

**FAMILY PLANNING QUEENSLAND  
AND ITS CONTROLLED ENTITIES**  
Trading as “true relationships & reproductive health”

**A.B.N. 61 009 860 164**

**FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2019**

## **CONTENTS**

## **Page No**

Directors' Report	3
Auditor's Independence Declaration	11
Statement of Profit or Loss and Other Comprehensive Income	12
Statement of Financial Position	13
Statement of Changes in Equity	14
Statement of Cash Flows	15
Notes to the Financial Statements	16
Directors' Declaration	38
Independent Audit Report	39

## FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

### DIRECTORS REPORT

#### DIRECTORS

The Directors of Family Planning Queensland (Company), present their report on the consolidated entity (Group), consisting of Family Planning Queensland and the entities it controlled at the end of, and during, the financial year ended 30 June 2019.

The following persons were Directors of Family Planning Queensland during the whole of the financial year and up to the date of this report unless otherwise stated:

- Natalie Bain - Chairperson
- Bob Van Beusekom
- Robert Edwards (Resigned 20/11/2018)
- Giuseppe Taddeo
- Donna Bonney
- Dr Clare Boothroyd
- Julia Duffy
- Tania Hillman
- Clare Maher
- Christine Ip (Appointed 4/4/2019)

#### Company Secretary

- Charles Robinson

#### DIRECTORS' AND SECRETARY'S DETAILS

##### **Natalie Bain, B Arts, Grad Dip Public Relations**

Natalie is a stakeholder engagement and communication specialist with broad and significant experience at the state, national and global levels over almost two decades. While currently based in Brisbane, she spent several years living and working in remote and regional Queensland.

Her career to date has predominately focused on building and maintaining respectful dialogue between organisations in the resources sector and host communities. Understanding community needs and priorities and guiding appropriate organisational responses, often working with charities and not-for-profits as delivery partners, is a skillset that Natalie draws on in her work with True.

A Graduate of the Australian Institute of Company Directors, Natalie is also a director of Domino's charitable foundation, Give for Good.

Special Responsibilities: Chairperson, Member, Governance Committee

##### **Bob Van Beusekom, MSc, CA, FCPA, PMP, GAICD**

Bob is a chartered accountant, has master degrees in information management and economics and is a member of CPA Australia (Fellow), CA Netherlands, Project Management Institute, International Coach Federation and Australian Institute of Company Directors. He has worked in large consulting firms, own enterprises and in executive roles in companies and governments. His roles included finance director, controller, chief information officer, change manager, program director, auditor and consultant. Most of these roles have been in finance, IT and risk/governance, serving as strategic business partner. Bob has lived in several countries such as The Netherlands, China, Costa Rica, Israel and Australia. Next to his working life, Bob has supported the community by volunteering during his travels, for Amsterdam Arts, Aids and Cancer fundraising and Gay, Lesbian, Bi- and Transsexual events. These activities focused on supporting interest groups in general and creating liberal and safe environments for minorities in particular.

Special Responsibilities: Chair of the Board (from 22/11/17 to 8/6/2018) and Member, Audit & Finance Committee.

## FAMILY PLANNING QUEENSLAND

### Trading as “true relationships & reproductive health”

#### DIRECTORS REPORT

##### **Robert Edwards, BCom FCA**

Robert is a Chartered Accountant, Registered Tax Agent, Registered Company Auditor, Registered Self-Managed Super Fund Auditor and Registered Green House Auditor, Justice of the Peace (Qualified) and formerly a fellow of the Australian Institute of Company Directors. His career experience has been predominantly in public practice of accounting in Brisbane. Robert has extensive knowledge of the public accounting industry and for twenty five years has been an accredited Quality Assurance Reviewer of other accounting firms for CPA Australia and Chartered Accountants Australia and New Zealand. Robert is currently the Managing Director of C&N Audit Services Pty Ltd - part of the Chan & Naylor Australia Group.

Special Responsibilities: Chair - Audit & Finance Committee

##### **Giuseppe Taddeo, MBA, Grad Dip Bus Admin, Assoc Dip Diagnostic Radiography**

Gus originally qualified as a Radiographer with his business career starting in South Australia as a technical representative for Cook Medical. Over a 26 year career at Cook he moved through roles in regional and international sales, business development and eventually as the Managing Director for the last 10 years.

Gus has been a board member and Chair of the Medical Industry Association, ran a digital production company, has been on several Industry advisory groups and worked as an executive coach. Gus most recently served as Chief Operating Officer of Artius Pty Ltd who provide Disability Employment and Psychological Services and has now been appointed CEO of Cardihab Pty Ltd, a Cardiac Rehabilitation company spun off from CSIRO research.

Special Responsibilities: Chairperson - Clinical Advisory Committee

##### **Donna Bonney, RN, M. Nursing, Grad Cert Education, Grad Cert Emergency Nursing, B. Nursing**

Donna has a nursing background and over 25 years of experience as a clinician, educator, manager and leader in both public and private healthcare organisations. As the CEO of Mater Education, Donna is a member of the Mater Group Executive and leads a large and diverse team of multidisciplinary education and simulation professionals and is responsible for organisation-wide teaching and learning for over 6500 staff. As the head of Mater Education Limited, a leading private education provider, she is also responsible for the provision of several nationally recognised healthcare qualifications and a suite of clinical education and simulation programs for the continuing professional development of the healthcare workforce. Donna holds adjunct Professor and Associate Professor roles with UQ and ACU respectively, and has a undergraduate and postgraduate qualifications and professional certifications in nursing, education, simulation, project management and corporate governance. Donna is also a Board Director at Jobs Queensland.

Special Responsibilities: Deputy Chairperson, Member, Governance Committee

##### **Dr Clare Boothroyd, MB BS (Hons) M Med Sci MBA (Exec) FRACP FRANZCOG CREI GAICD**

Clare Boothroyd completed specialisation internal medicine (endocrinology) and obstetrics and gynaecology. She is currently the chair of the training and accreditation committee of the CREI (reproductive endocrinology and infertility sub-speciality of the Royal Australian and New Zealand College of Obstetricians and Gynaecologists). Her current roles include: honorary secretary of the IVF Directors group of the Fertility Society of Australia (FSA); the nominated representative of the IVF Directors on the Reproductive Technology and Accreditation Committee (RTAC); chair of the review committee of the Australia and New Zealand Assisted Reproduction Database (ANZARD) .a Board member for the Asia Pacific Initiative in Reproduction (ASPIRE), chair of the Education Committee of ASPIR, Vice President of Australian and New Zealand Society of Specialists in Reproductive Endocrinology and Infertility. She represented the FSA in the recent NHMRC Working Party on the review of Ethical Standards in the Practice of Assisted Reproductive Technology and completed an executive MBA in 2015. In 2008 she established an independently owned IVF unit, Care Fertility of which she is Medical Director. She has been a long term supporter of True and has volunteered her teaching to the True courses for doctors for many years.

## FAMILY PLANNING QUEENSLAND

### Trading as “true relationships & reproductive health”

#### DIRECTORS REPORT

Special Responsibilities: Member, Clinical Advisory Committee

**Julia Duffy, BA, MA, LLB (Hons), LLM (Hons), admitted as a solicitor to the Supreme Court of Queensland and the High Court of Australia**

Julia Duffy is a lawyer with 20 years' experience in Administrative Law and decision making, public policy and senior management. Her experience traverses several government portfolios, including consumer protection, regulatory systems, tax administration and law and justice. From 2012 to 2013 Julia was the Executive Director and Official Solicitor for the Queensland Child Protection Commission of Inquiry. In June 2015 she was appointed Deputy Public Guardian and from August 2015 to July 2016 she acted as Queensland's Public Guardian. She is currently a legal member of Queensland's Mental Health Review Tribunal and sits on two allied health profession boards.

Julia has a long held commitment to social justice and human rights issues.

Special responsibilities: Chair - Governance Committee, Member - A&F Committee (to 4 April 2019)

**Tania Hillman, B.Com. CA**

Tania is a chartered accountant with over 19 years of commercial experience. Starting her career within public practice before transitioning into commercial accounting, she has extensive experience in tax, international accounting standards, regulatory standards and financial markets. She is the financial controller for GO1, an established leader in online learning and education, and a member of the Chartered Accountants Australia and New Zealand Corporate Advisory Panel.

