

**CANCER PATIENTS' ASSISTANCE SOCIETY OF NEW SOUTH WALES  
A.B.N. 76 000 412 715**

**Financial Report  
For the financial year ending**

**30 June 2016**

**CANCER PATIENTS' ASSISTANCE SOCIETY OF NEW SOUTH WALES A.B.N. 76 000 412 715  
DIRECTORS' REPORT**

Your directors present the company's financial report for the year ended 30 June 2016.

**Directors**

The name of each person who has been a director during the period and to the date of this report, together with particulars of their qualifications and experience are:

|                  |                                                                                                                   |
|------------------|-------------------------------------------------------------------------------------------------------------------|
| Ms K Hull        | President since 2012. Appointed Director in 2010.<br>Occupation – Business Woman, Federal Politician (retired)    |
| Mr R Evans       | Vice President since 2012. Appointed Director in 2011. Occupation<br>– Management Executive and Company Director. |
| Ms R Jones       | Appointed Director in 2012. Occupation – Health Manager.<br>Resigned December 2015                                |
| Ms V Meyer       | Appointed Director in 2014. Occupation – Chief Executive Officer                                                  |
| Ms V Wade        | Appointed Director in 2014. Occupation – Solicitor                                                                |
| Mr J Phelan      | Appointed Director in 2014. Occupation – Finance Director                                                         |
| Mr M Jackson     | Appointed Director in 2014. Occupation – Businessman, agricultural<br>real estate, livestock & consulting         |
| Mr G Kruger      | Appointed Director in 2014. Occupation – Managing Director                                                        |
| Mr D Graham      | Appointed Director in 2014. Occupation – Manager                                                                  |
| Mr D Taylor      | Appointed Director in December 2014. Appointed Secretary in<br>February 2015. Occupation – Chartered Accountant   |
| Ms E Phillips    | Appointed Director in August 2016. Occupation – Business Woman,<br>Banker                                         |
| Ms G Cusack      | Appointed Director in August 2016. Occupation – Chief Executive<br>Officer                                        |
| Ms Janice Scelzo | Appointed CEO to the company on 13 October 2016                                                                   |

The Directors and the Secretary have been in office since the start of the 12-month period to the date of this report unless otherwise stated.

### **Principal Activities**

The principal activities of the company during the course of the period were:

- (a) To assist cancer patients and their families;
- (b) The operation of Lillier Lodge in Wagga Wagga, in partnership with the Cancer Council of NSW, to provide accommodation for cancer patients and their families in the Riverina District;
- (c) Charitable fund raising operations conducted by the Company's committees and country branches to ensure continued assistance for cancer patients, their families and carers.

### **Review of Operations and Results**

The surplus for the year ended 30 June 2016 was \$432,939 compared with a surplus of \$1,574,269 for the year ended 30 June 2015. This decrease of \$1,141,330 when compared to the prior year is mainly attributed to a decrease in revenue of \$1,531,038; an increase in operating expenses of \$222,773; and a decrease in the fair value of available for sale financial assets of \$16,521, compared to \$629,002 in the prior year.

Revenue totalled \$4,082,565 reflecting a substantial decrease of \$1,531,038 when compared to the prior year. This decrease is mainly attributed to prior year non-recurring gains in relation to the disposal of listed shares: \$1,531,415.

Operating expenses were \$3,633,105 that is an increase of \$222,773 when compared with the prior year. This was due to an increase in fundraising expenses of \$130,525, an increase in client assistance of \$99,096, major Lillier Lodge refurbishment repairs of \$79,615, offset by net reduction in running expenses and overheads of \$86,463.

### **Matters Subsequent to the end of the Financial Year**

No other matters or circumstances have arisen since year-end, which significantly affected or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company in future financial years.

### **Members' Liability**

The entity is incorporated under the Corporations Act 2001 and is an entity limited by guarantee. If the entity is wound up, the constitution states that each member is required to contribute a maximum of \$20 each towards meeting any outstanding amounts and obligations of the entity. At 30 June 2016, the collective liability of 2852 members was \$57,040.

### **Short and Long Term Objectives and Strategy**

Can Assist's primary strategies are the continued focus on the promotion & advertising of Can Assist and its programs, providing clear & relevant operational advice for branches to maximise branch efficiency and reduce red tape, providing relevant and up to date accommodation and transport information and finally, establishing unity and collaboration between branches and Sydney Office. Community visits to 17 branches during the past 12 months and continued consultation with members and volunteers across the organisation has seen significant progress made across a number of these areas of focus.

Changing the focus of Can Assist NSW away from an emphasis on centralised development in Sydney toward building and supporting strong rural branches has led to the new Can Assist model being seen as a leader in modern administrative best practice.

**CANCER PATIENTS' ASSISTANCE SOCIETY OF NEW SOUTH WALES A.B.N. 76 000 412 715  
DIRECTORS' REPORT continued**

The development of an accommodation guide has been instrumental in branches being able to source the most cost effective accommodation close to treatment hospitals in Sydney since the closure of the Sydney accommodation facilities in December 2014.

It is through these strategies that Can Assist will work to have a sustainable business model, focused on further developing and enhancing our extensive branch network. We will continue to raise awareness of the inequities of country people dealing with cancer and grow the government, corporate, community and philanthropic support for Can Assist.

Can Assist, by implementing these strategies will be able to provide efficient and relevant support, information and advice pertaining to accommodation and transport services in both Sydney and regional areas. In addition, we will be able to continue to provide direct and fundamental assistance to country cancer sufferers and their families and finally we will continue to be a relevant information provider and referral point for country cancer patients and their carers'.

**Key Performance Measures**

The company measures performance through the establishment and monitoring of benchmarks based on prior years:

- a) To promote and advertise Can Assist, its programs and relevant operational advice for branches.
- b) To be creative and explore ways to generate additional funding.
- c) To increase funding levels towards support services.
- d) To closely assess and manage the company's expenses to ensure cost effectiveness.

**Auditors' Independence Declaration**

The lead auditor's independence declaration for the year ended 30 June 2016 has been received and can be found on page 29 of these Financial Statements.

