



Financial Report
For the year ended 30 June 2021

IN 2 BUSINESS PTY LTD
9/429 The Boulevard
KIRRAWEE NSW 2232

Ostomy NSW Limited ABN 92 003 107 220

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BUSINESS PARTNER ACCOUNTANTS

ABN 31 254 110 993

Chartered Accountants and Business Advisors

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Auditor Independence Declaration

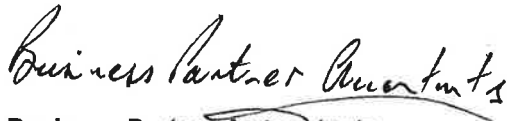
In accordance with section 60-40 of the
Australian Charities and Not-for-profits Commission Act 2012

To the Directors of Ostomy NSW Limited

In accordance with Subdivision 60-C of the *Australian Charities and Not-for-Profits Commission Act, 2012*, I provide the following declaration of independence to the Directors of Ostomy NSW Limited.

As the lead auditor for the audit of the financial statements of Ostomy NSW Limited for the year ended 30 June, 2021, I declare that, to the best of my knowledge and belief, during the year ended 30 June, 2021 there have been no contraventions of:

- i. the auditor independence requirements of the *Australian Charities and Not-for-Profits Commission Act, 2012* in relation to the audit; and
- ii. any applicable code of professional conduct in relation to the audit.



Business Partner Accountants
Chartered Accountants



Mark J Lennon

Dated this 21st day of October, 2021

Ostomy NSW Limited ABN 92 003 107 220

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2021

	Note	2021 \$	2020 \$
Revenue	2	13,571,837	14,301,312
Cost of goods traded		(12,451,406)	(13,028,952)
Gross surplus		1,120,431	1,272,360
Fundraising income	2	83,727	36,671
Other income	2	20,814	28,194
Insurance claim recovery	2	200,000	499,000
Government Covid-19 subsidies	2	324,998	69,890
Employee benefits expense	3a	(718,270)	(758,551)
Depreciation and amortisation expense	3a	(16,675)	(19,036)
Costs associated with fire	3a	-	(525,141)
Finance costs		-	-
Freight and cartage		(331,918)	(332,802)
Fundraising and nurse support expense		(62,020)	(49,826)
Other operating expenses		(295,684)	(221,408)
Profit before income tax		325,403	(649)
Income tax expense		-	-
Profit for the year		325,403	(649)
 Other comprehensive income			
Items that will not be reclassified subsequently to profit or loss:			
Gains on revaluation of non-current assets, net of tax		-	-
Items that may be reclassified subsequently to profit or loss:			
Fair value gains/(losses) on available-for-sale financial assets, net of tax		-	-
Other comprehensive income for the year		-	-
Total comprehensive income for the year		325,403	(649)
Total comprehensive income attributable to members of the entity		325,403	(649)

The accompanying notes form part of these financial statements.

Ostomy NSW Limited ABN 92 003 107 220

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2021

	Note	2021	2020
		\$	\$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	2,179,006	1,926,581
Trade and other receivables	5	546,487	587,954
Inventories	6	182,807	87,974
Other assets	7	40,012	23,167
TOTAL CURRENT ASSETS		2,948,312	2,625,676
NON-CURRENT ASSETS			
Other assets	7	450	450
Property, plant and equipment	8	1,235,361	1,217,407
TOTAL NON-CURRENT ASSETS		1,235,811	1,217,857
TOTAL ASSETS		4,184,123	3,843,533
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	9	1,410,012	1,369,109
Other liabilities	10	27,040	31,733
Provisions	11	117,769	137,503
TOTAL CURRENT LIABILITIES		1,554,821	1,538,345
NON-CURRENT LIABILITIES			
Other Liabilities	10	-	-
Provisions	11	53,141	54,430
TOTAL NON-CURRENT LIABILITIES		53,141	54,430
TOTAL LIABILITIES		1,607,962	1,592,775
NET ASSETS		2,576,161	2,250,758
EQUITY			
Retained earnings		2,576,161	2,250,758
Reserves		-	-
TOTAL EQUITY		2,576,161	2,250,758

The accompanying notes form part of these financial statements.