A strong advocate of lifelong learning, Tania has been fortunate to work with organisations dedicated to helping others through education and is proud to support True.

Special Responsibilities: Member - Audit & Finance Committee

**Clare Maher, FRACGP, Dip O&G, MPH**

Clare is a General Practitioner with over 25 years of experience as a clinician and educator. She currently works at the Inala Indigenous Health Service and at a specialist outreach Diabetes service. Clare is fortunate to have worked with Aboriginal and Torres Strait Islander people for over 15 years and has significant experience in refugee health. Her interests include medical education, evidence based medicine and women's health. She has been involved with the teaching of medical students and GP registrars for many years.

Since 2016 Clare has been the RACGP Qld Domestic and Family Violence Champion General Practitioner. This involves promoting the role and responsibilities of GP's in the care of people who have experienced IPV.

Special Responsibilities: Member - Clinical Advisory Committee

**Christine Ip, BE(Chem)(Hons), MBus (Acc), GAICD**

Christine is a senior commercial and financial manager with over 20 years of experience in strategy, complex problem solving and value creation across multiple industries in the private and public sectors.

She is a Director Client Advisory at Queensland Treasury Corporation, leading a team of finance and accounting professionals to secure the State's financial success through business optimisation, major infrastructure development and financing.

Christine is strongly driven to use her commercial acumen in the for-purpose sector. She has been President of the QUT Business School Alumni for three years; and has built an extensive network supporting the development of women in business.

Special responsibilities: Member - Audit & Finance Committee (from 4 April 2019)

## FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

### DIRECTORS REPORT

**Charles Robinson**, B Env Sci, MBA, Grad Dip App Corp Gov, FGIA, GAICD

Mr. Robinson has provided corporate governance and company secretarial services to organisations for over eighteen years and is a Fellow of both the Governance Institute of Australia and the Institute of Chartered Secretaries and Administrators. He has extensive experience in assisting organisations achieve sustainable growth, with a particular emphasis on ensuring that the corporate governance aspects of the organisation are robust and promoting sound business practices.

#### Committee Memberships

<u>Governance Committee</u>	<u>Audit &amp; Finance committee</u>	<u>Clinical Advisory Committee</u>
Chair: Julia Duff	Chair: Bob Van Beusekom	Chair: Giuseppe Taddeo
Natalie Bain	Tania Hillman	Clare Boothroyd
Donna Bonney	Robert Edwards (to 20/11/2018)	Clare Maher
	Julia Duffy (To: 4/4/2019)	
	Christine Ip (From 4/4/2019)	

#### Directors' Meetings

During the year there were eight meetings of directors, plus committee meetings. Attendance details are:

Director	<b>Directors' meetings</b>		<b>Audit and Finance Committee</b>		<b>Governance Committee</b>		<b>Clinical Advisory Committee</b>	
	Number eligible to attend	Number attended	Number eligible to attend	Number attended	Number eligible to attend	Number attended	Number eligible to attend	Number attended
Natalie Bain	8	8	-	-	4	3	-	-
Christine Ip	3	3	1	1	-	-	-	-
Gus Taddeo	8	7	-	-	-	-	3	3
Robert Edwards	2	2	3	3	-	-	-	-
Bob Beusekom	7	6	4	4	-	-	-	-
Tania Hillman	8	7	6	6	-	-	-	-
Donna Bonney	8	7	-	-	4	4	-	-
Clare Boothroyd	8	5	-	-	-	-	3	2
Julia Duffy	8	6	5	4	4	4	-	-
Clare Maher	8	7	-	-	-	-	3	2

## FAMILY PLANNING QUEENSLAND

### Trading as “true relationships & reproductive health”

#### DIRECTORS REPORT

#### OUR OBJECTIVES AND ACTIVITIES

##### The objectives of True are:

- To promote sexual and reproductive health amongst the public.
- To prevent ill-health in the area of sexual and reproductive health.
- To educate the public in respect to all issues relating to sexual and reproductive health.
- To provide clinical, education and training services to attain the objectives of True.
- To raise and secure sufficient funds for the advancement of the objectives of True.
- To receive any funds and to distribute these funds in a manner that best attains the objectives of True; and
- To do all things which are incidental or conducive to the attainment of all or any of the objects of True.

##### True’s vision and mission were achieved by meeting the objectives of the Strategic Agenda: 2016-2021. These include:

- Access and excellence: improve community well-being by raising awareness and increasing access to expert services throughout Queensland and beyond.
- Education with impact: develop and deliver contemporary education and training programs and resources, recognised for the quality of content, delivery and accessibility.
- Research and leadership: provide sector leadership through collaborative research, evidence-based practice and ongoing service reviews.
- Co-design and innovation: continue to improve our products and services with stakeholders through co-design, partnerships and innovation.
- Profit for purpose: engage in fundraising and social enterprise to underpin our financial sustainability and increase our positive social impact.

##### True monitors the business by:

- Providing detailed briefs and outcome reports to the Board for review incorporating:
  - Bi-monthly Board meetings for consideration of operational results and an annual calendar of events ensuring strategy review, risk review, investment review, and consideration of annual financial results and audit findings,
  - Bi-monthly Audit & Finance Committee meetings and annual, external audits.
  - The Board’s Governance committee which examines corporate governance compliance and reports to the board.
  - The Board’s Clinical Advisory committee which examines clinical and education services to assess quality controls, customer feedback, risk and compliance and makes recommendations to the board.
- Reviewing and analysing quarterly results against the annual operational plan which is aligned with critical actions and cross functional activities.
- Meeting the requirements of the international standard ISO 9001:2015, the National Safety and Quality Health Service Standards (NSQHS) and the Human Services Quality Framework (HSQF) underpinned by an effective Quality Management System (QMS).
  - ISO 9001:2015 This standard is based on a number of quality management principles including strong customer focus, the motivation and involvement of top management, and a process approach based on continual improvement. The incorporation of this standard into the way of working helps to ensure that customers get consistent, good quality products and services.
  - NSQHS provide a nationally uniform set of safety and quality measures across a wide

## FAMILY PLANNING QUEENSLAND

### Trading as “true relationships & reproductive health”

#### DIRECTORS REPORT

range of health care services. They include evidence-based improvement strategies to bridge current and best practices that affect a large number of clients.

- HSQF is the quality assurance framework used by the Department of Communities, Disability Services and Seniors and Department of Child Safety, Youth and Women (the departments) for assessing and promoting improvement in the quality of human services.
- Maintaining a clinical incident reporting system.
- Confirming compliance with medical and nursing registrations.
- Undertaking effective clinical governance and adherence to True’s clinical practice guidelines.
- Seeking, monitoring and responding to customer feedback including both individual feedback and that from customer advisory groups and stakeholder advisory groups.
- Undertaking an effective risk management process including mitigation actions at organisational level and project level.
- Providing six-monthly performance reports for the Queensland Health, Department of Child Safety, Youth and Women and Department of Communities, Disability services, and Seniors including quarterly statistics relating to funded services.
- Engagement with key stakeholders to seek feedback on activities
- Using reference or steering groups to oversee specific strategies of funded projects
- Annual review of the 2016-2021 organisational strategy to ensure the organisational direction is matching community need.
- Monitoring legislative requirements including those relating to clinical and education services.
- Engaging online monitoring services to ascertain data on website and social media activity.

#### PRINCIPAL ACTIVITIES

The principal activities of the company during the year were to provide sexual and reproductive health and community gynaecology services in accordance with the Constitution and to ensure all services were adequately funded and professionally delivered.

#### REVIEW OF OPERATIONS

The 2019 consolidated comprehensive income of \$198,497 includes Curae net results of (\$116,159). The operating deficit of True RRH (parent entity) for the year ended 30 June 2019 was (\$10,341) after the \$325,000 Curae Loan provision.

Total revenue for the Group increased by \$333,761 to \$9,773,958 compared to 2017/18 financial year. The main increases were primarily due to government grant funding increments, new projects undertaken in 18/19 and investment dividends.