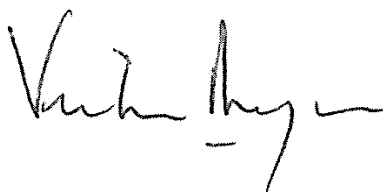
**Directors' Meetings**

The number of Directors' meetings (including the meetings of Committees of Directors) and the number of meetings attended by each of the Directors during the period was:

| Director                    | Directors' Meetings |                 | Finance & Audit Committee Meetings |                 |
|-----------------------------|---------------------|-----------------|------------------------------------|-----------------|
|                             | Number Held*        | Number Attended | Number Held*                       | Number Attended |
| Ms K Hull                   | 6                   | 5               |                                    |                 |
| Mr R Evans                  | 6                   | 3               |                                    |                 |
| Ms R Jones (Resigned 12/15) | 3                   | 2               |                                    |                 |
| Ms V Wade                   | 6                   | 5               |                                    |                 |
| Ms V Meyer                  | 6                   | 6               | 5                                  | 5               |
| Mr J Phelan                 | 6                   | 5               | 5                                  | 4               |
| Mr M Jackson                | 6                   | 6               | 5                                  | 5               |
| Mr Dan Taylor               | 6                   | 4               | 4                                  | 3               |
| Mr David Graham             | 6                   | 6               |                                    |                 |
| Mr G Kruger                 | 6                   | 5               | 5                                  | 4               |

\*Number of meetings held during the time the Director held office or was a member of the Committee during the period.

Signed in accordance with a Resolution of the Board of Directors at Sydney, NSW





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**V Meyer**  
**Director - President**

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**Jim Phelan**  
**Director - Treasurer**

**11 November 2016**

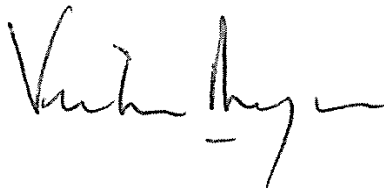
**11 November 2016**

**CANCER PATIENTS' ASSISTANCE SOCIETY OF NEW SOUTH WALES A.B.N. 76 000 412 715  
DIRECTORS' DECLARATION**

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 6 to 28, are in accordance with the Corporations Act 2001 and the Australian Charities and Not-for-profits Commission Act 2012, including:
  - (a) Complying with Accounting Standards, the Australian Charities and Not-for-profits Commission Regulations 2013, the requirements of the Charitable Fundraising Act 1991 and associated regulations; and
  - (b) Giving a true and fair view of the company's financial position as at 30 June 2016 and of the performance of the company for the year ended on that date.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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



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**V Meyer**  
**Director - President**

**11 November 2016**



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**Jim Phelan**  
**Director - Treasurer**

**11 November 2016**

**STATEMENT OF COMPREHENSIVE INCOME**

[For the year ended 30 June 2016]

|                                                                                                      | Note | 2016<br>\$      | 2015<br>\$       |
|------------------------------------------------------------------------------------------------------|------|-----------------|------------------|
| Revenue and Other Income                                                                             | 2    | 4,082,565       | 5,613,603        |
| Sydney Accommodation Running Expenses                                                                |      |                 | (246,786)        |
| Share of Lillier Lodge Running Expenses                                                              |      | (330,021)       | (119,530)        |
| Client Assistance                                                                                    | 11   | (1,775,664)     | (1,676,568)      |
| Fundraising Expenses                                                                                 | 22   | (332,029)       | (201,504)        |
| Administration and Overhead Expenses                                                                 |      | (1,195,391)     | (1,165,944)      |
| <b>Profit/(Loss) before Income Tax</b>                                                               |      | <b>449,460</b>  | <b>2,203,271</b> |
| Income Tax Expense                                                                                   |      | -               | -                |
| <b>Profit/(Loss) for the year</b>                                                                    |      | <b>449,460</b>  | <b>2,203,271</b> |
| <b>Other Comprehensive Income</b>                                                                    |      |                 |                  |
| Items that may subsequently be reclassified to the profit and loss when specific conditions are met: |      |                 |                  |
| Increase/(decrease) in fair value of available-for-sale financial assets                             |      | <b>(16,521)</b> | (629,002)        |
| <b>Profit Attributable to the members of the company</b>                                             |      | 432,939         | 1,574,269        |
| <b>Total Comprehensive Income attributable to members of the company</b>                             |      | <b>432,939</b>  | <b>1,574,269</b> |

**STATEMENT OF CHANGES IN EQUITY**

[for the year ended 30 June 2016]

|                                                           | Retained Earnings<br>\$ | Net Unrealised Gains Reserve<br>\$ | Total<br>\$       |
|-----------------------------------------------------------|-------------------------|------------------------------------|-------------------|
| <b>Balance at 1st July 2014</b>                           | 15,825,008              | 1,857,036                          | 17,682,044        |
| Profit/(Loss) attributable to the company                 | 2,203,271               | -                                  | 2,203,271         |
| Total Other Comprehensive Income for the year             | (629,002)               | -                                  | (629,002)         |
| Transfer from / (to) Reserves                             | 3                       | (1,857,036)                        | -                 |
| <b>Balance at 30 June 2015</b>                            | <b>17,399,280</b>       | -                                  | <b>17,399,280</b> |
| Profit/(Loss) attributable to the company                 | 449,460                 | -                                  | 449,460           |
| Total Other Comprehensive Income/(Expense) for the period | (16,521)                | -                                  | (16,521)          |
| Transfer from / (to) Reserves                             |                         | -                                  |                   |
| <b>Balance at 30 June 2016</b>                            | <b>17,832,219</b>       | -                                  | <b>17,832,219</b> |

**STATEMENT OF FINANCIAL POSITION**

[As at 30 June 2016]

|                                     | Note | 2016              | 2015              |
|-------------------------------------|------|-------------------|-------------------|
|                                     |      | \$                | \$                |
| <b>CURRENT ASSETS</b>               |      |                   |                   |
| Cash and cash equivalents           | 4    | 6,748,250         | 6,578,586         |
| Trade and other receivables         | 5    | 683,218           | 829,071           |
| Other assets                        | 7    | 41,825            | 36,972            |
| <b>Total Current Assets</b>         |      | <b>7,473,293</b>  | <b>7,444,629</b>  |
| <b>NON-CURRENT ASSETS</b>           |      |                   |                   |
| Available for Sale Financial Assets | 6    | 9,602,976         | 9,111,864         |
| Property, plant and equipment       | 8    | 1,144,830         | 1,045,152         |
| <b>Total Non-Current Assets</b>     |      | <b>10,747,806</b> | <b>10,157,016</b> |
| <b>Total Assets</b>                 |      | <b>18,221,099</b> | <b>17,601,645</b> |
| <b>CURRENT LIABILITIES</b>          |      |                   |                   |
| Trade and other payables            | 9    | 291,352           | 144,624           |
| Provisions                          | 10   | 97,528            | 57,741            |
| <b>Total Current Liabilities</b>    |      | <b>388,880</b>    | <b>202,365</b>    |
| <b>Total Liabilities</b>            |      | <b>388,880</b>    | <b>202,365</b>    |
| <b>Net Assets</b>                   |      | <b>17,832,219</b> | <b>17,399,280</b> |
| <b>EQUITY</b>                       |      |                   |                   |
| Retained Earnings                   |      | 17,832,219        | 17,399,280        |
| <b>Total Equity</b>                 |      | <b>17,832,219</b> | <b>17,399,280</b> |



