

2019 Annual Report

McCaughey Memorial Pty Ltd atf The McCaughey Memorial
Institute

ABN 91883702895

For the year ended 30 June 2019

Prepared by Business Edge Accountants

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Compilation Report

McCaughey Memorial Pty Ltd atf The McCaughey Memorial Institute For the year ended 30 June 2019

Compilation report to McCaughey Memorial Pty Ltd atf The McCaughey Memorial Institute.

We have compiled the accompanying special purpose financial statements of McCaughey Memorial Pty Ltd atf The McCaughey Memorial Institute, which comprise the asset and liabilities statement as at 30 June 2019, income and expenditure statement, the statement of cash flows, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is set out in Note 1.

The Responsibility of the Board Member's

The Board of McCaughey Memorial Pty Ltd atf The McCaughey Memorial Institute are solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and for the determination that the basis of accounting used is appropriate to meet their needs and for the purpose that financial statements were prepared.

Our Responsibility

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

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



Business Edge Accountants

549 Hume Street, Albury

Dated 20/01/19

Directors Declaration

McCaughey Memorial Pty Ltd atf The McCaughey Memorial Institute For the year ended 30 June 2019

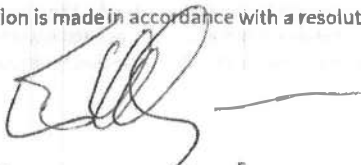
The directors have determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

The directors of the company declare that:

1. The financial statements and notes, present fairly the company's financial position as at 30 June 2019 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements; and
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors:

Director:



Dated this 26 day of October 2019

Income and Expenditure Statement

McCaughey Memorial Pty Ltd atf The McCaughey Memorial Institute For the year ended 30 June 2019

	2019	2018
Income		
Dividends Received		
Dividend - IRESS Ltd	1,296	1,297
Dividend CSL Ltd	1,365	1,056
Dividend ERM Power	1,676	1,020
Dividend Platinum Asset Management	2,761	2,952
Dividends - BAP	2,057	900
Dividends - RHCL	2,200	1,390
Dividends ANZ	3,566	3,566
Dividends BHP	5,511	2,211
Dividends- Costa Group (CGC)	1,643	609
Dividends- HSO	2,363	890
Dividends Incitec Pivot Ltd	371	310
Dividends Ricegrowers Ltd	10,667	10,667
Dividends South 32 Ltd	-	306
Trust Dist - Westfield	-	1,076
Trust Distribution - MBA	254,367	245,553
Dividend- WTC	113	-
Divedend- IVC	2,075	-
Dividends - STO	904	-
Dividend- IRI	2,051	-
Dividends - SDF	1,873	-
Dividends - PDL	2,859	-
Dividends - URW	847	-
Trust Distribution - NSR	1,323	-
Dividends - WBC	4,834	-
Total Dividends Received	306,723	273,802
Total Income	306,723	273,802
Other Income		
Occupation Fee - Sun Rice	129,728	156,744
Interest Income	923	1,007
Capital Gains	16,858	-
Total Other Income	147,509	157,751
Gross Profit	454,232	431,554
Expenditure		
Accounting Fees	3,657	3,657
Administration expense	25,374	16,667
Bank Fees	8	11
Depreciation	4,228	4,169

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

	2019	2018
Filing Fees	263	254
Functions & Events	-	4,252
Insurance	1,141	1,087
Office Expenses	-	1,054
Printing & Stationery	-	22
Repairs and Maintenance	-	5,683
Subscriptions	945	1,340
Travel and Accommodation	11,083	12,056
Total Expenditure	46,700	50,255
Net Operating Profit	407,532	381,299
Non-operating Expenses		
Research and Educational disbursements		
Charles Sturt University - Fred Morley Center	-	30,000
Lectureship - Sydney University	172,597	172,597
Rural Industry Research Corp	5,000	5,000
Total Research and Educational disbursements	177,597	207,597
Total Non-operating Expenses	177,597	207,597
Net Profit	229,935	173,702

