

EDGAR'S MISSION INC.

Financial Reports

FOR THE YEAR ENDED

30 JUNE 2019

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Edgar's Mission Inc.

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EDGAR'S MISSION INC.

COMMITTEE'S REPORT

Your committee members submit the financial report of the Edgar's Mission Inc. for the financial year ended 30 June 2019.

Committee Members

The names of committee members throughout the year and at the date of this report are:

Pam Ahern	President
Meg Streiff	Vice President
Bayden Hammond	Treasurer
Rosemary Moore	Secretary
Sylvia Ahern	Member
Dr Jessica Coates	Member
Sean Selleck	Member
Diana Simpson	Member
Cherie Wilson	Member

Principal Activities

The principal activities of the association during the financial year were to operate a farm sanctuary with a vision for a humane and just world for all.

Significant Changes

No significant change in the nature of these activities occurred during the year.

Operating Result

The profit for the year ended amounted to \$392,152 compared with a profit of \$396,361 for the financial year 2018.

Signed in accordance with a resolution of the Members of the Committee



.....

Pam Ahern

Dated this 14th day of February 2020

EDGAR'S MISSION INC.

STATEMENT BY MEMBERS OF THE COMMITTEE

In the opinion of the committee the financial report:

1. Presents a true and fair view of the financial position of Edgar's Mission Inc. as at 30th June 2019 and its performance for the year ended on that date in accordance with Australian Accounting Standards, mandatory professional reporting requirements and other authoritative pronouncements of the Australian Accounting Standards Board.
2. At the date of this statement, there are reasonable grounds to believe that the incorporated association will be able to pay its debts as when they fall due.

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:



Pam Ahern

President



Bayden Hammond

Treasurer

Dated this 14th day of February 2020

EDGAR'S MISSION INC.

Trading Profit and Loss Statement For the Year Ended 30th June 2019

	2019	2018
	\$	\$
Income		
Retail Sales	375,951	361,869
Postage	48,352	48,135
	424,303	410,004
Less Cost of Goods Sold		
Purchases	285,468	259,762
Postage	18,708	55,316
Other	16,651	16,651
	304,176	331,729
Gross Profit from Trading	120,127	78,275
Expenditure		
Accountancy Fees	5,684	1,579
Bank Charges	7,084	7,607
Campaign Management, Advocacy & Fund Raising	197,571	257,978
Contract Work	73,316	65,866
Depreciation	77,192	91,049
Fodder and Animal Bedding	132,360	108,024
Insurance	15,238	13,208
Legal Costs	5,664	5,664
Provision for Annual Leave	7,211	-11,241
Provision for Long Service Leave	6,664	13,706
Light and Power	15,823	16,559
Rates and Taxes	4,864	7,039
Staff Training	16,602	15,752
Office Expenses	60,547	29,696
Repairs and Maintenance	107,551	76,983
Superannuation Contributions	58,571	53,881
Vehicle Expenses	19,391	23,630
Veterinary Costs	159,324	258,028
Recruitment Costs	29,279	
Wages	629,698	575,888
Sundry Expense	11,769	4,786
Workcover, Workplace Health and Safety	8,289	9,228
	1,644,028	1,624,910
Other Income		
Donations	1,384,565	1,581,849
Bequests	384,996	180,772
Best Buddies	51,505	62,485
Patient Fees	26,790	26,790
Interest Received	27,369	20,079
Grants	27,620	13,144
Other Revenue	30,398	44,627
Rental Income	9,600	13,250
	1,916,053	1,942,996
Abnormal Items		
Profit Before Income Tax	392,152	396,361

EDGAR'S MISSION INC.
Statement of Appropriations
For the Year Ended 30th June 2019

	2019	2018
	\$	\$
Accumulated Profits (Losses) Brought Forward	4,267,595	3,871,234
Profit Before Income Tax	392,152	396,361
Total Incorporated Association Funds	<u>4,659,747</u>	<u>4,267,595</u>
Unappropriated Profit	<u>4,659,747</u>	<u>4,267,595</u>

EDGAR'S MISSION INC.