True’s outreach services funded by the Federal Department of Health through Queensland Rural Health Outreach Fundholder, CheckUp Australia, have once again enabled us to expand our service footprint into rural and remote areas by conducting rural outreach clinics. 1023 client consultations were delivered in rural and remote Queensland second to this programme. Across Queensland, True delivered clinical services to 16,269 clients.

In the 3rd quarter of this financial year, True made a decision to move our hosted services across to combine with our newly appointed network services provider. In addition, True discontinued our externally hosted email exchange server, replacing this with Microsoft Office 365, a more secure and highly functional product with additional financial and operational benefits..

Total Group expenditure increased by \$215,482 to \$9,575,461 compared to 2017/18. The main increases relate primarily to labour costs, travel, and the ICT projects.

## FAMILY PLANNING QUEENSLAND

### Trading as “true relationships & reproductive health”

#### DIRECTORS REPORT

The Department of Communities Human Services Quality Framework (HSQF) audit was successfully undertaken this financial year. This audit is now mandatory for anyone receiving funds from the Department and are completed by external auditors every 18 months. True has also continued to successfully gain accreditation with NSQHS and ISO 9001:2015.

#### **FUTURE DEVELOPMENTS**

Family Planning Queensland t/a True Relationships & Reproductive Health (True) is positioned as the expert in reproductive and sexual health. It provides a wide range of clinical and educational services in partnership with stakeholders such as the Queensland government, hospitals, schools, charitable organisations, universities and philanthropic funds.

True continues to engage with funders, clients, stakeholders and employees to seek feedback and continually improve service offerings and delivery.

True’s strong focus on providing clinical services to meet community needs in remote and rural areas has had support from Hospital and Health Services (HHS) as well as Primary Health Networks (PHNs) across the State. There is an enduring focus for 2020 on providing innovative outreach services and programs to meet the diverse needs of the community. The outreach focus includes both rural, regional and remote communities as well as high needs communities in urban environments. The organisation will continue to explore specific local needs with associated expansion of clinics across Queensland.

Such expansion has been highlighted in Toowoomba and Ipswich with the expansion of True’s Nurse-led sexual health clinical service for Under 25s. The continued focus on this demographic for access to specialist nurse-led services has been embraced by both the Toowoomba and Ipswich communities. The Primary Health Network in the Darling Downs and West Moreton continues to fund the Under 25s programs and True plans to promote this service more broadly across Queensland during 2020.

True also receives support from the Primary Health Networks for the *Is It True* program. This innovative service model providing access for Year 11 and 12 students to sexual health education as well as STI screening and sexual health consultations has been undertaken within the Central Highlands, firstly as a pilot in an Emerald secondary school in 2018 and then this year as a program working with disengaged youth in Emerald and senior high school students in Mt Morgan. The program also provides upskilling for local clinicians. This population health program has achieved very positive results and it is planned for implementation in other areas of need.

In the near future an outreach clinic pilot is planned within the Gold Coast area which will extend True’s reach from 74% to 80% of the Queensland community. There will be continued discussion and planning around establishing clinics in the Sunshine Coast and within high need communities such as Logan and Mt Gravatt. While the outreach clinics will be located within other providers facilities, consideration will be given to True establishing standalone clinics in areas of high demand where a full-time clinic would be warranted.

Community education will continue to develop educational products which can be accessed in a variety of modes including online and face to face programs. The updated Traffic Lights® suite of resources will be launched during 2020 incorporating recommendations from the 2017 Royal Commission into Institutional Responses to Child Sexual Abuse. Licensing and training is offered through commercial, non-commercial and individualised programmes to meet the diverse needs of both national and international organisations as well as individuals. Brook, a commercial licensee, will commence delivery of the Traffic Lights® suite within the United Kingdom. The integration of the large Traffic Lights® courses within mainstream university programs and professional development offerings continues to be explored. Osaka University Chair in Global Health and Education has invited True to participate with Traffic Lights® in the Asia Pacific region.

The All Schools program will continue to be provided with further expansion in mode of delivery through online offers and teacher capacity development programmes and teaching resources. Marketing into private and public schools will continue to ensure every Queensland child has the opportunity to access quality relationships and sexuality education.

## FAMILY PLANNING QUEENSLAND

### Trading as “true relationships & reproductive health”

#### DIRECTORS REPORT

The community education team has been successful in being awarded project funding which will enable True to support the Queensland Health STI and BBV Strategy through education and health promotion. Our Culturally Responsive Health team continues to increase its impact in supporting our multicultural population to access culturally responsive reproductive and sexual health services.

The clinical education team will continue to offer mixed mode learning and develop new education pathways and professional development opportunities. Expansion of the team will be needed to support the increased demand for the Cervical Screening Program and the Sexual & Reproductive Health Nurse Authorisation Course hosted through Central Queensland University and timely delivery of the FPAA National Certificate in Reproductive and Sexual Health for Doctors.

The Cairns Sexual Assault Service and the Child and Family Counselling services continue to build networks and referral pathways offering a valuable community service which is well integrated within pathways of care. Research into the development of a new wholistic Child and Family education and trauma informed therapeutic service to be provided through a purpose-built healing facility *True House* will be explored.

True embarked on a commercial project as part of its strategic focus on sustainability - Curae Technology. True has invested in the start-up. There remains an expectation of a return in the future, although the long sales lead time is prompting True to explore different business models to deliver the product to the Australian and New Zealand market.

True will commence development of a new strategic plan for 2021-2025 while remaining steadfast in its focus, on delivering robust services to communities and providing a source of factual information on relationships and reproductive health.

#### **MEMBERSHIP AND CATEGORIES**

The two categories of membership of the company are: Individual or Organisational membership. Eligible members must be over 18 years of age.

#### **MEMBERSHIP GUARANTEE**

The liability of the Members is limited strictly to an obligation for each Member to contribute \$40, if demanded, to the assets of true if it is wound up while he or she is a Member, or within one year afterwards. Each member guarantees to make such payment if demanded.

#### **AUDITOR'S INDEPENDENCE DECLARATION**

The Independence Declaration of the lead auditor is included at page 11.

Signed in accordance with a Resolution of the Directors.



**Ms Natalie Bain**  
Director

Brisbane, 17 October 2019

**FAMILY PLANNING QUEENSLAND**  
Trading as “true relationships & reproductive health”  
**INDEPENDENCE DECLARATION**



Tel: +61 7 3237 5999  
Fax: +61 7 3221 9227  
www.bdo.com.au

Level 10, 12 Creek St  
Brisbane QLD 4000  
GPO Box 457 Brisbane QLD 4001  
Australia

**DECLARATION OF INDEPENDENCE BY K L COLYER TO THE DIRECTORS OF FAMILY PLANNING QUEENSLAND**

As lead auditor of Family Planning Queensland for the year ended 30 June 2019, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Family Planning Queensland and the entities it controlled during the period.

A handwritten signature in black ink, appearing to read 'K L Colyer', with a large, stylized loop at the end of the name.

**K L Colyer**  
Director

**BDO Audit Pty Ltd**

Brisbane, 17 October 2019

**FAMILY PLANNING QUEENSLAND**  
Trading as “true relationships & reproductive health”

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2019**

	NOTE	2019	2018
		\$	\$
Revenue	2	9,773,958	9,440,197
Employee benefits expense		(6,522,124)	(6,340,793)
Staff associated costs		(292,815)	(239,941)
Consultancy costs		(238,478)	(289,165)
Client support and information		(119,274)	(248,298)
Occupancy costs	2(ii)	(842,284)	(855,391)
Materials and consumables		(348,627)	(231,187)
Depreciation and amortisation expense	2(ii)	(199,310)	(240,643)
Loss on disposal/sale of non-current assets		(35,794)	(273,801)
Gain/(loss) in changes in fair value of financial assets		(22,586)	113,610
Other expenses	2(ii)	(954,169)	(754,370)
<b>Surplus (Deficit) before income tax</b>		<b>198,497</b>	<b>80,218</b>
Income Tax expense	1(b)	-	-
<b>Surplus (Deficit) for the year</b>		<b>198,497</b>	<b>80,218</b>
 <b>Other Comprehensive income</b>			
<i>Item that will not be reclassified to profit and loss:</i>			
Change in fair value of land and buildings		-	-
<b>Total Other Comprehensive Income</b>		<b>-</b>	<b>-</b>
<b>Total Comprehensive Income</b>		<b>198,497</b>	<b>80,218</b>