Ostomy NSW Limited ABN 92 003 107 220

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2021

Note	Retained Earnings	Financial Assets Reserve	Revaluation Surplus	Total
	\$	\$	\$	\$
Balance at 1 July 2019	2,251,407	-	-	2,251,407
Comprehensive income				
Profit (loss) for the year	(649)	-	-	(649)
Other comprehensive income for the year:				
- net fair value gains on available-for-sale financial assets	-	-	-	-
- gains on revaluation of land and buildings	-	-	-	-
Total other comprehensive income	-	-	-	-
Total comprehensive income attributable to members of the entity for the year	(649)	-	-	(649)
Balance at 30 June 2020	2,250,758	-	-	2,250,758
Balance at 1 July 2020	2,250,758	-	-	2,250,758
Comprehensive income				
Profit (loss) for the year	325,403	-	-	325,403
Other comprehensive income for the year:				
- net fair value gains on available-for-sale financial assets	-	-	-	-
- gains on revaluation of land and buildings	-	-	-	-
Total other comprehensive income	-	-	-	-
Total comprehensive income attributable to members of the entity for the year	325,403	-	-	325,403
Transactions with owners, in their capacity as owners, and other transfers				
Transfer on sale of asset	-	-	-	-
Total transactions with owners and other transfers	-	-	-	-
Balance at 30 June 2021	2,576,161	-	-	2,576,161

The accompanying notes form part of these financial statements.

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STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2021

	Note	2021 \$	2020 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from government and customers		14,230,164	15,452,929
Other receipts		-	-
Payments to suppliers and employees		(13,951,183)	(14,445,972)
Interest received		8,073	7,725
Finance costs		-	-
Net cash generated by/(used in) operating activities		<u>287,054</u>	<u>1,014,682</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		-	-
Payment for property, plant and equipment		(34,629)	(65,893)
Proceeds from sale of available-for-sale investments		-	-
Payment for available-for-sale investments		-	-
Payment for financial assets at fair value through profit or loss		-	-
Payment for intangible assets		-	-
Payment for held-to-maturity investments		-	-
Net cash (used in)/generated by investing activities		<u>(34,629)</u>	<u>(65,893)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of finance lease commitments		-	-
Increase in finance lease commitments		-	-
Net cash generated by/(used in) financing activities		<u>-</u>	<u>-</u>
Net increase/(decrease) in cash held		252,425	948,789
Cash and cash equivalents at beginning of financial year		<u>1,926,581</u>	<u>977,792</u>
Cash and cash equivalents at end of financial year	4	<u><u>2,179,006</u></u>	<u><u>1,926,581</u></u>

The accompanying notes form part of these financial statements.

Ostomy NSW Limited ABN 92 003 107 220

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

Ostomy NSW Limited applies Australian Accounting Standards – Reduced Disclosure Requirements as set out in AASB 1053: *Application of Tiers of Australian Accounting Standards* and AASB 2010–2: *Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements*.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements of the Australian Accounting Standards Board (AASB) and the *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.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. 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 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. The amounts presented in the financial statements have been rounded to the nearest dollar.

The financial statements were authorised for issue on 21 October 2021 by the directors of the company.

Accounting Policies

a. Revenue

Ostomy NSW Limited receives non-reciprocal contributions of assets from the government and other parties for zero or a nominal value. These assets are recognised at fair value on the date of acquisition in the statement of financial position, with a corresponding amount of income recognised in profit or loss.

Fees paid by company members are recognised as revenue at the time of receipt.

Donations, bequests, raffles and other income are recognised as revenue when received.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument.

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

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

b. Inventories

Inventories held for sale are measured at the lower of cost and net realisable value. Inventories held for distribution are measured at cost adjusted, when applicable, for any loss of service potential.

Inventories acquired at no cost, or for nominal consideration, are valued at the current replacement cost as at the date of acquisition.

c. Property, Plant and Equipment

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

Strata Entitlement in Freehold Land or Buildings

Strata entitlements in freehold land and buildings are shown at cost, less subsequent depreciation for buildings.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Plant and Equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to its estimated recoverable amount and impairment losses are recognised either in profit or loss or as a revaluation decrease if the impairment losses relate to a revalued asset. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(f) for details of impairment).

Plant and equipment that have been contributed at no cost, or for nominal cost, are valued and recognised at the fair value of the asset at the date it is acquired.

Leasehold Improvements

Leasehold improvements are measured on the cost basis and are therefore carried at cost less accumulated depreciation.