Balance Sheet As at 30 June 2019

	2019	2018
	\$	\$
Equity		
Accumulated Profits (Losses) Brought Forward	4,267,595	3,871,234
Profit Earned This Year	392,152	396,361
Total Equity	<u>4,659,747</u>	<u>4,267,595</u>
Represented by:		
Current Assets		
Cash on Hand	764	5,078
Cash at Bank	336,459	357,289
PayPal Account	33,479	18,389
Mastercard	2,684	3289
Term Deposits	1,364,033	1,062,883
Stock on Hand	238,886	201,831
Prepayments	8,317	
Sundry Debtors		75,625
Trade Debtors		9,396
Provision for GST	27,806	
	<u>2,012,428</u>	<u>1,733,780</u>
Non Current Assets		
Freehold Land	<u>2,000,000</u>	<u>2,000,000</u>
	2,000,000	2,000,000
Property Improvements	491,963	358,545
less Accumulated Depreciation and Impairment	<u>75,997</u>	<u>58,812</u>
	415,966	299,733
Assets under Construction	<u>51,673</u>	<u>265,776</u>
	51,673	265,776
Plant and Equipment	307,933	286,329
less Accumulated Depreciation and Impairment	<u>111,179</u>	<u>84,918</u>
	196,754	201,411
Motor Vehicles	227,126	225,882
less Accumulated Depreciation and Impairment	<u>162,915</u>	<u>142,362</u>
	64,211	83,520
Office Furniture & Equipment	71,480	52,741
less Accumulated Depreciation and Impairment	<u>50,849</u>	<u>37,656</u>
	20,631	15,085
	<u>2,749,235</u>	<u>2,865,525</u>
Total Assets	<u>4,761,663</u>	<u>4,599,305</u>
Current Liabilities		
Amounts Due under Contract		265,776
Accrued Expenses	27,073	
Trade Creditors		17,272
PAYG Payable	11,059	
Superannuation Payable	18,020	14,863
Provision for Long Service Leave	20,370	13,706
Provision for Annual Leave	25,114	17,903
Provision for GST	280	2,190
	<u>101,916</u>	<u>331,710</u>
Total Liabilities	<u>101,916</u>	<u>331,710</u>
Net Assets	<u>4,659,747</u>	<u>4,267,595</u>

EDGAR'S MISSION INC.

Notes to the Financial Statements For the Year Ended 30th June 2019

The financial statements cover Edgar's Mission Inc. and have been prepared to meet the needs of stakeholders.

Comparatives are consistent with prior years, unless otherwise stated.

1. Basis of Preparation

The Incorporated Association is non-reporting since there are unlikely to be any users who would rely on the general purpose financial statements.

The special purpose financial statements have been prepared in accordance with the significant accounting policies described below and do not comply with any Australian Accounting standard unless otherwise stated.

The financial statements have been prepared on an accruals 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.

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

2. Summary of Significant Accounting Policies

(a) Cash and Cash Equivalents

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

(b) Provisions

Provisions are recognised when the Incorporated Association has a legal or constructive obligation as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

(c) Employee Benefits

Provision is made for the Incorporated Association's liability for employee benefits arising from services rendered by employees to the end of the reporting period.

(d) Property, Plant and Equipment

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

(e) Goods and Services Tax (GST)

Revenue, expenses and assets are recognised as net of the amount of GST, except where the amount of GST is not recoverable from the Australian Taxation Office (ATO). Receivables and payables are stated inclusive of GST. The net amount of GST recoverable from or payable to the ATO is included as part of the receivables in the balance sheet.

(f) Correction of prior period errors

The comparative balances of stock on hand, have been revised to correctly reflect the entity's assets in the prior year.

The following line items in the financial report have been revised to reflect the revision:

	30 June 2018 Financial Statements 2018 \$	Revised comparative disclosure 2018 \$
Statement of Financial Position		
Stock on hand	-	201,831
Statement of Changes in Equity		
Retained earnings balance as at 1 July 2017	3,669,403	3,871,234
Other comprehensive income for the year	396,361	396,361
Retained earnings balance as at 30 June 2018	<u>4,065,764</u>	<u>4,267,595</u>

3. Revenue

	2019 \$	2018 \$
Sales Revenue		
Sale of Goods	424,303	410,004
Rendering Services	1,821,066	1,851,896
	<u>2,245,369</u>	<u>2,261,900</u>
Other Income		
Interest Received	27,369	20,079
Grants	27,620	13,144
Other Revenue	30,398	44,627
Rent Received	9,600	13,250
	<u>94,987</u>	<u>91,100</u>
	<u>2,340,356</u>	<u>2,353,000</u>

4. Expenses

	2019 \$	2018 \$
Employee Benefits Expense	739,712	629,769
Depreciation and Amortisation Expenses	77,192	91,049
Advertising	138,488	5,624
Bank Charges	7,084	7,607
Insurance	15,238	13,208
Light & Power	15,823	16,559
Rates & Taxes	4,864	7,039
Repairs and Maintenance	107,551	76,983
Other Expenses	842,252	1,107,889
	<u>1,948,204</u>	<u>1,955,727</u>

5. Profit for Year

Profit from continuing operations includes the following specific expenses:

	2019	2018
	\$	\$
Charging as Expense		
Cost of Goods Sold	304,176	331,729
Finance Expense	1,308	912
Movements in Provisions		
Depreciation		
Plant & Equipment		16,213
Property Improvement	17,185	16,515
Plant and Equipment	26,261	24,946
Motor Vehicles	21,273	24,242
Office Furniture and Equipment	13,193	9,133
	<u>77,912</u>	<u>91,049</u>
Other Provisions		
Employee Benefits	13,875	13,706
Net Expenses resulting from Movement in Provisions	<u>91,787</u>	<u>104,755</u>

6. Cash and Equivalents

	2019	2018
	\$	\$
Cash on Hand	763	5,078
Cash at Bank	336,458	357,289
PayPal Account	33,479	18,389
Mastercard	2,684	3,289
Term Deposit 2505	62,185	60,609
Term Deposit 2515	169,717	165,336
Term Deposit 2516		220,526
Term Deposit 2517	324,480	316,412
Term Deposit 2519	807,650	300,000
	<u>1,737,416</u>	<u>1,446,928</u>