*The above statement should be read in conjunction with the accompanying notes.*

FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2019

	NOTE	2019 \$	2018 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	3	1,371,924	1,011,025
Trade and other receivables	4	24,622	156,257
Inventories		51,612	62,813
Other current assets	5	202,932	126,320
<b>TOTAL CURRENT ASSETS</b>		<b>1,651,090</b>	<b>1,356,415</b>
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment	6	1,069,182	1,116,968
Financial assets at fair value through profit or loss	7	3,717,488	3,566,210
Term Deposits		283,821	271,378
Intangible assets	8	136,489	248,268
<b>TOTAL NON CURRENT ASSETS</b>		<b>5,206,980</b>	<b>5,202,824</b>
<b>TOTAL ASSETS</b>		<b>6,858,070</b>	<b>6,559,239</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	9	1,680,900	1,598,864
Interest bearing liabilities		19,558	15,916
Provisions	10	289,101	321,744
<b>TOTAL CURRENT LIABILITIES</b>		<b>1,989,559</b>	<b>1,936,524</b>
<b>NON-CURRENT LIABILITIES</b>			
Provisions	10	125,897	78,598
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>125,897</b>	<b>78,598</b>
<b>TOTAL LIABILITIES</b>		<b>2,115,456</b>	<b>2,015,122</b>
<b>NET ASSETS</b>		<b>4,742,614</b>	<b>4,544,117</b>
<b>EQUITY</b>			
Accumulated Surplus	11	4,734,352	4,535,855
Reserves	11	8,262	8,262
<b>TOTAL EQUITY</b>		<b>4,742,614</b>	<b>4,544,117</b>

*The above statement should be read in conjunction with the accompanying notes.*

**FAMILY PLANNING QUEENSLAND**  
Trading as “true relationships & reproductive health”

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR YEAR ENDED 30 JUNE 2019**

	Accumulated Surplus	Reserves	Total
	\$	\$	\$
<b>Balance at 1 July 2017</b>	<b>4,349,994</b>	<b>113,905</b>	<b>4,463,899</b>
<b>Total comprehensive income for the year</b>			
Previously reported			
Surplus/(Deficit) for the year	(92,805)	-	(92,805)
Reclassification of change in fair value in financial assets to profit or loss	173,023	-	173,023
Restated Surplus/(Deficit) for the year	80,218	-	80,218
Other comprehensive income	-	-	-
<b>Total comprehensive income</b>	<b>80,218</b>	<b>-</b>	<b>80,218</b>
Transfer of reserves to accumulated surplus	105,643	(105,643)	-
<b>Balance at 30 June 2018</b>	<b>4,535,855</b>	<b>8,262</b>	<b>4,544,117</b>
<b>Total comprehensive income for the year:</b>			
Surplus / (Deficit) for the year	198,497	-	198,497
Other comprehensive income	-	-	-
<b>Total comprehensive income</b>	<b>198,497</b>	<b>-</b>	<b>198,497</b>
<b>Balance at 30 June 2019</b>	<b>4,734,352</b>	<b>8,262</b>	<b>4,742,614</b>

*The above statement should be read in conjunction with the accompanying notes.*

**FAMILY PLANNING QUEENSLAND**  
Trading as “true relationships & reproductive health”

**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2019**

	NOTE	2019 \$	2018 \$
<b>Cash flows from operating activities:</b>			
Receipts from customers		1,522,633	1,524,399
Receipts from grants		8,908,296	8,385,849
Dividends received		204,655	249,547
Interest received		15,095	13,238
Payments to suppliers and employees		(10,037,547)	(9,565,496)
<b>Net cash provided by operating activities</b>	17 (b)	<b>613,132</b>	<b>607,537</b>
<b>Cash flows from investing activities:</b>			
Payments for plant, property and equipment and intangibles		(88,681)	(81,673)
Proceeds from sale of Investments		351,995	2,975,810
Purchase of Investments		(519,190)	(3,200,711)
<b>Net cash used in investing activities</b>		<b>(255,876)</b>	<b>(306,574)</b>
<b>Cash flows from financing activities:</b>			
Net proceeds from borrowings		3,643	2,430
<b>Net cash provided by financing</b>		<b>3,643</b>	<b>2,430</b>
Net increase/(decrease) in cash held		360,899	303,393
Cash at beginning of the financial year		1,011,025	707,632
<b>Cash at the end of the financial year</b>	17 (a)	<b>1,371,924</b>	<b>1,011,025</b>

*The above statement should be read in conjunction with the accompanying notes.*

## FAMILY PLANNING QUEENSLAND

### Trading as “true relationships & reproductive health”

#### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

Family Planning Queensland is a public company limited by guarantee, incorporated and domiciled in Australia, and is a not-for-profit entity for the purposes of preparing the financial statements. The consolidated financial statements are for the consolidated entity consisting of Family Planning Queensland (Company) and its subsidiaries and together are referred to as the Group. The consolidated financial statements were approved for issue in accordance with a resolution by the Directors on 17 October 2019.

#### NOTE 1: SIGNIFICANT ACCOUNTING POLICIES

##### Basis of Preparation

These general purpose financial statements have been prepared in accordance with the Australian Accounting Standards and Interpretations of the Australian Accounting Standards Board (‘AASB’) and *Australian Charities and Not-for-profits Commission Act 2012*. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

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

##### (a) Principles of consolidation

The general purpose consolidated financial statements incorporate all of the assets, liabilities and results of the parent (Family Planning Queensland) and all of the subsidiaries (including any structured entities). Subsidiaries are entities the parent controls. The parent controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. A list of the subsidiaries is provided in Note 20.

The assets, liabilities and results of all subsidiaries are fully consolidated into the financial statements of the Group from the date on which control is obtained by the Group. The consolidation of a subsidiary is discontinued from the date that control ceases. Intercompany transactions, balances and unrealised gains or losses on transactions between group entities are fully eliminated on consolidation. Accounting policies of subsidiaries have been changed and adjustments made where necessary to ensure uniformity of the accounting policies adopted by the Group.

##### (b) Income tax

The Company's income is exempt from tax under the Income Tax Assessment Act (as amended). The subsidiaries within the Group, are not exempt from tax under the Income Tax Assessment Act (as amended).

##### (c) Comparatives

Where necessary, comparative figures have been adjusted to conform to changes in presentation in the current financial year.

## FAMILY PLANNING QUEENSLAND

### Trading as “true relationships & reproductive health”

#### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

##### NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

###### (d) Critical Accounting Estimates and Judgements

The directors' estimates and judgements incorporated into the financial report are based on historical results and the best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data from internal and external sources.

###### (e) New, revised or amending Accounting Standards and Interpretations adopted

The company has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the company.

The following Accounting Standards and Interpretations are most relevant to the company:

###### *AASB 9 Financial Instruments*

The company has adopted AASB 9 from 1 July 2018. The standard introduced new classification and measurement models for financial assets. A financial asset shall be measured at amortised cost if it is held within a business model whose objective is to hold assets in order to collect contractual cash flows which arise on specified dates and that are solely principal and interest. A debt investment shall be measured at fair value through other comprehensive income if it is held within a business model whose objective is to both hold assets in order to collect contractual cash flows which arise on specified dates that are solely principal and interest as well as selling the asset on the basis of its fair value. All other financial assets are classified and measured at fair value through profit or loss unless the entity makes an irrevocable election on initial recognition to present gains and losses on equity instruments (that are not held-for-trading or contingent consideration recognised in a business combination) in other comprehensive income ('OCI'). Despite these requirements, a financial asset may be irrevocably designate as measured at fair value through profit or loss to reduce the effect of, or eliminate, an accounting mismatch. For financial liabilities designated at fair value through profit or loss, the standard requires the portion of the change in fair value that relates to the entity's own credit risk to be presented in OCI (unless it would create an accounting mismatch). New simpler hedge accounting requirements are intended to more closely align the accounting treatment with the risk management activities of the entity. New impairment requirements use an 'expected credit loss' ('ECL') model to recognise an allowance. Impairment is measured using a 12-month ECL method unless the credit risk on a financial instrument has increased significantly since initial recognition in which case the lifetime ECL method is adopted. For receivables, a simplified approach to measuring expected credit losses using a lifetime expected loss allowance is available.

