes in Equity

For the Year Ended 30 June 2017

2017

	Retained Surplus \$	Total \$
Balance at 1 July 2016	782,050	782,050
Surplus/(deficit) during the year attributable to members	49,537	49,537
Balance at 30 June 2017	831,587	831,587

2016

	Retained Surplus \$	Total \$
Balance at 1 July 2015	846,392	846,392
Surplus/(deficit) during the year attributable to members	(64,342)	(64,342)
Balance at 30 June 2016	782,050	782,050

The accompanying notes form part of these financial statements.

Muscular Dystrophy Association of Queensland Inc.

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Statement of Cash Flows For the Year Ended 30 June 2017

	2017	2016
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	1,632,735	1,637,050
Payments to suppliers and employees	(1,408,753)	(1,667,891)
Interest received	13,760	19,795
Net cash provided by/(used in) operating activities	13 <u>237,742</u>	<u>(11,046)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of plant and equipment	5,591	7,046
Payment for acquisition of plant and equipment	(49,733)	(42,515)
Proceeds from disposal of financial instruments	-	(220)
Net cash used by investing activities	<u>(44,142)</u>	<u>(35,689)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Net increase/(decrease) in cash and cash equivalents held	193,600	(46,735)
Cash and cash equivalents at beginning of year	924,743	971,478
Cash and cash equivalents at end of financial year	4 <u>1,118,343</u>	<u>924,743</u>

The accompanying notes form part of these financial statements.

Muscular Dystrophy Association of Queensland Inc.

ABN 14 908 553 738

Notes to the Financial Statements

For the Year Ended 30 June 2017

1 Summary of Significant Accounting Policies

Basis of Preparation

In the opinion of the Committee of Management, the Association is not a reporting entity since there are unlikely to exist, users of the financial report who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs.

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and the *Associations Incorporation Act (QLD) 1981* (as amended by the *Associations Incorporation and Other Legislation Amendment Act (QLD) 2007*).

The financial statements have been prepared on an accruals basis and are based on historical costs and do not take into account, changing money values, or except where specifically stated, current valuations of non-current assets.

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

a. Income Tax

The Association is exempt from income tax under Section 50-5 of the *Income Tax Assessment Act 1997*. Accordingly no provision for income tax has been made in these financial statements.

b. Property, Plant and Equipment

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

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Association, commencing when the asset is ready for use. Estimated useful lives are reviewed on an annual basis.

Classes of assets and their estimated useful lives are as follows:

Furniture & Fittings	5-6 years
Computer Equipment	3-7 years
Medical Equipment	4-5 years
Motor Vehicles	5-6 years

Profits and losses on disposal of property, plant and equipment are taken into account in determining the surplus for the year.

Muscular Dystrophy Association of Queensland Inc.

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Notes to the Financial Statements

For the Year Ended 30 June 2017

1 Summary of Significant Accounting Policies

c. Financial instruments

Financial Assets

Investments in financial assets are recognised at cost, which includes transaction costs, and are subsequently measured at fair value, which is equivalent to their market bid price at the end of the reporting period. Movements in fair value are recognised through the income and expenditure statement.

d. Employee benefits

Employee benefits comprise wages and salaries, annual, non-accumulating sick and long service leave, and contributions to superannuation plans.

Liabilities for wages and salaries expected to be settled within 12 months of balance date are recognised in other payables in respect of employees' services up to the reporting date. Liabilities for annual leave in respect of employees' services up to the reporting date which are expected to settle within 12 months after the end of the period in which the employees render the related services are recognised in the provision for annual leave. Both liabilities are measured at the amounts expected to be paid when the liabilities are settled. Liabilities for non-accumulating sick leave are recognised when the leave is taken and are measured at the rates paid or payable.

The liability for long service leave is recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method.

The Association pays contributions to certain defined contribution superannuation plans. Contributions are recognised in the income statement when they are due. The Association has no obligation to pay further contributions to these plans if the plans do not hold sufficient assets to pay employee benefits relating to employee service in current and prior periods.

e. Cash and cash equivalents

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

Bank overdrafts also form part of cash equivalents for the purpose of the statement of cash flows and are presented within current liabilities on the statement of assets and liabilities.

f. 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 Association and specific criteria relating to the type of revenue as noted below, have 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).