**STATEMENT OF CASH FLOWS**

[For the year ended 30 June 2016]

|                                                                 |           | 2016             | 2015               |
|-----------------------------------------------------------------|-----------|------------------|--------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                     |           |                  |                    |
| Payment of grants                                               |           | (5,525)          | (41,096)           |
| Other receipts                                                  |           | 4,066,083        | 3,054,467          |
| Payments to suppliers and employees                             |           | (3,394,375)      | (3,418,842)        |
| Interest received                                               |           | 32,125           | 332,396            |
| Dividends received                                              |           | 125,494          | 135,744            |
| <b>Net cash generated/(used) in operating activities</b>        | <b>13</b> | <b>823,802</b>   | <b>62,669</b>      |
| <b>CASH FLOW FROM INVESTING ACTIVITIES</b>                      |           |                  |                    |
| Proceeds from available-for-sale investments                    |           | 500,406          | 2,618,331          |
| Proceeds from sale of property, plant & equipment               |           | -                | 1,962              |
| Payments for available-for-sale investments                     |           | (986,757)        | (9,642,679)        |
| Payments for property, plant & equipment and intangibles        |           | (167,787)        | (25,744)           |
| <b>Net cash provided from / (used) in investing activities</b>  |           | <b>(654,138)</b> | <b>(7,048,130)</b> |
| Net increase/(decrease) in cash held                            |           | 169,664          | (6,985,461)        |
| <b>Cash and cash equivalents at the beginning of the period</b> | <b>4</b>  | <b>6,578,586</b> | <b>13,564,047</b>  |
| <b>Cash and cash equivalents at the end of the period</b>       | <b>4</b>  | <b>6,748,250</b> | <b>6,578,586</b>   |

**Notes to and forming part of the financial report for the financial year ended 30 June 2016**

**NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements are for the Cancer Patients' Assistance Society of New South Wales as an individual entity, incorporated and domiciled in Australia. The Cancer Patients' Assistance Society of New South Wales is a company limited by guarantee.

**Basis of Preparation**

The financial statements are general purpose financial statements that has been prepared in accordance the Corporations Act 2001, the Australian Charities and Not-for-profits Commission Act 2012, Australian Accounting Standards – Reduced Disclosure Requirements, Accounting Interpretations, and other authoritative pronouncements of the Australian Accounting Standards Board, and the Charitable Fundraising Act 1991 and associated regulations. The company's balance date was changed to end on 30 June, with effect from 30 June 2014.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a 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 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.

**Accounting Policies**

**(a) PROPERTY PLANT AND EQUIPMENT**

All property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, are appropriate, only when it is probable that the future economic benefits associated with the item will flow to the Company, and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit and loss during the reporting period in which they are incurred.

Fixed Asset residual values and useful lives are reviewed and adjusted if appropriate, at the end of each reporting period. The Directors undertake a Directors Valuation on at least a triennial basis, to ensure that the carrying amount of Land and Buildings is not above fair value. Refer to Note 8 for further discussion in relation to the fair value of Land and Buildings.

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

**Notes to and forming part of the financial report for the financial year ended 30 June 2016**

**NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES continued**

**(b) 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 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 assets are-

| <b>Class of Fixed Asset</b> | <b>Depreciation Rate per Annum</b> |
|-----------------------------|------------------------------------|
| Buildings                   | 4%                                 |
| Office Equipment            | 10% & 20%                          |
| Plant & Equipment           | 10%-100%                           |
| Computer Equipment          | 20%                                |
| Fixtures & Fittings         | 5% & 10%                           |
| Motor Vehicle               | 17%                                |

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

**(c) REPAIRS & MAINTENANCE**

Maintenance, repair costs and minor renewals are charged against income in the period in which they are incurred.

**(d) INCOME TAX**

No provision for income tax has been raised as Can Assist is exempt from income tax under Division 50 of the Income Tax Assessment Act 1997.

**(e) ACCOUNTS PAYABLE**

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

**(f) COMPARATIVE AMOUNTS**

Where required by Accounting Standards comparative figures have been adjusted to conform to changes in presentation for the current financial period. The current year covers a 12-month period and the prior year 12 months.

**(g) GOODS & SERVICES TAX**

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. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense. Receivables and payables in the statement of financial position are shown inclusive of GST. Branch transactions are inclusive of GST being GST sub entities below the GST registration threshold.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

**Notes to and forming part of the financial report for the financial year ended 30 June 2016**

**NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES continued**

**(h) RECEIVABLES**

Trade receivables and other receivables are recorded at amounts due less any allowance for doubtful debts.

**(i) FINANCIAL ASSETS**

**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 (i.e. trade date accounting is adopted). Financial instruments are initially measured at fair value plus transactions costs except where the instrument is classified 'at fair value through profit or loss' in which case transaction costs are expensed to profit or loss immediately.

**Classification and subsequent measurement**

Financial instruments are subsequently measured at either fair value, amortised cost using the effective interest rate method or cost. Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

**Amortised cost is calculated as:**

- i. the amount at which the financial asset or financial liability is measured at initial recognition;
- ii. less principal repayments;
- iii. plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest method; and
- iv. less any reduction for impairment.

The effective interest method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss.

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

Financial assets are classified at 'fair value through profit or loss' when they are held for trading for the purpose of short-term profit taking, or where they are derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying value being included in profit or loss.

**Loans and receivables**

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost.

Loans and receivables are included in current assets, except for those which are not expected to mature within 12 months after the end of the reporting period, which will be classified as non-current assets.

**Notes to and forming part of the financial report for the financial year ended 30 June 2016**

**NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES continued**

**Available-for-sale financial assets**

Available-for-sale financial assets are non-derivative financial assets that are either not capable of being classified into other categories of financial assets due to their nature, or they are designated as such by management. They comprise investments in the equity of other entities; investments in diversified managed funds and property trusts where there is neither a fixed maturity nor fixed or determinable payments; and investments in an annuity with a fixed maturity date.

Available-for-sale financial assets are included in non-current assets at fair value, except for those which are expected to be disposed of within 12 months after the end of the reporting period.

**Financial liabilities**

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost.

**Fair Value**

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

**Impairment**

At the end of each reporting period, the entity assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether an impairment has arisen. Impairment losses are recognised in the statement of comprehensive income.