###### *Impact of adoption*

As a result of the application of AASB 9 the investments which represents units in a managed fund previously accounted as Available for Sale have been reclassified as Financial Assets at Fair Value through Profit and Loss (FVTPL). The company was not eligible for the election of FVOCI as the units in managed funds do not meet the definition of equity instrument. Investments are held at fair value under both FVOCI and FVTPL. As the application of this standard did not impact the financial position or performance in prior periods, no restatement have been made other than that relating to the comparatives with the transition period.

###### (f) Accounting Standards Issued Not Yet Effective

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 Company. The directors have decided not to early adopt any of the new and amended pronouncements. Their assessment of the pronouncements that are relevant to the Company but applicable in future reporting periods is set out below:

FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

New/revised pronouncements	Nature of change	Application date to the Company	Impact to the Company
AASB 1058 (issued December 2016) Income of Not-for-Profit Entities	<p>AASB 1058 establishes principles and guidance when accounting for:</p> <ul style="list-style-type: none"> <li>• Transactions where the consideration to acquire an asset is significantly less than the fair value, principally to enable a NFP to further its objectives, and</li> <li>• The receipt of volunteer services.</li> </ul> <p>AASB 1058 supersedes all current income recognition requirements for private sector not-for-profit entities (NFPs), and most of the requirements for public sector NFPs currently contained in AASB 1004 Contributions.</p>	Annual reporting periods beginning on or after 1 January 2019	The entity has determined that there will not be any material impact from the adoption of this standard.
AASB 15 Revenue from Contracts with Customers	<p>AASB 15 establishes principles and guidance when accounting for:</p> <ul style="list-style-type: none"> <li>• Transactions for the transfer of goods or services to a customer or third party beneficiary on the customer’s behalf.</li> <li>• Contracts where the consideration reflects the amount to which an entity expects to be entitled in exchange for transferring those goods or services.</li> </ul>	Annual reporting periods beginning on or after 1 January 2019	The entity has determined that there will not be any material impact from the adoption of this standard.
AASB 16 (issued February 2016)	<p>Under AASB 16 all leases will be recognised on the statement of financial position, as the distinction between operating and finance leases is removed. Under the new standard, an asset (the right to use the leased item) and a financial liability to pay rentals are recognised. The only exceptions are short-term and low-value leases. The accounting for lessors will not significantly change.</p>	Annual reporting periods beginning on or after 1 January 2019.	<p>As at the reporting date, the entity has non-cancellable operating lease commitments of \$1,470,083 (refer Note 12). For these lease commitments the Group expects to recognise a right-of-use asset and lease liabilities of \$2.4 million.</p> <p>Overall net assets will remain the same, however net current assets will be lower due to the presentation of a portion of the liability as a current liability.</p>

## FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

#### NOTE 1: SIGNIFICANT ACCOUNTING POLICIES (CONT)

##### (g) Fair Values

Fair values may be used for financial asset and liability measurement as well as for sundry disclosures.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. It is based on the presumption that the transaction takes place either in the principal market for the asset or liability or, in the absence of a principal market, in the most advantageous market. The principal or most advantageous market must be accessible to, or by, the Company.

##### (h) Impairment of Assets

At each reporting date, the directors review the carrying value of the Company’s 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 costs to sell and value in use, is compared to the assets carrying value. Any excess of the assets carrying value over its recoverable amount is expensed in the Statement of Comprehensive Income.

Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

#### NOTE 2: SURPLUS / (DEFICIT)

##### (i) Revenue recognition

###### *Grant revenue*

Non-reciprocal grant revenue is recognised in the statement of profit and loss and 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 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 income on receipt.

###### *Interest*

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

###### *Sales Revenue*

Revenue from sale of goods is recognised upon the delivery of goods to customers.

###### *Revenue from rendering services*

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

###### *Dividend*

Dividend revenue is recognised when the right to receive a dividend is established.

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

FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

NOTE 2: SURPLUS / (DEFICIT) (continued)

	2019	2018
	\$	\$
Sales - pharmacy	3,247	4,499
Sales - other	23,972	22,698
Sales - resources & publications	53,508	101,658
Commonwealth and State Government Public Health Outcome Funding Agreement	7,219,773	6,877,673
Other grants	811,564	775,541
Education and training	434,405	434,580
Clinic revenue	995,817	922,570
Interest received - other persons	15,095	13,239
Donations and sponsorships	1,258	27,787
Dividend income	204,655	249,546
Other income	8,328	10,406
Net gain on disposal of property, plant and equipment	2,336	-
<b>Total Revenue</b>	<b>9,773,958</b>	<b>9,440,197</b>
<b>(ii) Charging as expenses</b>		
Cost of sales	53,718	64,431
Amortisation	64,760	114,971
Depreciation of non-current assets:		
- Freehold buildings and Leasehold improvements	79,840	76,300
- Plant and equipment	54,710	49,372
Total depreciation	<b>134,550</b>	<b>125,672</b>
Total depreciation and amortisation	<b>199,310</b>	<b>240,643</b>
Impairments and loss on disposal of property, plant & equipment	48,545	204,698
Impairments and loss on disposal of investments	-	128,516
Included in Occupancy costs:		
- Operating lease rentals	660,909	662,375
Included in Other expenses:		
- ICT migration costs, project resources, network costs	268,804	55,277

**FAMILY PLANNING QUEENSLAND**

**Trading as “true relationships & reproductive health”**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019**

**NOTE 3: 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. Bank overdrafts are shown within short-term borrowings in current liabilities on the Statement of Financial Position.

	<b>2019</b>	<b>2018</b>
	\$	\$
Cash at bank	63,395	18,743
Cash on hand	3,580	3,480
Cash on short term deposit	1,304,949	988,802
	<b>1,371,924</b>	<b>1,011,025</b>

Short term deposits are available on demand.

**NOTE 4: TRADE AND OTHER RECEIVABLES**

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any allowance for expected credit losses. Trade receivables are generally due for settlement within 30 days.

The consolidated entity has applied the simplified approach to measuring expected credit losses, which uses a lifetime expected loss allowance. To measure the expected credit losses, trade receivables have been grouped based on days overdue.

	<b>2019</b>	<b>2018</b>
	\$	\$
Trade Debtors	32,952	166,245
Less: provision for impairment	(8,330)	(9,988)
	<b>24,622</b>	<b>156,257</b>

**NOTE 5: OTHER CURRENT ASSETS**

Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

	<b>2019</b>	<b>2018</b>
	\$	\$
Prepayments	134,762	116,277
Accrued income	63,779	5,597
Other receivables	4,391	4,446
	<b>202,932</b>	<b>126,320</b>

## FAMILY PLANNING QUEENSLAND

### Trading as “true relationships & reproductive health”

#### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

##### NOTE 6: PROPERTY, PLANT AND EQUIPMENT

Each class of property, plant and equipment is initially recognised at cost. Where an item of property, plant or equipment is acquired for no or nominal consideration, the item’s fair value at acquisition date is deemed as its cost. Subsequent to initial recognition, each class is carried at cost or fair value, less where applicable, any accumulated depreciation and impairment losses.

Land and buildings are measured at fair value less accumulated depreciation. Any accumulated depreciation at revaluation date is eliminated against the gross carrying amount of the asset and the net amount is restated as the revalued amount of the asset. A revaluation surplus is credited to other comprehensive income (asset revaluation surplus) unless it reverses a revaluation decrease on the same asset previously recognised in profit or loss. A revaluation deficit is recognised in profit or loss unless it directly offsets a previous revaluation surplus on the same asset in the asset revaluation surplus. On disposal, any revaluation surplus relating to sold assets is transferred to retained earnings. Independent valuations are performed regularly to ensure that the carrying amounts of land and buildings does not differ materially from that the fair value at the end of the reporting period.

Plant and equipment are measured on the cost basis less depreciation and impairment losses. At each reporting date, the directors review a number of factors affecting property, plant and equipment, including their carrying values, to determine if these assets, grouped into cash-generating units, may be impaired. If an impairment indicator exists, the recoverable amount of the asset, being the higher of the asset’s ‘fair value less costs to sell’ and ‘value in use’, is compared to the carrying value. Any excess of the asset’s carrying value over its recoverable amount is expensed in the Statement of Profit or Loss and Other Comprehensive Income as an impairment expense.