Muscular Dystrophy Association of Queensland Inc.

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Notes to the Financial Statements

For the Year Ended 30 June 2017

1 Summary of Significant Accounting Policies

f. Revenue and other income

Legacies

Legacies are recognised when the legacy is received.

Revenue from legacies comprising bequests of shares or other property is recognised at fair value, being the market value of the shares or property at the date the company becomes legally entitled to the shares or property.

Grant revenue

Government grants are recognised at fair value where there is reasonable assurance that the grant will be received and all grant conditions will be met. Grants relating to expense items are recognised as income over the periods necessary to match the grant to the costs they are compensating. Grants relating to assets are credited to deferred income at fair value and are credited to income over the expected useful life of the asset on a straight-line basis.

Donations

Donations collected, including cash and goods for resale, are recognised as revenue when the Association gains control, economic benefits are probable and the amount of the donation can be measured reliably.

Interest income

Interest is recognised using the effective interest method.

Dividend income

Dividends are recognised when the entity's right to receive payment is established.

g. Accounts receivable and Other debtors

Accounts receivable and other debtors include amounts due from members as well as amounts received from donors. Receivables expected to be collected within 12 months from the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

h. Accounts payable and Other payables

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

i. Leases

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

Lease incentives under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

Muscular Dystrophy Association of Queensland Inc.

ABN 14 908 553 738

Notes to the Financial Statements

For the Year Ended 30 June 2017

1 Summary of Significant Accounting Policies

j. 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 Tax Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of assets and liabilities are shown inclusive of GST. The net amount of GST recoverable from or payable to the Australian Taxation Office is included as part of receivables or payables

k. Inventory

Inventories are measured at the lower of cost and net realisable value.

l. Adoption of new and revised accounting standards

The Association has adopted all standards which became effective for the first time at 30 June 2017. The adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Association.

Muscular Dystrophy Association of Queensland Inc.

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Notes to the Financial Statements

For the Year Ended 30 June 2017

1 Summary of Significant Accounting Policies

m. New Accounting Standards and Interpretations

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The Association has decided not to early adopt these Standards. The following table summarises those future requirements, and their impact on the Association where the standard is relevant:

Standard Name	Effective date for entity	Requirements	Impact
AASB 9 Financial Instruments and amending standards AASB 2010-7 / AASB 2012-6/ AASB 2014-7 / AASB 2014-8	30 June 2019	Significant revisions to the classification and measurement of financial assets, reducing the number of categories and simplifying the measurement choices, including the removal of impairment testing of assets measured at fair value.	The entity has not yet determined the magnitude of any changes which may be needed.
AASB 15 Revenue from Contracts with Customers	30 June 2019	The standard provides guidance on the recognition of revenue from customers.	The entity has not yet determined the magnitude of any changes which may be needed.
AASB 16 Leases	30 June 2020	Significant revisions to accounting for operational leases on balance sheet by lessees of property and high value equipment. However, exemptions for short-term leases and leases of low value assets will reduce the impact.	The entity has not yet determined the magnitude of any changes which may be needed.

Muscular Dystrophy Association of Queensland Inc.

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Notes to the Financial Statements

For the Year Ended 30 June 2017

2 Revenue and Other Income

Revenue from continuing operations

	2017	2016
	\$	\$
Fundraising revenue		
- Donations	647,317	644,581
- Bequests	103,246	49,940
- Art unions	204,040	256,650
- Events	283,685	218,285
- Charitable grants and contributions	75,745	59,658
- Product sales	7,681	3,667
Total fundraising revenue	1,321,714	1,232,781
Client service revenue		
- Government funding	186,426	219,853
- Fees from services	45,153	32,401
Total client service revenue	231,579	252,254
Operating revenue		
- Earnings on investments	10,788	20,015
- Membership	880	1,000
- Revenue from other sources	18,800	14,462
Total operating revenue	30,468	35,477
Total Revenue	1,583,761	1,520,512
Total Revenue and Other Income	1,583,761	1,520,512

3 Expenditure

Expenses

Employment expense	1,006,676	984,172
Depreciation	64,981	88,262
Rent	66,459	65,941
Insurance	8,800	10,390
Contributions to medical research	73,527	31,790
Other expenses	313,781	404,299
Total expenditure	1,534,224	1,584,854

Muscular Dystrophy Association of Queensland Inc.