**Derecognising**

Financial assets are derecognised where the contractual rights to receipt of cash flows expires or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expired. The difference between the carrying value of the financial liability, which is extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

**(j) EMPLOYEE ENTITLEMENTS**

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 that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may not satisfy vesting requirements. Those cash outflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows. Contributions are made by the entity to an employee superannuation fund and are charged as expenses when incurred.

**(k) BRANCH OPERATIONS**

As the branches are part of the economic entity/company, the branch financial statements are included in these financial statements.

**Notes to and forming part of the financial report for the financial year ended 30 June 2016**

**NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES continued**

**(l) CASH & 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 twelve months or less, and bank accounts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

**(m) REVENUE**

Grant revenue is recognised in the statement of 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 state of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Donations and bequests are recognised as revenue when received.

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

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

**(n) RELATED PARTIES**

There have been no related party transactions entered into by the Company covering the period of review.

**(o) BEQUESTS**

Donations revenue as a result of bequests are recognised as income upon receipt or at such time as the Company's entitlement to funds is crystallised, whichever is the earlier.

**(p) INTEREST IN JOINT VENTURE**

The Company's share of the assets, liabilities, revenue and expenses of the joint venture operations are included in the appropriate items within the financial report. Details of the Company's interests in the joint venture are shown in Note 19.

**(q) 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.

**Notes to and forming part of the financial report for the financial year ended 30 June 2016**

**NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES continued**

**(r) IMPAIRMENT OF ASSETS**

At the end of each reporting period, the entity reviews the carrying values of its 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 asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of comprehensive income.

Where the future economic benefits of the asset are not primarily dependent upon the asset's ability to generate net cash inflows and when the entity would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement cost of an asset.

Where it is not possible to estimate the recoverable amount of an assets class, the entity estimates the recoverable amount of the cash-generating unit to which the class of assets belong.

Where an impairment loss on a revalued asset is identified, this is debited against the revaluation surplus in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that same class of asset.

**(s) CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS**

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 Estimates**

**Impairment**

The critical assumptions adopted in determining the valuation included the location of the land and buildings, is based on the demand for land and buildings in the area and recent sales data for similar properties.

At 30 June 2016 the directors reviewed the key assumptions underpinning the valuation. They have concluded that these assumptions remain materially unchanged, and are satisfied that carrying value does not exceed the recoverable amount of land and buildings.

**Key Judgments**

**Available-for-sale investments**

The Company maintains a portfolio of investments under asset management at the end of the reporting period with Atrium. These are stated at market value as at 30 June 2016.

**Notes to and forming part of the financial report for the financial year ended 30 June 2016**

|                                          | 2016      | 2015      |
|------------------------------------------|-----------|-----------|
|                                          | \$        | \$        |
| <b>NOTE 2 - REVENUE AND OTHER INCOME</b> |           |           |
| <b>Revenue</b>                           |           |           |
| CPAS Accommodation & Management Fees     | 175,411   | 386,533   |
| Lilier Lodge Accommodation Fees          | 143,422   | 171,177   |
| Other Government Grants                  | -         | 56,701    |
| Lilier Lodge Government Grants           | 11,900    | -         |
| Lilier Lodge Other Grants                | 7,500     | -         |
| CPAS Other Grants                        | 4,590     | 24,178    |
| Total Revenue                            | 342,823   | 638,589   |
| <b>Other Income</b>                      |           |           |
| Net Gain on disposal of assets           | -         | 1,318     |
| Net Gain on Sale of Investments          | 49,739    | 1,530,097 |
| Donations & Bequests Received            | 1,643,615 | 1,513,839 |
| Fundraising Income                       | 1,149,607 | 786,597   |
| Managed Funds distributions – Atrium     | 547,175   | 638,167   |
| Property Fund distributions – Atrium     | 24,188    |           |
| Interest Received                        | 125,818   | 238,728   |
| Dividends Received                       | 76,407    | 232,751   |
| Atrium Fee Rebate                        | 105,598   |           |
| Other Income                             | 17,073    | 30,561    |
| Lilier Lodge Income                      | 522       | 2,956     |
| Total Other Income                       | 3,739,742 | 4,975,014 |
|                                          | 4,082,565 | 5,613,603 |

**NOTE 3 - EXPENSES**

|                                                           |         |         |
|-----------------------------------------------------------|---------|---------|
| Salaries and wages                                        | 640,153 | 543,951 |
| Superannuation                                            | 55,267  | 50,586  |
| Depreciation of non-current assets                        | 68,108  | 65,340  |
| Auditing the financial report of CPAS Sydney Operations   | 36,000  | 36,500  |
| Auditing the financial reports of Country Branches        | 7,801   | 8,491   |
| Auditing the financial report of Lilier Lodge - 50% share | 3,500   | 5,000   |
|                                                           | 47,301  | 49,991  |



**Notes to and forming part of the financial report for the financial year ended 30 June 2016**

|                                           | 2016<br>\$ | 2015<br>\$ |
|-------------------------------------------|------------|------------|
| <b>NOTE 4 - CASH AND CASH EQUIVALENTS</b> |            |            |
| <b>Current</b>                            |            |            |
| Cash on Hand                              | 14,633     | 14,404     |
| Cash at Bank                              | 3,049,400  | 3,213,026  |
| Cash on Deposit                           | 3,684,217  | 3,351,156  |
|                                           | 6,748,250  | 6,578,586  |
|                                           | 6,748,250  | 6,578,586  |

Cash at bank earns interest on floating rates based on daily bank deposit rates. Short-term deposits are made for varying periods of between one day and twelve months, depending on the company's cash requirements. These deposits earn interest at market rates.

**NOTE 5 - TRADE AND OTHER RECEIVABLES**

**Current**

|                                   |         |         |
|-----------------------------------|---------|---------|
| Trade Receivables                 | 75,392  | 10,335  |
| Less Provision for Doubtful Debts | (1,500) | (1,973) |
| Other Receivables                 | 609,326 | 820,709 |
|                                   | 683,218 | 829,071 |
|                                   | 683,218 | 829,071 |

**Provision for Impairment of Receivables**

The Company does not hold any financial assets whose terms have been renegotiated, but which would otherwise be past due or impaired. There are no balances within trade receivables that contain assets that are impaired and are past due. It is expected that these balances will be received when due.