7. Trade and Other Receivables

	2019	2018
	\$	\$
Current		
Sundry Debtors		75,625
Trade Debtors		9,396
GST Owed	27,806	
Prepayments	8,317	
	<u>36,123</u>	<u>85,021</u>

8. Property, Plant and Equipment

	2019	2018
	\$	\$
Land and Buildings		
Freehold Land	2,000,000	2,000,000
	<u>2,000,000</u>	<u>2,000,000</u>
Property Improvements	491,963	358,545
Less Accumulated Depreciation and Impairment	75,997	58,812
	<u>415,966</u>	<u>299,733</u>
Assets Under Construction	51,673	265,776
	<u>51,673</u>	<u>265,776</u>
	<u>2,467,639</u>	<u>2,565,509</u>
Plant and Equipment		
Plant and Equipment	307,933	286,329
less Accumulated Depreciation and Impairment	111,179	84,918
	<u>196,754</u>	<u>201,411</u>
Motor Vehicles	227,126	225,882
less Accumulated Depreciation and Impairment	162,915	142,362
	<u>64,211</u>	<u>83,520</u>
Office Furniture & Equipment	71,480	52,741
less Accumulated Depreciation and Impairment	50,849	37,656
	<u>20,631</u>	<u>15,085</u>
Total Plant and Equipment	<u>281,596</u>	<u>300,016</u>
Total Property Plant and Equipment	<u>2,749,235</u>	<u>2,865,525</u>

9. Trade and Other Payables

	2019	2018
	\$	\$
Current		
Trade Creditors		17,272
GST Owing	280	2,190
Superannuation Payable	18,020	14,863
	<u>18,300</u>	<u>34,325</u>
Total Trade and Other Payables	<u>18,300</u>	<u>34,325</u>

10. Financial Liabilities

	2019	2018
	\$	\$
Current		
Amounts due Under Contract		265,776
	0	<u>265,776</u>
Total Financial Liabilities	<u>0</u>	<u>265,776</u>

11. Provisions

	2019	2018
	\$	\$
Provision		
Long Service Leave	20,370	13,706
Annual Leave	25,114	17,903
	<u>45,484</u>	<u>31,609</u>
Total Provisions	<u>45,484</u>	<u>31,609</u>

12. Incorporated Association Funds

	2019	2018
	\$	\$
Accumulated Profits (Losses) Brought Forward	4,267,595	3,871,234
Profit Before Income Tax	392,152	396,361
Total Incorporated Association Funds	<u>4,659,747</u>	<u>4,267,595</u>
Unappropriated Profit	<u>4,659,747</u>	<u>4,267,595</u>

**INDEPENDENT AUDIT REPORT
TO THE MEMBERS OF EDGARS MISSION INC**

Opinion

We have audited the financial report of Edgars Mission Inc ("the Association") which comprises the balance sheet as at 30 June 2019, the statement of profit or loss for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the committee's declaration.

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 Association in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants ("the Code") that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, given to the Committee of the Association, would be in the same terms if given to the Association as at the time of this auditor's report.

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

Emphasis of Matter – Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Edgars Mission Inc to meet the requirements of the Associations Incorporation Reform Act 2012 and the ACNC Act 2012. As a result the report may not be suitable for another purpose.

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

The Committee is responsible for the other information. The other information comprises the information included in the Association's financial report for the year ended 30 June 2019, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Committee's responsibility for the financial report

The Committee of the Association is responsible for the preparation of the financial report, and has determined that the basis of preparation described in Note 1, is appropriate to meet the requirements of the Associations Incorporation Reform Act 2012 *and the ACNC Act 2012*. The Committee's responsibility also includes such internal control as the Committee determines is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Committee is responsible for assessing the ability of the Association to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Association ceases operations, or have no realistic alternative but to do so.

Auditor's responsibility

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 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 the financial report.

A further description of our responsibilities for the audit of the financial report is included in Appendix A of this auditor's report. This description, which is located directly after the audit report, forms part of our auditor's report.

Ryecrofts Pty Ltd

A handwritten signature in black ink, appearing to read 'T. Vail', with a horizontal line underneath.

Terrence Vail CPA
Director
Registered Company Auditor – 305706
Dated this 14th day of February 2020

Appendix A: Auditor's Responsibilities for the Audit of the Financial Report

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

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

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

**AUDITOR'S INDEPENDENCE DECLARATION
TO THE COMMITTEE MEMBERS OF EDGARS MISSION INC**

In accordance with the requirements of section 307C of the *Corporations Act 2001*, as lead auditor for the audit of Edgars Mission Inc for the year ended 30 June 2019, I declare that, to the best of my knowledge and belief, there have been:

- a) No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- b) No contraventions of any applicable code of professional conduct in relation to the audit.

Ryecrofts



Terrence Vail
Director

Dated this 14th Day of February 2020