As the future economic benefits of the company’s assets are not primarily dependent on their ability to generate net cash inflows, and if deprived of the asset, the company would replace the asset’s remaining future economic benefits, ‘value in use’ is determined as the depreciated replacement cost of the asset, rather than by using discounted future cash flows.

##### ***Depreciation***

The depreciable amount of all fixed assets, excluding freehold land, is either depreciated on a straight-line basis or diminishing value over their useful lives to the company commencing from the time the asset is held ready for use.

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

Useful life for classes of assets held ranges as follows:

Building	5 - 40 years
Plant and equipment	3 - 12 years
Motor Vehicles	5 years

The assets residual values and useful lives are reviewed and adjusted if appropriate at each sheet balance sheet date.

The gain or loss on disposal of all fixed assets is determined as the difference between the carrying amount of the asset at the time of disposal and the proceeds of disposal and is included in the Statement of Profit or Loss and Other Comprehensive Income in the year of disposal. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

NOTE 6: PROPERTY, PLANT AND EQUIPMENT (continued)

	2019	2018
	\$	\$
<b>Land &amp; Buildings</b>		
Leasehold improvements - at cost	514,413	495,784
Cairns Freehold Land and Building - at fair value	540,000	540,000
	<u>1,054,413</u>	<u>1,035,784</u>
Less: Accumulated depreciation	(231,624)	(151,784)
<b>Total Land and Buildings</b>	<u>822,789</u>	<u>884,000</u>
<b>Plant &amp; Equipment</b>		
Cost	560,154	468,273
Less: Accumulated depreciation	(340,762)	(293,829)
<b>Total Plant &amp; Equipment</b>	<u>219,392</u>	<u>174,444</u>
<b>Motor Vehicles</b>		
Cost	70,794	91,864
Less: Accumulated depreciation	(43,793)	(60,040)
<b>Total Motor Vehicles</b>	<u>27,001</u>	<u>31,824</u>
<b>Assets Under Construction - at cost</b>	-	26,700
<i>Summary - All assets</i>		
At cost	1,145,361	1,082,621
At fair value	540,000	540,000
Less: Accumulated depreciation	(616,179)	(505,653)
<b>Written down value</b>	<u>1,069,182</u>	<u>1,116,968</u>

FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

**NOTE 6: PROPERTY, PLANT AND EQUIPMENT (continued)**

Movement in the carrying amounts between the beginning and the end of the financial year for property plant and equipment.

<b>2019</b>	<b>Land and buildings \$</b>	<b>Assets under construction \$</b>	<b>Plant and equipment \$</b>	<b>Motor Vehicle \$</b>	<b>Total \$</b>
Balance at the beginning of year	884,000	26,700	174,444	31,824	1,116,968
Additions	18,629	-	70,052	-	88,681
Transfers	-	(26,700)	26,700	-	-
Disposals	-	-	(1,526)	(391)	(1,917)
Depreciation and impairment expense	(79,840)	-	(50,278)	(4,432)	(134,550)
Carrying amount at the end of the year	<b>822,789</b>	<b>-</b>	<b>219,392</b>	<b>27,001</b>	<b>1,069,182</b>

  

<b>2018</b>	<b>Land and buildings \$</b>	<b>Assets under construction</b>	<b>Plant and equipment \$</b>	<b>Motor Vehicle \$</b>	<b>Total \$</b>
Balance at the beginning of year	927,753	-	224,481	37,063	1,189,297
Additions	32,991	26,700	5,157	-	64,848
Transfers	-	-	-	-	-
Disposals	(444)	-	(11,061)	-	(11,505)
Depreciation and impairment expense	(76,300)	-	(44,133)	(5,239)	(125,672)
Carrying amount at the end of the year	<b>884,000</b>	<b>26,700</b>	<b>174,444</b>	<b>31,824</b>	<b>1,116,968</b>

## FAMILY PLANNING QUEENSLAND

### Trading as “true relationships & reproductive health”

#### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

##### NOTE 7: FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

###### Initial recognition and measurement

Financial assets are classified, at initial recognition, as subsequently measured at amortised cost, fair value through other comprehensive income (OCI), and fair value through profit or loss.

The classification of financial assets at initial recognition depends on the financial asset’s contractual cash flow characteristics and the company’s business model for managing them. With the exception of trade receivables that do not contain a significant financing component or for which the Fund has applied the practical expedient, the company initially measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs.

In order for a financial asset to be classified and measured at amortised cost or fair value through OCI, it needs to give rise to cash flows that are ‘solely payments of principal and interest (SPPI)’ on the principal amount outstanding. This assessment is referred to as the SPPI test and is performed at an instrument level.

The company’s business model for managing financial assets refers to how it manages its financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both.

###### Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in four categories:

- Financial assets at amortised cost (debt instruments)\*
- Financial assets at fair value through OCI with recycling of cumulative gains and losses (debt instruments)
- Financial assets designated at fair value through OCI with no recycling of cumulative gains and losses upon derecognition (equity instruments)
- Financial assets at fair value through profit or loss\*.

\*These are the financial assets most relevant to the company.

###### Financial assets at amortised cost (debt instruments)

The company measures financial assets at amortised cost if both of the following conditions are met:

- The financial asset is held within a business model with the objective to hold financial assets in order to collect contractual cash flows; and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at amortised cost are subsequently measured using the effective interest (EIR) method and are subject to impairment. Gains and losses are recognised in profit or loss when the asset is derecognised, modified or impaired.

The company’s financial assets at amortised cost includes receivables. Refer to Note 4 for further details.

###### Financial assets at fair value through profit or loss

The company’s financial assets at fair value through profit or loss include financial assets mandatorily required to be measured at fair value. Financial assets with cash flows that are not solely payments of principal and interest are classified and measured at fair value through profit or loss, irrespective of the business model.

## FAMILY PLANNING QUEENSLAND

### Trading as “true relationships & reproductive health”

#### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

Financial assets at fair value through profit or loss are carried in the statement of financial position at fair value with net changes in fair value recognised in the profit or loss based on the exit price as reported by the managers of the trusts.

#### ***Derecognition***

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e., removed from the Fund’s statement of financial position) when:

- The rights to receive cash flows from the asset have expired or
- The company’s has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a ‘pass-through’ arrangement; and either (a) the Fund has transferred substantially all the risks and rewards of the asset, or (b) the Fund has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset

When the company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if, and to what extent, it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the company continues to recognise the transferred asset to the extent of its continuing involvement. In that case, the company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the company has retained.

	2019 \$	2018 \$
Financial assets at fair value through profit or loss	3,717,488	3,566,210

FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

**NOTE 8: INTANGIBLES**

Development expenditure incurred on an individual project is capitalised if the product or service is technically feasible, adequate resources are available to complete the project, it is probable that future economic benefits will be generated and expenditure attributable to the project can be measured reliably. Expenditure capitalised comprises costs of materials, services, direct labour and an appropriate portion of overheads. Other development costs are expensed when they are incurred. Capitalised development expenditure is stated at cost less accumulated amortisation and any impairment losses and amortised over the period of expected future sales from the related projects which vary from 3 - 5 years. The carrying value of development costs is reviewed annually when the asset is not yet available for use, or when events or circumstances indicate that the carrying value may be impaired.

	2019	2018
	\$	\$
Software Systems	343,027	453,193
Less: Accumulated amortisation	(206,538)	(204,925)
Written down value	136,489	248,268

**Movement in Carrying Amounts:**

Balance at the beginning of year	248,268	540,268
Additions	-	17,546
Disposals	(47,019)	(194,575)
Depreciation and impairment expense	(64,760)	(114,971)
Carrying amount at the end of the year	136,489	248,268

**NOTE 9: TRADE AND OTHER PAYABLES**

Trade and other payables represent liabilities for goods and services provided to the Group prior to the year-end and which are unpaid. These amounts are unsecured and have 30-60 day payment terms.