**NOTE 6 – AVAILABLE FOR SALE FINANCIAL ASSETS**

Available-for-sale financial assets as at 30 June 2016 are at fair value:

|                                          |           |           |
|------------------------------------------|-----------|-----------|
| Shares in listed corporations            | 1,465,822 | 1,530,848 |
| Atrium Evolution Series Diversified Fund | 7,351,937 | 7,006,399 |
| Atrium Real Asset Fund                   | 482,180   | 374,617   |
| AMP Capital Property Fund                | 303,037   |           |
| Challenger Annuity                       | -         | 200,000   |
| Total Investment Portfolio               | 9,602,976 | 9,111,864 |
|                                          | 9,602,976 | 9,111,864 |

**Notes to and forming part of the financial report for the financial year ended 30 June 2016**

**NOTE 6 – AVAILABLE FOR SALE FINANCIAL ASSETS continued**

Available-for-sale financial assets comprise investments in shares, diversified managed funds, property managed funds and annuities managed by Atrium financial managers, who were appointed to manage the Company's portfolio from May 2015. All acquisitions made during the year have been recorded at cost, with unrealised gains in the fair value of Can Assist's available-for-sale assets financial assets as at year end, having been brought to account via the Net Unrealised Gains Reserve.

There are no fixed returns however the Challenger Annuity had a maturity date of 27 May 2016.

|                                               | <b>2016</b>      | <b>2015</b>      |
|-----------------------------------------------|------------------|------------------|
|                                               | <b>\$</b>        | <b>\$</b>        |
| <b>NOTE 7 – OTHER ASSETS</b>                  |                  |                  |
| <b>Current</b>                                |                  |                  |
| Prepayments                                   | 41,825           | 36,972           |
|                                               | <hr/>            | <hr/>            |
| <b>NOTE 8 - PROPERTY, PLANT AND EQUIPMENT</b> |                  |                  |
| <b>Freehold Land</b>                          |                  |                  |
| At Cost                                       | 346,029          | 346,029          |
| Less: Accumulated depreciation                | -                | -                |
|                                               | <hr/>            | <hr/>            |
|                                               | 346,029          | 346,029          |
|                                               | <hr/>            | <hr/>            |
| <b>Freehold Buildings</b>                     |                  |                  |
| At cost                                       | 1,141,887        | 1,141,887        |
| Less: Accumulated depreciation                | (555,529)        | (509,869)        |
|                                               | <hr/>            | <hr/>            |
|                                               | 586,358          | 632,018          |
|                                               | <hr/>            | <hr/>            |
| <b>Motor Vehicle</b>                          |                  |                  |
| At Cost                                       | 48,182           | 48,182           |
| Less: Accumulated depreciation                | (35,494)         | (27,303)         |
|                                               | <hr/>            | <hr/>            |
|                                               | 12,688           | 20,879           |
|                                               | <hr/>            | <hr/>            |
| <b>Plant &amp; Equipment</b>                  |                  |                  |
| At cost                                       | 264,727          | 96,940           |
| Less: Accumulated depreciation                | (64,972)         | (50,714)         |
|                                               | <hr/>            | <hr/>            |
|                                               | 199,755          | 46,226           |
|                                               | <hr/>            | <hr/>            |
| <b>Total Property, Plant &amp; Equipment</b>  | <b>1,144,830</b> | <b>1,045,152</b> |
|                                               | <hr/> <hr/>      | <hr/> <hr/>      |

**Notes to and forming part of the financial report for the financial year ended 30 June 2016**

**NOTE 8 - PROPERTY, PLANT AND EQUIPMENT continued**

**Gross Carrying Amount**

Movements in the carrying amounts for each class of property, plant and equipment between the beginning and end of the financial year are as follows:

| <b>2016</b>                                   | <b>Freehold<br/>Land<br/>\$</b> | <b>Freehold<br/>Buildings<br/>\$</b> | <b>Motor<br/>Vehicle<br/>\$</b> | <b>Plant &amp;<br/>Equipment<br/>\$</b> | <b>Total<br/>\$</b> |
|-----------------------------------------------|---------------------------------|--------------------------------------|---------------------------------|-----------------------------------------|---------------------|
| Balance at the beginning of the year          | 346,029                         | 632,018                              | 20,879                          | 46,226                                  | 1,045,152           |
| Additions                                     | -                               | -                                    | -                               | 167,787                                 | 167,787             |
| Disposals                                     | -                               | -                                    | -                               | -                                       | -                   |
| Depreciation expense                          | -                               | (45,660)                             | (8,191)                         | (14,258)                                | (68,109)            |
| <b>Carrying amount at the end of the year</b> | <b>346,029</b>                  | <b>586,358</b>                       | <b>12,688</b>                   | <b>199,755</b>                          | <b>1,144,830</b>    |

| <b>2015</b>                                   | <b>Freehold<br/>Land<br/>\$</b> | <b>Freehold<br/>Buildings<br/>\$</b> | <b>Motor<br/>Vehicle<br/>\$</b> | <b>Plant &amp;<br/>Equipment<br/>\$</b> | <b>Total<br/>\$</b> |
|-----------------------------------------------|---------------------------------|--------------------------------------|---------------------------------|-----------------------------------------|---------------------|
| Balance at the beginning of the year          | 346,029                         | 677,678                              | 29,070                          | 46,813                                  | 1,099,590           |
| Additions                                     | -                               | -                                    | -                               | 25,744                                  | 25,744              |
| Disposals                                     | -                               | -                                    | -                               | (14,840)                                | 14,840              |
| Depreciation expense (2014 – 11m)             | -                               | (45,660)                             | (8,191)                         | (11,491)                                | (65,342)            |
| <b>Carrying amount at the end of the year</b> | <b>346,029</b>                  | <b>632,018</b>                       | <b>20,879</b>                   | <b>46,226</b>                           | <b>1,045,152</b>    |

**Asset Valuations**

Not for profit entities are not required to revalue their non-current assets to market value, but allows their recognition at cost less depreciation and any diminution since the previous year. No diminution has occurred and as such the property, plant and equipment noted above continue to be shown at their cost less any depreciation in the financial report. A valuation of Land and Buildings for Lilier Lodge was performed by Opteon (Southern Inland NSW) Pty Ltd as at 30 June 2015. The company has a 50% interest in this entity. The directors do not believe that any diminution in the value of the Land and Buildings has occurred and provide the following details of this valuation for the information of the members.

|                                  |                                         |
|----------------------------------|-----------------------------------------|
| (i) Date of Valuation            | 30 June 2015                            |
| (ii) Total Amount of valuation   | \$2,500,000<br>(50% share \$1,250,000)  |
| (iii) Basis of valuation         | Market Value                            |
| (iv) Determination of valuations | By Opteon (Southern Inland NSW) Pty Ltd |

In arriving at the above value, a formal valuation was made by appropriately qualified persons as to the likely value of the properties, having regard to the use of the property.