Depreciation

The depreciable amount of all fixed assets, including buildings and capitalised lease assets, but excluding freehold land, is depreciated on a straight line basis over the asset's useful life to the entity commencing from the time the asset is held ready for use. Leasehold improvements, if any, are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rate
Buildings and building improvements	2.5%
Office equipment	5% - 25%
Fixtures and fittings	10%
Computer hardware	20% - 50%
Computer software	25%
Leasehold improvements	2.5% - 6.67%

The assets residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are recognised in profit or loss in the period in which they arise. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

d. **Leases**

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

e. **Financial Instruments**

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the company commits itself to either purchase or sell the asset (ie trade date accounting is adopted). Financial instruments are initially measured at fair value plus transaction costs except where the instrument is classified "at fair value through profit and loss" in which case transaction costs are recognised immediately as expenses in profit or loss.

Financial instruments of the company comprise cash and cash equivalents, trade receivables and trade payables. They are expressed at fair value in the financial statements, which is at cost.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

f. **Impairment of Assets**

At the end of each reporting period, the company assesses whether there is any indication that an asset may be impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs of disposal and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss, unless the asset is carried at a revalued amount in accordance with another Standard (eg in accordance with the revaluation model in AASB 116). Any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other Standard.

g. **Employee Benefits**

Provision is made for the company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits have been measured at the amounts expected to be paid when the liability is settled. Contributions are made by the company to an employee's nominated superannuation fund and are charged as expenses when incurred.

h. **Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts, if any (none present as at 30 June 2020 or 30 June 2021).

i. **Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a net basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

j. **Income Tax**

No provision for income tax has been raised as the entity is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

k. **Intangibles**

Software

Software is initially recognised at cost. It has a finite life and is carried at cost less any accumulated amortisation and impairment losses. Software has an estimated useful life of between one and three years. It is assessed annually for impairment.

l. **Provisions**

Provisions are recognised when the entity 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. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

m. **Comparative Figures**

Where required by Accounting Standards, comparative figures have been adjusted to conform with changes in presentation for the current financial year.

n. **Trade and Other Payables**

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

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

o. **Critical Accounting Estimates and Judgments**

The directors evaluate estimates and judgments incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the company.

Key Judgements

(i) Employee benefits

For the purpose of measurement, AASB 119: Employee Benefits defines obligations for short-term employee benefits as obligations expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service. As the company expects that most employees will not use all of their annual leave entitlements in the same year in which they are earned or during the 12-month period that follows (despite an informal company policy that requires annual leave to be used within 18 months), the directors believe that obligations for annual leave entitlements satisfy the definition of other long-term employee benefits and, therefore, are required to be measured at the present value of the expected future payments to be made to employees.

p. **Economic Dependence**

Ostomy NSW Limited is dependent on the Department of Human Services (Medicare Australia) for the majority of its revenue used to operate the business. At the date of this report, the Board of Directors has no reason to believe the Department will not continue to support Ostomy NSW Limited.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

	Note	2021	2020
		\$	\$
NOTE 2: REVENUE AND OTHER INCOME			
Revenue			
Revenue from (non-reciprocal) government grants and other grants:			
– sales and medicare reimbursements		12,384,140	13,075,894
		12,384,140	13,075,894
Other revenue:			
– membership income		840,733	859,395
– medicare commissions		338,891	358,298
– interest received on financial assets not at fair value through profit or loss		8,073	7,725
		1,187,697	1,225,418
Total revenue		13,571,837	14,301,312
Other income			
– gain on disposal of property, plant and equipment		-	-
– fundraising income		83,727	36,671
– other revenue		20,814	28,194
– insurance claim recoveries	3a	200,000	499,000
– government covid-19 subsidies		324,998	69,890
		629,539	633,755
Total other income		629,539	633,755
Total revenue and other income		14,201,376	14,935,067
 NOTE 3: PROFIT FOR THE YEAR			
a. Expenses			
Employee benefits expense:		718,270	758,551
Costs associated with fire			
– inventory destroyed		-	447,101
– Property, plant & equipment destroyed		-	49,121
– leased equipment destroyed		-	28,919
		-	525,141
Total costs associated with fire		-	525,141
Depreciation and amortisation:			
– buildings		5,393	6,243
– plant & equipment		10,793	12,772
– leasehold		489	21
		16,675	19,036
Total depreciation and amortisation		16,675	19,036
 NOTE 4: CASH AND CASH EQUIVALENTS			
CURRENT			
Cash at bank		2,178,556	1,926,131
Cash on hand		450	450
		2,179,006	1,926,581
		2,179,006	1,926,581