ABN 14 908 553 738

Notes to the Financial Statements

For the Year Ended 30 June 2017

4 Cash and cash equivalents

	2017	2016
	\$	\$
Cash at bank	601,021	403,101
Short-term bank deposits	517,322	521,642
	<u>1,118,343</u>	<u>924,743</u>

5 Trade and other receivables

CURRENT

Trade receivables	15,107	8,984
Accrued interest	-	193
Sundry debtors	895	205
Total current trade and other receivables	<u>16,002</u>	<u>9,382</u>

NON-CURRENT

Rental bond paid	11,374	11,374
Total non-current trade and other receivables	<u>11,374</u>	<u>11,374</u>

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

6 Inventories

CURRENT

At cost:

Stock	6,209	10,739
	<u>6,209</u>	<u>10,739</u>

Muscular Dystrophy Association of Queensland Inc.

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Notes to the Financial Statements

For the Year Ended 30 June 2017

7 Property, plant and equipment

	2017	2016
	\$	\$
Plant and equipment		
At cost	362,106	480,126
Accumulated depreciation	(292,849)	(383,258)
Total plant and equipment	<u>69,257</u>	<u>96,868</u>
Furniture, fixtures and fittings		
At fair value	8,743	8,743
Accumulated depreciation	(8,743)	(8,743)
Total furniture, fixtures and fittings	<u>-</u>	<u>-</u>
Motor vehicles		
At cost	19,159	18,734
Accumulated depreciation	(1,197)	(16,861)
Total motor vehicles	<u>17,962</u>	<u>1,873</u>
Computer equipment		
At cost	66,001	62,581
Accumulated depreciation	(52,830)	(44,904)
Total computer equipment	<u>13,171</u>	<u>17,677</u>
Computer software		
At cost	15,536	15,536
Accumulated depreciation	(15,536)	(15,536)
Total computer software	<u>-</u>	<u>-</u>
Total property, plant and equipment	<u>100,390</u>	<u>116,418</u>

8 Trade and Other Payables

CURRENT		
Trade payables	49,287	46,696
GST and PAYG payable	3,776	4,849
Accruals	2,452	2,551
Art union prize	15,750	21,000
	<u>71,265</u>	<u>75,096</u>

Muscular Dystrophy Association of Queensland Inc.

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Notes to the Financial Statements

For the Year Ended 30 June 2017

9 Other Liabilities

	2017	2016
	\$	\$
CURRENT		
Client government funding	48,107	14,016
Client appeal funds	127,315	80,974
Unspent grant funds	101,342	35,884
	<u>276,764</u>	<u>130,874</u>

10 Employee Benefits

Current liabilities		
Provision for annual leave	41,560	44,267
Provision for long service leave	24,048	20,446
	<u>65,608</u>	<u>64,713</u>
Non-current liabilities		
Provision for long service leave	13,148	28,949
	<u>13,148</u>	<u>28,949</u>

11 Lease Commitments

Operating Leases

Obligations under Operating Leases are as follows:

- not later than one year	69,363	67,305
- between one year and two years	71,790	69,363
- later than two years but not later than five years	151,207	146,094
- later than five years	99,664	176,568
	<u>392,024</u>	<u>459,330</u>

12 Contingencies

In the opinion of the Committee of Management, the Association is not aware of any contingencies at 30 June 2017 (30 June 2016: None).

Muscular Dystrophy Association of Queensland Inc.

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Notes to the Financial Statements

For the Year Ended 30 June 2017

13 Cash Flow Information

Reconciliation of result for the year to cashflows from operating activities

Reconciliation of net income to net cash provided by operating activities:

	2017	2016
	\$	\$
Surplus/(deficit) for the year	49,537	(64,342)
Cash flows excluded from surplus/(deficit) attributable to operating activities		
Non-cash flows in surplus/(deficit):		
- depreciation	64,981	88,262
- (profit)/loss on disposal of property, plant and equipment	(4,810)	(5,232)
- unrealised (gains)/losses on investments	2,972	-
Changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries:		
- (increase)/decrease in trade and other receivables	(5,780)	(8,518)
- (increase)/decrease in prepayments	(70)	2,356
- (increase)/decrease in inventories	4,530	(3,242)
- increase/(decrease) in trade and other payables	141,289	(31,217)
- increase/(decrease) in employee benefits	(14,907)	10,887
Cashflow from operations	<u>237,742</u>	<u>(11,046)</u>

14 Events Occurring After the Reporting Date

Change in legal structure

On 26 June 2017, the entity lodged an application to change its incorporation under the *Associations Incorporation Act 1981* to a company limited by guarantee under the *Corporations Act 2001*.