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

Statement of Cash Flows

McCaughey Memorial Pty Ltd atf The McCaughey Memorial Institute For the year ended 30 June 2019

2019

Operating Activities

Finance Costs	(9)
Cash Receipts From Other Operating Activities	468,447
Cash Payments From Other Operating Activities	(223,034)
Net Cash Flows from Operating Activities	245,404

Investing Activities

Other Cash Items From Investing Activities	(235,498)
Net Cash Flows from Investing Activities	(235,498)

Other Activities

Other Activities	(9,906)
Net Cash Flows from Other Activities	(9,906)

Net Cash Flows

-

Cash and Cash Equivalents

Cash and cash equivalents at beginning of period	-
Cash and cash equivalents at end of period	-
Net change in cash for period	-

Assets and Liabilities Statement

McCaughey Memorial Pty Ltd atf The McCaughey Memorial Institute As at 30 June 2019

	NOTES	30 JUN 2019	30 JUN 2018
Assets			
Current Assets			
Cash and Cash Equivalents			
Business Cash Management	2	17,858	79,565
ANZ - eTrade	2	174,526	3,283
ANZ Online Interest Account	2	297,317	526,551
ANZ V2 PLUS account	2	5,040	5,028
Deposit Paid		495	-
Total Cash and Cash Equivalents		495,236	614,427
Trade and Other Receivables			
Trust Distributions MBA 30 June		164,695	160,298
Imputation Refunds		145,768	161,347
Total Trade and Other Receivables		310,463	321,645
Total Current Assets		805,699	936,073
Non-Current Assets			
Investment in Shares	3	3,496,863	3,130,992
Land and Buildings	4	972,361	972,361
Plant and Equipment and Vehicles	5	133,035	137,263
Total Non-Current Assets		4,602,259	4,240,616
Total Assets		5,407,958	5,176,689
Liabilities			
Current Liabilities			
GST Payable		19,488	21,311
Total Current Liabilities		19,488	21,311
Total Liabilities		19,488	21,311
Net Assets		5,388,470	5,155,378
Member's Funds			
Capital Reserve		1,191,219	961,284
Financial Instruments		4,197,251	4,194,094
Total Member's Funds		5,388,470	5,155,378

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

Notes to the Financial Statements

McCaughey Memorial Pty Ltd atf The McCaughey Memorial Institute For the year ended 30 June 2019

1. Summary of Significant Accounting Policies

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act New South Wales. The committee has determined that the association is not a reporting entity.

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

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of these financial statements.

Property, Plant and Equipment (PPE)

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all PPE is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

Impairment of Assets

At the end of each reporting period, the committee reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in the income and expenditure statement.

Employee Provisions

Provision is made for the association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee provisions have been measured at the amounts expected to be paid when the liability is settled.

Cash on Hand

Cash on hand includes cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less.

Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. 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.

These notes should be read in conjunction with the attached compilation report.

Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

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

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

Leases

Leases of PPE, where substantially all the risks and benefits incidental to the ownership of the asset (but not the legal ownership) are transferred to the association, are classified as finance leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for that period.

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term. Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

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 assets and liabilities statement.

Financial Assets

Investments in financial assets are initially recognised at cost, which includes transaction costs, and are subsequently measured at cost in the Financial Statements.

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.