**Notes to and forming part of the financial report for the financial year ended 30 June 2016**

|                                                                    | 2016           | 2015           |
|--------------------------------------------------------------------|----------------|----------------|
|                                                                    | \$             | \$             |
| <b>NOTE 9 - TRADE AND OTHER PAYABLES</b>                           |                |                |
| <b>Current</b>                                                     |                |                |
| Trade Creditors                                                    | 63,898         | 9              |
| Other Creditors & Accruals                                         | 198,646        | 79,462         |
| Grants Received in Advance                                         | 28,808         | 65,153         |
|                                                                    | <u>291,352</u> | <u>144,624</u> |
| <b>NOTE 10 - PROVISIONS</b>                                        |                |                |
| Employee Entitlements                                              | <u>97,528</u>  | <u>57,741</u>  |
| Number of Full Time Equivalent employees at end of financial year. | 9.9            | 7.9            |

**Notes to and forming part of the financial report for the financial year ended 30 June 2016**  
**NOTE 11 - SUMMARY OF CONTRIBUTION TO NET RESULT**

|                                                                 | Net Profit Before<br>Assistance \$ | Assistance \$    | Net<br>Profit/(Loss)<br>2016 \$ | Net<br>Profit/(Loss)<br>2015 \$ |
|-----------------------------------------------------------------|------------------------------------|------------------|---------------------------------|---------------------------------|
| Ardlethan                                                       | 14,965                             | 10,377           | 4,588                           | 4,368                           |
| Armidale                                                        | 143,380                            | 65,182           | 78,198                          | 27,404                          |
| Balranald                                                       | 17,096                             | 14,146           | 2,950                           | 2,824                           |
| Bathurst                                                        | 26,769                             | 36,387           | (9,618)                         | 131,536                         |
| Bega Valley                                                     | 63,355                             | 55,066           | 8,289                           | 2,343                           |
| Blayney                                                         | 24,661                             | 19,816           | 4,845                           | (5,835)                         |
| Blue Mountains                                                  | 2,966                              | 9,633            | (6,667)                         | 3,295                           |
| Coleambally                                                     | 10,374                             | 6,730            | 3,644                           | 7,899                           |
| Condobolin                                                      | 27,190                             | 20,542           | 6,649                           | 9,214                           |
| Cootamundra                                                     | 83,809                             | 63,175           | 20,634                          | 25,656                          |
| Dubbo                                                           | 43,224                             | 51,318           | (8,094)                         | (33,160)                        |
| Dunedoo                                                         | 3,906                              | 5,411            | (1,505)                         | (1,064)                         |
| Eurobodalla                                                     | 32,092                             | 14,555           | 17,537                          | (7,697)                         |
| Forbes                                                          | 147,300                            | 101,124          | 46,176                          | 9,383                           |
| Glen Innes                                                      | 19,518                             | 6,027            | 13,491                          | (2,494)                         |
| Goulburn                                                        | 45,751                             | 46,060           | (309)                           | 5,664                           |
| Grenfell                                                        | 1,935                              | 5,966            | (4,031)                         | (124)                           |
| Griffith                                                        | 148,397                            | 144,671          | 3,726                           | 41,919                          |
| Gundagai                                                        | 26,581                             | 18,160           | 8,421                           | 3,968                           |
| Gunnedah                                                        | 17,724                             | 5,880            | 11,844                          | 8,990                           |
| Guyra                                                           | 10,792                             | 3,445            | 7,347                           | 5,439                           |
| Harden/Murrumburrah                                             | 18,737                             | 24,395           | (5,658)                         | 31,622                          |
| Hay                                                             | 96,365                             | 47,428           | 48,937                          | 47,299                          |
| Hillston                                                        | 24,942                             | 29,711           | (4,769)                         | (1,418)                         |
| Junee                                                           | 64,756                             | 41,385           | 23,372                          | 15,189                          |
| Leeton                                                          | 67,194                             | 97,582           | (30,388)                        | (18,324)                        |
| Lithgow                                                         | 24,637                             | 8,012            | 16,625                          | 8,139                           |
| Lockhart                                                        | 11,558                             | 3,787            | 7,771                           | 3,710                           |
| Manning Valley                                                  | 96319                              | 72,240           | 24,078                          | 15,705                          |
| Mid North Coast                                                 | 255                                | 6,751            | (6,496)                         | (1,768)                         |
| Moree                                                           | 24,991                             | 26,965           | 14,026                          | (2,766)                         |
| Mudgee                                                          | 25,259                             | 22,661           | 2,598                           | (3,940)                         |
| Narrabri                                                        | 29,210                             | 19,330           | 9,880                           | 5,119                           |
| Narrandera                                                      | 73,655                             | 65,821           | 7,834                           | (1,269)                         |
| Nyngan                                                          | 34,938                             | 7,691            | 27,247                          | 10,373                          |
| Oberon                                                          | 26,280                             | 6,534            | 19,746                          | 11,361                          |
| Orange                                                          | 33,309                             | 28,776           | 4,533                           | 4,072                           |
| Parkes                                                          | 200,077                            | 128,380          | 71,696                          | 82,869                          |
| Peak Hill                                                       | 10,778                             | 13,384           | (2,606)                         | 422                             |
| Shoalhaven                                                      | 31,434                             | 25,398           | 6,036                           | 12,959                          |
| Southern Highlands                                              | 69,678                             | 46,202           | 23,476                          | 15,322                          |
| Tamworth                                                        | 20,444                             | 20,257           | 187                             | (1,584)                         |
| Temora                                                          | 109,005                            | 53,208           | 55,797                          | (4,870)                         |
| Tumbarumba                                                      | 29,529                             | 14,289           | 15,240                          | 6,972                           |
| Tumut                                                           | 88,556                             | 62,050           | 26,506                          | 15,767                          |
| Ungarie                                                         | 7,256                              | 6,838            | 419                             | 2,914                           |
| Uralla                                                          | 22,600                             | 16,479           | 6,121                           | (596)                           |
| Wagga Wagga                                                     | 3,853                              | 18,158           | (14,305)                        | (40,152)                        |
| Werris Creek                                                    | 16,624                             | 16,560           | 63                              | 1,498                           |
| West Wyalong                                                    | 69,455                             | 59,965           | 9,490                           | (24)                            |
| Yass                                                            | 41,263                             | 48,415           | (7,151)                         | 7279                            |
| Young Boorowa                                                   | 55,342                             | 22,342           | 32,999                          | 20,105                          |
|                                                                 | 2,356,080                          | 1,764,664        | 591,416                         | 481,515                         |
| Sydney Accommodation                                            | -                                  | -                | -                               | (64,743)                        |
| CPAS (Sydney)                                                   | (66,324)                           | 11,000           | (77,324)                        | 198,610                         |
| Lilier Lodge - 50% Share of Joint Venture (Note 18)             | (85,914)                           | -                | (85,914)                        | 56,474                          |
| Realised gains (losses) on disposal of investments              | 21,281                             | -                | 21,281                          |                                 |
| Realised gains(losses) on disposal of assets                    | -                                  | -                | -                               | 1,531,415                       |
| Net unrealised gains/(losses) on available-for-sale investments | (16,521)                           | -                | (16,521)                        | (629,002)                       |
| <b>Net Profit/(Loss) for the year</b>                           | <b>2,208,603</b>                   | <b>1,775,664</b> | <b>432,939</b>                  | <b>1,574,269</b>                |