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

	Note	2021	2020
		\$	\$
NOTE 5: TRADE AND OTHER RECEIVABLES			
CURRENT			
Trade receivables		530,140	567,001
Provision for impairment		-	-
		530,140	567,001
Other receivables		16,347	20,953
Total current trade and other receivables		546,487	587,954
NOTE 6: INVENTORIES			
CURRENT			
At cost:			
Inventory		182,807	87,974
		182,807	87,974
NOTE 7: OTHER ASSETS			
CURRENT			
Accrued income			
Prepayments		25,345	8,500
Rental bond		14,667	14,667
Other sundry		-	-
		40,012	23,167
NON-CURRENT			
Security deposit		450	450

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

	Note	2021	2020
		\$	\$
NOTE 8: PROPERTY, PLANT AND EQUIPMENT			
Land and Buildings			
Strata entitlement in freehold land and buildings:	8a		
At cost		1,220,914	1,220,914
Less: accumulated depreciation		(70,032)	(64,639)
Total land and buildings		<u>1,150,882</u>	<u>1,156,275</u>
Plant and Equipment			
Plant and equipment:			
At cost		80,214	54,623
Less: accumulated depreciation		(14,323)	(3,530)
Total plant and equipment		<u>65,891</u>	<u>51,093</u>
Leasehold Improvements			
Leasehold improvements:			
At cost		19,098	10,060
Less: accumulated depreciation		(510)	(21)
Total leasehold improvements		<u>18,588</u>	<u>10,039</u>
Total property, plant and equipment		<u><u>1,235,361</u></u>	<u><u>1,217,407</u></u>

Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Land and Buildings	Plant and Equipment	Leasehold Improvements
Balance at the beginning of the year	1,156,275	51,093	10,039
Additions at cost	-	25,591	9,038
Additions at fair value	-	-	-
Disposals	-	-	-
Depreciation expense	(5,393)	(10,793)	(489)
Carrying amount at the end of the year	<u>1,150,882</u>	<u>65,891</u>	<u>18,588</u>

NOTE 8a

The company has an asset (a commercial building unit entitlement) which is recorded at cost, less accumulated depreciation, in the financial report.

As a result of the fact that the commercial building in which the company holds the unit entitlement was substantially damaged by fire and, as at balance date and the date of the financial report, the building rectifications and repairs have not been completed, the building remains unusable. Hence, as at the date of reporting, the asset is impaired due to the fact that the normal benefits which would arise from ownership of the unit entitlement asset are not available to the company.

Directors are engaged with the Strata Plan Committee (SP43344) and other unit owners as to various options for the building and also potential legal action. Decisions rely on a majority vote by strata unit owners. The Strata Plan Committee have obtained property valuations for the damaged building, where if sale realised, ONL entitlement is expected to match or exceed the building asset recorded book value.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

	Note	2021	2020
		\$	\$
NOTE 9: TRADE AND OTHER PAYABLES			
CURRENT			
Trade payables		1,030,836	1,066,486
Prepaid member fees		137,980	100,355
Prepaid member postage		197,360	185,393
Other payables		43,836	16,875
		1,410,012	1,369,109
 NOTE 10: OTHER LIABILITIES			
CURRENT			
Accrued charges		27,040	31,733
NON-CURRENT			
Prepaid member fees		-	-
 NOTE 11: PROVISIONS			
CURRENT			
STN training scholarship		37,994	29,620
Provision for employee benefits: annual leave		45,553	64,214
Provision for employee benefits: other leave		34,222	43,669
		117,769	137,503
NON-CURRENT			
Provision for employee benefits: long service leave		53,141	54,430

A provision has been recognised for employee entitlements relating to long service leave. This has been stated at current estimated cost, as the directors believe the amount is immaterial, and re-statement onto a discounted current value basis is not material.

NOTE 12: CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Contingent Liability – As a consequence of Body Corporate legal action and building reparation works, the company will incur additional strata levy fees of \$22,500 per annum, which may not be covered contingent on successful legal proceedings.

Contingent Asset – the company's contents insurance claim remains open until November 2021.