Transition to National Disability Insurance Scheme

On 1 July 2018, the National Disability Insurance Scheme (NDIS), will become available in the local government area of Brisbane City. A person may need the access requirements to become a participant of the NDIS up to 6 months prior to this date.

The introduction of NDIS in the Brisbane region is expected to impact the operation of the entity going forward.

Except for the above, no other matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Association, the results of those operations or the state of affairs of the Association in future financial years.

Muscular Dystrophy Association of Queensland Inc.

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Notes to the Financial Statements

For the Year Ended 30 June 2017

15 Association Details

The registered office of the Association is:
Muscular Dystrophy Association of Queensland Inc.
1149 Sandgate Rd
Nundah QLD 4012

Muscular Dystrophy Association of Queensland Inc.

ABN 14 908 553 738

Responsible Entities' Declaration

In the opinion of the Responsible Entities of Muscular Dystrophy Association of Queensland Inc:

- a. The financial statements and notes of Muscular Dystrophy Association of Queensland Inc are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:
 - i Giving a true and fair view of its financial position as at 30 June 2017 and of its performance for the financial year ended on that date; and
 - ii Complying with *Associations Incorporation Act (QLD) 1981* (as amended by the *Associations Incorporation and Other Legislation Amendment Act (QLD) 2007*) and the *Australian Charities and Not-for-profits Commission Act 2012*; and

- b. There are reasonable grounds to believe that Muscular Dystrophy Association of Queensland Inc. will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Responsible entities:

President

Ms Lorna Peters

Treasurer

Mr Ken Robertson

Brisbane, 26th September 2017

Muscular Dystrophy Association of Queensland Inc.

Independent Audit Report to the members of Muscular Dystrophy Association of Queensland Inc.

Report on the Audit of the Financial Report

Qualified Opinion

We have audited the accompanying financial report, being a special purpose financial report of Muscular Dystrophy Association of Queensland Inc. (the Association), which comprises the statement of financial position as at 30 June 2017, the statement of profit or loss, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and responsible entities' declaration.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial report of the Association for the year ended 30 June 2017 is prepared, in all material respects, in accordance with *the Associations Incorporation Act (QLD) 1981 (as amended by the Associations Incorporation and Other Legislation Amendment Act (QLD) 2007)* and with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (a) giving a true and fair view of the registered entity's financial position as at 30 June 2017 and of its performance for the year then ended; and
- (b) complying with the Australian Accounting Standards to the extent described in Note 1, and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Basis for Qualified Opinion

Significant sources of revenue for Muscular Dystrophy Association of Queensland Inc., such as donations, bequests, grants and fundraising are received as a result of the goodwill of third parties. The Muscular Dystrophy Association of Queensland Inc., has determined that it is impractical to establish control over the collection of such funds prior to entry into its financial records. Accordingly, as the evidence available to us regarding fundraising revenue from this source was limited, our audit procedures with respect to fundraising revenue had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion whether contributions recorded are complete.

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 Association in accordance with the auditor independence requirements of 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 of the financial report, which describes the basis of accounting. The financial report is prepared to assist the Association in complying with the requirements of the Act. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the Association and should not be distributed to or used by parties other than the Association. Our opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance

Management is responsible for the preparation and fair presentation of the financial report in accordance with *the Associations Incorporation Act (QLD) 1981 (as amended by the Associations Incorporation and Other Legislation Amendment Act (QLD) 2007)*, and Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as management determines 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, management is responsible for assessing the Association'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 management either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's financial reporting process.

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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committees.
- Conclude on the appropriateness of the committee's 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 Association'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 Association 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 committees 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.

Hanrick Curran Audit
Hanrick Curran Audit Pty Ltd
Authorised Audit Company :338599



M. J. Green
Director

Brisbane, 16 September 2017