**Notes to and forming part of the financial report for the financial year ended 30 June 2016**  
**NOTE 11 continued**

|                              | <b>2016</b>      | <b>2015</b>      |
|------------------------------|------------------|------------------|
| <b>Assistance includes:</b>  | <b>\$</b>        | <b>\$</b>        |
| Client Assistance – Branches | 1,758,268        | 1,668,195        |
| Donations                    | 16,396           | 6,221            |
| Client Assistance –CPAS      | 1,000            | 2,152            |
|                              | <b>1,775,664</b> | <b>1,676,568</b> |

**NOTE 12 – MEMBERS LIABILITY**

The entity is incorporated under the Corporations Act 2001 and is an entity limited by guarantee. If the entity is wound up, the constitution states that each member is required to contribute a maximum of \$20 each towards meeting any outstandings and obligations of the entity. At 30 June 2016 the collective liability of 2,852 members was \$57,040.

**NOTE 13 - CASH FLOW INFORMATION**

**Reconciliation of Cash**

|                 |                  |                  |
|-----------------|------------------|------------------|
| Cash on Hand    | 14,633           | 14,404           |
| Cash at Bank    | 3,049,400        | 3,213,026        |
| Cash on Deposit | 3,684,217        | 3,351,156        |
|                 | <b>6,748,250</b> | <b>6,578,586</b> |

**Reconciliation of cash flow from operations with Profit after income tax**

|                                |                |                  |
|--------------------------------|----------------|------------------|
| Profit/(Loss) after income tax | <b>432,939</b> | <b>1,574,269</b> |
|--------------------------------|----------------|------------------|

**Non-Cash flows**

|                                                                 |          |             |
|-----------------------------------------------------------------|----------|-------------|
| Depreciation and Amortisation                                   | 68,108   | 65,340      |
| (Profit)/Loss from Sale of Investments Assets                   | (21,281) | (1,530,097) |
| (Profit)/Loss from Sale of Non Current Assets                   | -        | 12,880      |
| Net unrealised (gains)/losses on available-for-sale Investments | 16,521   | 629,002     |

**Changes in net assets and liabilities:**

|                                                  |                |               |
|--------------------------------------------------|----------------|---------------|
| (Increase)/Decrease in Trade & other receivables | 146,326        | (533,781)     |
| (Increase)/Decrease in Prepayments               | (4,853)        | 32,856        |
| Increase/(Decrease) in Trade & other payables    | 186,042        | (187,800)     |
| <b>Cash flows used in operations</b>             | <b>823,802</b> | <b>62,669</b> |

**Notes to and forming part of the financial report for the financial year ended 30 June 2016**

**NOTE 14 - COMMITMENTS**

Non-cancellable operating leases contracted for but not capitalised in the financial statements. The property lease commitments are non-cancellable operating leases contracted for but not capitalised in the financial statements with a 36 month term. Increase in lease commitments may occur in line with CPI.

|                                                   | <b>2016</b> | <b>2015</b> |
|---------------------------------------------------|-------------|-------------|
|                                                   | <b>\$</b>   | <b>\$</b>   |
| Payable — minimum lease payments                  |             |             |
| — not later than 12 months                        | 52,747      | 43,060      |
| — later than 12 months but not later than 5 years | 117,302     | 170,049     |
| — greater than 5 years                            |             | -           |
|                                                   | 170,049     | 213,109     |

**NOTE 15 - RELATED PARTY TRANSACTIONS**

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

The only related party transaction that occurred during the period were between the entity and the joint venture, Lilier Lodge, included in Note 2 under CPAS Accommodation & Management Fees.

|                             |        |
|-----------------------------|--------|
| Lilier Lodge Management Fee | 25,625 |
|-----------------------------|--------|

Board Directors received no remuneration from Can Assist during the 12 month period.

**NOTE 16 - FINANCIAL RISK MANAGEMENT**

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

**Financial Risk Management Policies**

Consisting of senior committee members, the finance committee's overall risk management strategy seeks to assist the company in meeting its financial targets, whilst minimising potential adverse effects on financial performance. Risk management policies are approved and reviewed by the finance committee on a regular basis. These include credit risk policies and future cash flow requirements.

**Specific Financial Risk Exposures and Management**

The main risks the company is exposed to through its financial instruments are credit risk, liquidity risk and market risk relating to interest rate risk and equity price risk.

**Credit risk**

Exposure to credit risk relating to financial assets arises from the potential non-performance by counterparties of contract obligations that could lead to a financial loss for the company. The company does not have any material credit risk exposure.

**Liquidity risk**

Liquidity risk arises from the possibility that the company might encounter difficulty in settling its debts or otherwise meeting its obligations in relation to financial liabilities. The company manages

this risk by preparing forward looking cash flow analysis in relation to its operational, investing and financing activities, maintaining a reputable credit profile, managing credit risk related to financial

**Notes to and forming part of the financial report for the financial year ended 30 June 2016**

**NOTE 16 - FINANCIAL RISK MANAGEMENT Continued**

assets. The company receives monthly cash injections (being erosion of the investment corpus) from Atrium Financial managers sufficient to cover Sydney office overheads.

**Market Risk**

**i. Interest rate risk**

Exposure to interest rate risk arises on financial assets and financial liabilities recognised at the end of the reporting period whereby a future change in interest rates will affect future cash flows or the fair value of fixed rate financial instruments. The company is also exposed to earnings volatility on floating rate instruments.

**ii. Price risk**

Price risk relates to the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices of securities held. The company is exposed to securities price risk on investments held for trading or for medium to longer terms. Such risk is managed through diversification of investment.

**Net Fair Values - Fair value estimation**

The fair values of financial assets and financial liabilities can be compared to their carrying values as presented in the statement of financial position. Fair values are those amounts at which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction. All carrying values are at fair value.