NOTE 13: EVENTS AFTER THE REPORTING PERIOD

The Directors are not aware of any significant events since the end of the reporting period.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

	Note	2021	2020
		\$	\$
NOTE 14: KEY MANAGEMENT PERSONNEL COMPENSATION			
Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity is considered key management personnel.			

The totals of remuneration paid to key management personnel (KMP) of the company during the year are as follows:

Key management personnel compensation		108,767	111,054
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NOTE 15: OTHER RELATED PARTY TRANSACTIONS

Other related parties include close family members of key management personnel and entities that are controlled or jointly controlled by those key management personnel individually or collectively with their close family members.

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other persons unless otherwise stated.

During the year there were no related party transactions.

NOTE 16: FINANCIAL RISK MANAGEMENT

The company's financial instruments consist mainly of deposits with banks, local money market instruments, short-term investments, accounts receivable and accounts payable.

The carrying amounts for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

Financial assets

Cash and cash equivalents	4	2,179,006	1,926,581
Loans and receivables	5	546,487	587,954
Total financial assets		<u>2,725,493</u>	<u>2,514,535</u>

Financial liabilities

Financial liabilities at amortised cost:

- trade and other payables	9	1,030,836	1,066,486
Total financial liabilities		<u>1,030,836</u>	<u>1,066,486</u>

Ostomy NSW Limited ABN 92 003 107 220

DIRECTORS' DECLARATION

The directors of Ostomy NSW Limited declare that, in the directors' opinion:

1. The financial statements and notes, as set out on pages 3 to 15, are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and:
 - a. comply with Australian Accounting Standards – Reduced Disclosure Requirements; and
 - b. give a true and fair view of the financial position of the company as at 30 June 2021 and of its performance for the year ended on that date.
2. There are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is signed in accordance with subs 60.15(2) of the *Australian Charities and Not-for-profits Commission Regulation 2013*.



Stephen Grange
Director



Gregory Doyle
Director

Dated this 21st day of October 2021

BUSINESS PARTNER ACCOUNTANTS

ABN 31 254 110 993

Chartered Accountants and Business Advisors

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Independent Auditor Report

To the members of Ostomy NSW Limited

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying financial report of Ostomy NSW Limited ("the Company"), which comprises the Statement of Financial Position as at 30 June, 2021, the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity, and Statement of Cash Flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the Directors Declaration.

In our opinion, the financial report of the Company has been prepared 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 Company financial position as at 30 June, 2021 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards – Reduced Disclosure Requirements 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 Responsibilities for the Audit of the Financial Report" section of our report. We are independent of the registered entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board 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.

Information Other than the Financial Report and Audit Report Thereon

The directors are responsible for the other information. The other information comprises the information included in the Company annual report for the year ended 30 June, 2021, but does not include the financial report and our audit report thereon.

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

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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

The directors are responsible for overseeing the financial reporting process of the Company.

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

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

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

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


Business Partner Accountants
Chartered Accountants


Mark J Lennon

Signed at Miranda, NSW this 21st day of October, 2021

Ostomy NSW Limited ABN 92 003 107 220

COMPILATION REPORT

We have compiled the accompanying general purpose financial statements of Ostomy NSW Limited, which comprise the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows and Statement of Financial Position as at 30 June 2021, a summary of significant accounting policies and other explanatory notes. These have been prepared in accordance with the financial reporting framework described in Note 1 to the financial statements.

The Responsibility of the Directors of Ostomy NSW Limited


The directors of Ostomy NSW Limited are solely responsible for the information contained in the general purpose financial statements and have determined that the financial reporting framework used is appropriate to meet their needs and for the purpose that the financial statements were prepared.

Our Responsibility

On the basis of the information provided by the directors of Ostomy NSW Limited, we have compiled the accompanying general purpose financial statements in accordance with the financial reporting framework and APES 315: Compilation of Financial Information.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the directors provided, in compiling the financial statements. Our procedures do not include verification or validation procedures. No audit or review has been performed by us, and accordingly no assurance is expressed.

The general purpose financial statements were compiled exclusively for the benefit of the directors of Ostomy NSW Limited. We do not accept responsibility to any other person for the contents of the general purpose financial statements.



Jeni Abrook
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9/429 The Boulevard
KIRRAWEE NSW 2232

Dated 21st October 2021