	2019	2018
2. Cash on Hand		
Business Cash Management	17,858	79,565
ANZ - eTrade	174,526	3,283
ANZ Online Interest Account	297,317	526,551
ANZ V2 PLUS account	5,040	5,028
Deposit Paid	495	-
Total Cash on Hand	495,236	614,427

	2019	2018
3. Financial Assets		
Shares - Aveo	50,055	-
Shares - Integrated Research Ltd	49,999	-
Shares - Invocare Ltd	49,116	-
Shares - Onemarket Ltd	-	368
Shares - Pandal Group Ltd	50,054	-
Shares - Steadfast Ltd	50,021	-
Shares - Unibail-Rodamco	26,118	26,118
Shares - Westpac Bank	49,554	-
Shares - Wisetech Global	50,155	-
Units - National Storage Property Trust	50,052	-
Share Market Investments	-	-
Shares - South 32	-	2,841
Shares - Ramsay Healthcare Ltd	70,223	50,194
Shares - Santos Ltd	40,017	40,017
Shares - BHP Billiton	37,174	37,174
Shares - Nearnmap Ltd	24,758	24,758
Shares - Cash Converters	25,168	25,168
Shares - ERM Power Ltd	25,017	25,017
Shares - IRESS Ltd	24,978	24,978
Shares - Healthscope Ltd	-	49,956
Shares - CSL Ltd	50,265	50,265
Shares - Costa Group Ltd	50,067	50,067
Shares - BAPCor Ltd	50,906	50,906
Shares - ANZ Bank	50,022	50,022
Shares - Platinum Asset	49,842	49,842
Shares - Incitec Pivot	648	648
Shares - Ricegrowers Ltd	38,381	38,381
Units - Maple Brown Abbott Investment Trust	2,534,270	2,534,270
Total Financial Assets	3,496,863	3,130,992

These notes should be read in conjunction with the attached compilation report.

	2019	2018
4. Land and Buildings		
Land		
Land at Cost		
Freehold Land & Buildings	972,361	972,361
Total Land at Cost	972,361	972,361
Total Land	972,361	972,361
Buildings		
Buildings at Cost	134,004	134,004
Accumulated Depreciation of Buildings	(7,484)	(4,134)
Total Buildings	126,519	129,869
Total Land and Buildings	1,098,880	1,102,230
	2019	2018

5. Plant and Equipment, Motor Vehicles

Plant and Equipment		
Plant and Equipment at Cost	52,964	52,964
Accumulated Depreciation of Plant and Equipment	(46,448)	(45,570)
Total Plant and Equipment	6,516	7,393
Total Plant and Equipment, Motor Vehicles	6,516	7,393

These notes should be read in conjunction with the attached compilation report.

Movements in Equity

McCaughey Memorial Pty Ltd atf The McCaughey Memorial Institute For the year ended 30 June 2019

	2019	2018
Equity		
Opening Balance	5,155,378	4,984,833
Increases		
Profit for the Period	229,935	173,702
Other Increases	3,157	(3,157)
Total Increases	233,092	170,545
Total Equity	5,388,470	5,155,378

Auditor's Report

McCaughey Memorial Pty Ltd atf The McCaughey Memorial Institute For the year ended 30 June 2019

Independent Auditors Report to the members of the Association

We have audited the accompanying financial report, being a special purpose financial report, of McCaughey Memorial Pty Ltd atf The McCaughey Memorial Institute (the association), which comprises the committee's report, the assets and liabilities statement as at 30 June 2019, the income and expenditure statement for the year then ended, cash flow statement, notes comprising a summary of significant accounting policies and other explanatory information, and the certification by members of the committee on the annual statements giving a true and fair view of the financial position and performance of the association.

Directors Responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial report are appropriate to meet the financial reporting requirements of the company's constitution and are appropriate to meet the needs of the members. The directors' responsibilities also includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted our audit in accordance with Australian Auditing Standards. Those 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 risks 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 association'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 association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee, as well as evaluating the overall presentation of the financial report.

The financial report has been prepared for distribution to members for the purpose of fulfilling the directors' financial reporting under the company's constitution. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

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

Auditor's Opinion

In our opinion, the financial report presents fairly, in all material respects, the financial position of McCaughey Memorial Pty Ltd atf The McCaughey Memorial Institute as at 30 June 2019 and its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements, and the requirements of the Australian Charities and Not-for-profits Commission.



Business Edge Accountants

Clayton Wood
Principal
NTAA Public Accountant

Dated at Albury