*Unsecured liabilities:*

Trade Creditors	35,766	104,743
Goods and services tax liability	143,801	136,565
Employee tax	74,766	71,280
Fees received in advance	26,876	35,880
Grants received in advance	415,632	461,616
Annual leave	458,491	414,890
Other creditors and accrued expenses	525,568	373,890
	1,680,900	1,598,864

FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

**NOTE 10: PROVISIONS**

Provision is made for the Company’s liability for employee benefits arising from services rendered by employees to balance date as follows:

*Short-term employee benefits provisions*

Provision is made for the Company’s liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

*Long-term employee benefits provisions*

The Company’s net obligation in respect of long-term service benefits, other than obligations under the Company’s defined benefits superannuation fund, is the amount of future benefit that employees have earned in return for their service in the current and prior periods. The obligation is calculated using the projected unit credit method and is discounted to its present value and the fair value of any related assets is deducted. The discount rate is the yield at the balance sheet date on corporate bonds that have maturity dates approximating to the terms of the company’s obligations.

	2019 \$	2018 \$
<b>Provisions - Current</b>		
Employee benefits:		
- Long service leave	283,996	318,054
- Other	5,105	3,690
	<b>289,101</b>	<b>321,744</b>
<b>Provisions - Non-Current</b>		
Long-term employee benefits	125,897	78,598
	<b>414,998</b>	<b>400,342</b>

**NOTE 11: ACCUMULATED SURPLUS AND RESERVES**

Accumulated Surplus at the beginning of the year	4,535,855	4,349,994
Surplus/(deficit) for the year	198,497	80,218
Transfer from reserves		105,643
<b>Accumulated Surplus at the end of the financial year</b>	<b>4,734,352</b>	<b>4,535,855</b>
 <b>Asset Revaluation Reserve</b>		
Balance at the beginning of the year	8,262	8,262
Revaluation of land and buildings	-	-
Balance at the end of the financial year	<b>8,262</b>	<b>8,262</b>

FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

**NOTE 11: ACCUMULATED SURPLUS AND RESERVES (continued)**

	2019 \$	2018 \$
<b>Financial assets at fair value through other comprehensive income</b>		
Balance at the beginning of the year	-	105,643
Transfer to Accumulated Surplus	-	(105,643)
<b>Balance at the end of the financial year</b>	<u>-</u>	<u>-</u>
<b>Total Reserves</b>	<u><u>8,262</u></u>	<u><u>8,262</u></u>

**NOTE 12: COMMITMENTS**

Aggregate amount contracted for but not capitalised in the financial statements

**Operating leases:**

Not later than 1 year	765,424	638,471
Later than 1 year but not later than 5 years	704,659	1,167,332
Later than 5 years	-	10,776
	<u>1,470,083</u>	<u>1,816,479</u>

Commitments due and payable under current operating lease agreements relate to premises at Windsor Gold Coast, Sunshine Coast, Toowoomba, Rockhampton, Bundaberg and Ipswich.

**NOTE 13: AUDITOR'S REMUNERATION**

Amounts received or due and receivable by the auditors for:

Auditing the financial statements	31,000	30,000
Other services	9,500	9,000
Non-audit services	-	-
	<u>40,500</u>	<u>39,000</u>

## FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

#### NOTE 14: KEY MANAGEMENT PERSONNEL COMPENSATION

	Salary & Fees	Super- annuation	Non-cash Benefits	Total
	\$	\$	\$	\$
2019	620,147	56,993	68,311	745,451
2018	723,670	62,696	103,842	890,208

Non-director members of Family Planning Queensland Key Management Personnel during 2018-2019 are:

Employee Name	Position Held
Alice Evans	Chief Executive Officer (CEO)
Monique Belousoff	General Manager Stakeholder Engagement
Svend Kling	Chief Financial Officer (CFO)
Sharon Stokell	Business Manager Clinical Service

Under the Company's Constitution no Director is permitted to receive fees or a salary from the Company. The names of the Company Directors who have held office during the financial year are:

Bob Van Beusekom	Donna Bonney
Clare Boothroyd	Julia Duffy
Robert Edwards (Resigned 20/11/18)	Tania Hillman
Giuseppe Taddeo	Natalie Bain
Clare Maher	Christine Ip (Appointed (04/04/19)

#### NOTE 15: FUNDING OF OPERATIONS

The Group is economically dependent upon funding from the Queensland State Government. As detailed in Note 2, this income amounted to \$8,031,337 for the year ended 30 June 2019 (2018: \$7,653,214). The Directors are confident that there is not likely to be any material change in State Government funding in the foreseeable future with Funding agreements in place through to 30th June 2021.

#### NOTE 16: MEMBERS' GUARANTEE

The Company is limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$40 towards meeting any outstanding obligations of the Company. At 30 June 2019 the number of members was 86.

FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

**NOTE 17: CASH FLOW STATEMENTS**

**(a) Reconciliation of Cash**

For the purposes of the statement of cash flows, cash includes cash on hand and cash at bank. Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:

	2019	2018
	\$	\$
Cash on hand	63,395	3,480
Cash at bank	3,580	18,743
Cash on deposit	1,304,949	988,802
<b>Cash Flows Presented on a Net Basis</b>	<b>1,371,924</b>	<b>1,011,025</b>

Cash flows arising from deposits in and withdrawals from savings, money market and other deposits are presented on a net basis in the Statement of Cash Flows

**(b) Reconciliation of Net Cash provided by Operating Activities to Operating Surplus/(Deficit)**

Operating surplus/(Loss)	198,497	80,218
Net (Profit)/Loss on sale of assets including impairments	55,018	334,597
Change in fair value of financial asset through profit or loss	9,835	(173,023)
Non-cash flows in operating result:		
Amortisation	64,760	114,971
Depreciation	134,550	125,672
Changes in provisions		
- Annual leave	43,601	41,289
- Long service leave	14,655	(24,561)
Changes in assets and liabilities:		
(Increase)/decrease in receivables	61,065	(167,638)
(Increase)/decrease in stock	11,201	(35,817)
(Increase)/decrease in prepaid expenses	(18,485)	(21,588)
Increase/(decrease) in payables	38,435	333,417
<b>Cash flows provided by/(used in) operations</b>	<b>613,132</b>	<b>607,537</b>

## FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

#### NOTE 18: FINANCIAL INSTRUMENTS

##### Overall Policies

##### *Interest rate risk*

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. For the company, this arises on cash balances and term deposit investments.

Interest rate risk is managed by maintaining a term deposit for a relevant term to achieve the highest possible interest rate. No specific financial instruments such as interest rate hedges are considered necessary for the company's bank debt as the exposure to risk is not considered material.

##### *Credit risk*

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. For the company this arises from exposures to customers. The company does not have any material credit risk exposure to any single debtor or group of debtors under financial instruments entered into by the association.

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets, is the carrying amount of trade and other receivables, net of any provisions for impairment of those assets, as disclosed in the balance in the balance sheet and notes to the financial statements.

Credit risk is managed and reviewed regularly by the board of directors through the Company's Audit and Finance Committee and the CEO.

##### *Liquidity risk*

Liquidity risk is the risk that the company may encounter difficulties raising funds to meet commitments associated with financial instruments.

It is the policy of the board of directors that the company maintains adequate cash reserves so as to meet financial commitments when required.

The company manages liquidity risk by regularly monitoring actual cash flows and long term forecasted cash flows.

##### *Investment Portfolio*

An investment portfolio of \$3,000,000 was established on 1 July 2015 and is managed by Perpetual Trustee's pursuant to a Board Investment Policy. Both capital growth and investment income will be re-invested into the fund annually and it is the Board's intent that this become a future fund to support the objects of Family Planning Queensland.

FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

**NOTE: 18 FINANCIAL INSTRUMENTS (continuation)**

*Financial instrument maturity analysis*

	Weighted Average Interest Rate		Floating Interest Rate		Non-Interest Bearing		Total	
	2019	2018	2019	2018	2019	2018	2019	2018
			\$	\$	\$	\$	\$	\$
<b>Financial assets - Amortised Cost</b>								
Cash at Bank	2.00% - 3.00%	2.00% - 3.00%	1,368,344	1,007,545	-	-	1,368,344	1,007,545
Cash on Hand			-	-	3,580	3,480	3,580	3,480
Trade and Other Receivables			-	-	24,622	156,257	24,622	156,257
Term Deposits			283,821	271,378	-	-	283,821	271,378
<b>Total financial assets - Amortised Cost</b>			<b>1,652,165</b>	<b>1,278,923</b>	<b>28,202</b>	<b>159,737</b>	<b>1,680,367</b>	<b>1,438,660</b>
<b>Financial Assets - Fair value through profit or loss</b>								
Investments			3,717,488	3,566,210	-	-	3,717,488	3,566,210
<b>Total Financial Assets - Fair Value through profit or loss</b>			<b>3,717,488</b>	<b>3,566,210</b>	<b>-</b>	<b>-</b>	<b>3,717,488</b>	<b>3,566,210</b>
<b>Financial liabilities - Amortised Cost</b>								
Trade and Other Payables			-	-	709,901	686,478	709,901	686,478
Borrowings			19,558	15,916	-	-	19,558	15,916
<b>Total financial liabilities - Amortised Cost</b>			<b>19,558</b>	<b>15,916</b>	<b>709,901</b>	<b>686,478</b>	<b>729,459</b>	<b>702,394</b>

FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

**NOTE: 18 FINANCIAL INSTRUMENTS (continuation)**

***Financial instrument maturity analysis***

The table below reflects the undiscounted contractual settlement terms for financial instruments of a fixed period of maturity, as well as management's expectations of the settlement period for all other financial instruments. As such, the amounts may not reconcile to the statement of financial position.

	2019	2018
Trade and sundry payables are expected to be paid as follows:		
<b>Trade payables</b>	<b>\$</b>	<b>\$</b>
Less than 6 months	35,766	104,743
6 months to 1 year	-	-
	<u>35,766</u>	<u>104,743</u>
<b>Sundry payables</b>		
Less than 6 months	744,135	581,735
6 months to 1 year	-	-
	<u>744,135</u>	<u>581,735</u>
Bank loans are expected to be paid as follows:		
<b>Bank loans</b>		
Less than 1 year	19,558	15,916
One to Two years	-	-
	<u>19,558</u>	<u>15,916</u>

**Market risk**

Market risk arises from the use of interest bearing and tradeable financial instruments. It is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in interest rates (interest rate risk), and other market factors (other price risk).

The company invests in publicly traded investments and in doing so it exposes itself to the fluctuations in price that are inherent in such a market. Any investment decisions must be approved by the board. To limit its market risk, the company holds a diversified portfolio and the Board makes investment decisions on advice from professional advisors.

**Sensitivity analysis**

*Interest rate risk*

No sensitivity analysis has been performed for interest rate risk, as the effect of the interest rate fluctuations on the cash balances are considered not material.

*Other price risk*

A movement in market prices of 5% would affect net equity on the company by approximately \$187,000 being the balance of investments of \$3,717,488 at 30 June 2019.

## FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

#### NOTE 19: FAIR VALUE

Land and buildings and investments are recognised and measured at fair value on a recurring basis. There are no assets or liabilities which are measured at fair value on a non-recurring basis.

##### Fair value hierarchy

All assets and liabilities for which fair value is measured or disclosed are categorised according to the fair value hierarchy as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Inputs for the assets or liability that are not based on observable market data (unobservable inputs). Recognised fair value measurements.

The following table sets out the consolidated entity’s assets and liabilities that are measured and recognised at fair value in the financial statements.

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
<b>2019</b>				
Investments	3,717,488	-	-	3,717,488
Land and Buildings	-	-	540,000	540,000
<b>2018</b>				
Financial assets through profit or loss	3,566,210	-	-	3,566,210
Land and Buildings	-	-	540,000	540,000

Valuation processes for Level 3 fair values

The entity engages an external, independent and qualified valuers to determine the fair value of the company’s property every 3 years.

#### NOTE 20: INTEREST IN SUBSIDIARIES

The Group’s subsidiaries that were controlled during the year and prior year are set out below:

Subsidiaries	Principal place of business / Country of Incorporation	Percentage Owned (%)	
		2019	2018
Curae Technology Pty Ltd	Australia	100%	100%
Curae Technology Holdings Pty Ltd	Australia	100%	100%

## FAMILY PLANNING QUEENSLAND

Trading as “true relationships & reproductive health”

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

#### NOTE 21: PARENT DISCLOSURES

The parent and ultimate parent entity within the Group is Family Planning Queensland.

##### (a) Summary financial information

The individual financial statements for the parent entity show the following aggregated amounts as follows:

	2019 \$	2018 \$
Current assets	1,596,671	1,530,294
Non-current assets	5,206,980	5,202,823
<b>Total assets</b>	<b>6,803,651</b>	<b>6,733,117</b>
Current liabilities	1,970,103	1,936,524
Non-current liabilities	125,896	78,598
<b>Total liabilities</b>	<b>2,095,999</b>	<b>2,015,122</b>
<b>Net Assets</b>	<b>4,707,652</b>	<b>4,717,995</b>
Accumulated surplus	4,699,390	4,709,733
Reserves	8,262	8,262
<b>Total equity</b>	<b>4,707,652</b>	<b>4,717,995</b>
<b>Surplus/(deficit) for the year</b>	<b>(10,341)</b>	<b>254,096</b>
<b>Total comprehensive income for the year</b>	<b>(10,341)</b>	<b>254,096</b>

##### (b) Guarantees

The parent entity has not provided any guarantees to third parties in relation to the obligations of controlled entities.

##### (c) Contractual commitments

There were no contractual commitments for the acquisition of property, plant and equipment entered into by the parent entity at 30 June 2019 (2018: \$Nil).

##### (d) Contingent liabilities

The parent entity has no contingent liabilities at reporting date (2018: \$Nil).

##### (e) Recognition and measurement

The financial information for the parent entity has been prepared on the same basis as the consolidated financial statements, except as set out below:

##### (f) Investments in subsidiaries and associates

Investments in subsidiaries and associates are accounted for at cost in the financial statements of Family Planning Queensland.

**FAMILY PLANNING QUEENSLAND**

Trading as “true relationships & reproductive health”

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019**

**NOTE 22: COMPANY INFORMATION**

Registered office and principal place of business of the company is:

- 230 Lutwyche Road, Windsor, Qld, 4030.

**NOTE 23: EVENTS AFTER THE BALANCE SHEET DATE**

There are no relevant events that the Group is required to report after the balance sheet date.

## FAMILY PLANNING QUEENSLAND AND ITS CONTROLLED ENTITIES

Trading as “true relationships & reproductive health”

### DIRECTORS' DECLARATION

The directors of Family Planning Queensland declare that:

1. The financial statements, comprising the consolidated statement of profit or loss and other comprehensive income, consolidated statement of financial position, consolidated statement of cash flows, consolidated statement of changes in equity, and accompanying notes, are in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission (ACNC) Act 2012* and:
  - a. Comply with Australian Accounting Standards and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*; and
  - b. Give a true and fair view of the entity's financial position as at 30 June 2019 and of its performance for the year ended on that date.
2. In the directors' opinion, there are reasonable grounds to believe that the entity will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors.

On behalf of the directors by:



**Ms Natalie Bain**  
Director

Brisbane, 17 October 2019

## INDEPENDENT AUDITOR'S REPORT

To the members of Family Planning Queensland

### Report on the Audit of the Financial Report

#### Opinion

We have audited the financial report of Family Planning Queensland (the registered entity) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 June 2019, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies, and the responsible entities' declaration.

In our opinion the accompanying financial report of Family Planning Queensland, is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) Giving a true and fair view of the Group's financial position as at 30 June 2019 and of its financial performance for the year then ended; and
- (ii) Complying with Australian Accounting Standards and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

#### 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 Group in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Other information

Those charged with governance are responsible for the other information. The other information obtained at the date of this auditor's report is information included in the registered entity's directors' report, 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 on the other information obtained prior to the date of this auditor's report, 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 responsible entities for the Financial Report**

The responsible entities of the registered entity are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and the ACNC Act, and for such internal control as the responsible entities determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, responsible entities are responsible for assessing the Group'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 responsible entities either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the registered entity'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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at: [http://www.auasb.gov.au/auditors\\_responsibilities/ar3.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar3.pdf)

This description forms part of our auditor's report.

**BDO Audit Pty Ltd**



**K L Colyer**  
Director

Brisbane, 17 October 2019