**Interest Rate Risk**

The company's exposure to interest rate risk, which is that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on those financial assets and financial liabilities, is as follows:

|                                                                                               | <b>2016</b> | <b>2015</b> |
|-----------------------------------------------------------------------------------------------|-------------|-------------|
|                                                                                               | <b>\$</b>   | <b>\$</b>   |
| <b><u>Financial Assets at Fair Value</u></b>                                                  |             |             |
| Cash - Floating Rate (Can Assist Cash Management Accounts and Atrium Short Term Cash Account) | 1,198,525   | 1,601,545   |
| Cash – Fixed Rate Maturing within 1 year (Can Assist Term Deposits)                           | 3,684,217   | 3,351,156   |
| Cash – Non Interest Bearing (Can Assist operating accounts, cash on hand and debit cards)     | 1,865,508   | 1,625,885   |
| Atrium Available-for-sale financial assets: Note 6                                            | 9,602,975   | 9,111,864   |
| Weighted Average Interest Rate                                                                | 1.89%       | 2.37%       |
| <b><u>Financial Liabilities at Fair Value</u></b>                                             |             |             |
| Trade and other payables                                                                      | (388,879)   | ( 202,365)  |

The following illustrates sensitivities to the company's exposures to changes in interest rate and equity and managed fund prices. It indicates the impact on how profit and equity values reported at the end of the reporting period would have been affected by changes in the relevant risk variable that management considers to be reasonably possible. These sensitivities assume that the movement in a particular variable independent of other variables.



**Notes to and forming part of the financial report for the financial year ended 30 June 2016**

**NOTE 16 - FINANCIAL RISK MANAGEMENT Continued**

| <b>Year ended 30 June 2016</b> | <b>Profit</b> | <b>Equity</b> |
|--------------------------------|---------------|---------------|
|                                | <b>\$</b>     | <b>\$</b>     |
| - 2% interest rates            | 97,655        |               |
| - 10% in listed investments    |               | 960,297       |

No sensitivity analysis has been performed on foreign exchange risk as the company is not exposed to foreign currency fluctuations.

**NOTE 17 - CAPITAL MANAGEMENT**

Management controls the capital of the entity to ensure that adequate cash flows are generated to fund its operations and programs, and such that returns from investments are maximised. The finance committee ensures that the overall risk management strategy is in line with this objective. The finance committee operates under policies approved by the Board of Directors. Risk management policies are approved and reviewed by the Board on a regular basis. These include credit risk policies and future cash flow requirements. Management effectively manages the entity's capital by assessing the entity's financial risks and responding to changes in these risks and in the market. There have been no changes to the strategy adopted by management to control the capital of the entity since the previous year.

**Notes to and forming part of the financial report for the financial year ended 30 June 2016**

**NOTE 18 - JOINT VENTURES**

**Interests in Joint Venture Entities**

The company has a 50% interest in the joint venture entity operating Lilier Lodge a 21 unit facility in Wagga Wagga, New South Wales which is used by cancer patients and their carers receiving treatment outside of the local area. The joint venturers are the Cancer Patients' Assistance Society of New South Wales and the New South Wales Cancer Council. The voting power held by the company is 50%.

There are no significant events after the joint venture entity's reporting date which could have a material effect on the financial position or operating performance of the joint venture entity for the next financial year.

Lilier Lodge is a separate legal entity from Can Assist and Lilier Lodge produces its own set of financial reports.

The joint venture entity's results and financial position (50%) are included within the financial report under the following headings

**LILIER LODGE JOINT VENTURE**

|                                                 | <b>2016</b>      | <b>2015</b>      |
|-------------------------------------------------|------------------|------------------|
|                                                 | <b>\$</b>        | <b>\$</b>        |
| Current Assets                                  | 181,671          | 165,078          |
| Non Current Assets                              | 1,091,955        | 983,568          |
| Total Assets                                    | <u>1,273,626</u> | <u>1,148,646</u> |
| Current Liabilities                             | 66,354           | 13,571           |
| Non Current Liabilities                         | -                | -                |
| Total Liabilities                               | <u>66,354</u>    | <u>13,571</u>    |
| Revenues                                        | 244,107          | 176,004          |
| Expenses                                        | <u>(330,021)</u> | <u>(119,530)</u> |
| Profit from ordinary activities                 | (85,914)         | 56,474           |
| Income Tax Expense                              | -                | -                |
| <b>Profit / (Loss) from ordinary activities</b> | <u>(85,914)</u>  | <u>56,474</u>    |

**Notes to and forming part of the financial report for the financial year ended 30 June 2016**

**NOTE 19 INTERESTS OF KEY MANAGEMENT PERSONNEL**

The total of remuneration paid to key management personnel of the company during the year are as follows:

|                     | <b>2016</b> | <b>2015</b> |
|---------------------|-------------|-------------|
|                     | <b>\$</b>   | <b>\$</b>   |
| <b>Remuneration</b> | 279,900     | 182,416     |

Board Directors received no remuneration from Can Assist during 24 month period.

**NOTE 20 - COMPANY DETAILS**

The registered office and principal place of business of the Company are situated at Suite 2, Level 3, 92 Pitt Street, Sydney NSW 2000.

**NOTE 21 – EVENTS SUBSEQUENT TO BALANCE SHEET DATE EVENTS**

No other matters or circumstances have arisen since year end which significantly affected or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company in future financial years.

**NOTE 22 – INFORMATION AND DECLARATION TO BE FURNISHED UNDER THE CHARITABLE FUNDRAISING ACT, 1991.**

|                                                   | <b>2016</b> | <b>2015</b> |
|---------------------------------------------------|-------------|-------------|
|                                                   | <b>\$</b>   | <b>\$</b>   |
| <b>Proceeds from Fundraising Activities</b>       |             |             |
| Donations Received                                | 1,643,615   | 1,513,839   |
| Functions                                         | 743,533     | 439,311     |
| Raffles                                           | 198,945     | 189,235     |
| Stalls                                            | 178,417     | 141,044     |
| Other fundraising activities                      | 28,712      | 17,007      |
|                                                   | 1,149,607   | 786,597     |
| <b>Gross Proceeds from Fundraising Activities</b> | 2,793,222   | 2,300,436   |
| <b>Less Costs of Fundraising Activities</b>       |             |             |
| Functions                                         | 293,359     | 165,581     |
| Raffles                                           | 18,083      | 16,871      |
| Stalls                                            | 14,999      | 15,557      |
| Other fundraising activities                      | 5,588       | 1,290       |
| <b>Total Costs of Fundraising Activities</b>      | 332,029     | 199,299     |
| <b>Net Surplus from Fundraising Activities</b>    | 2,461,193   | 2,101,137   |

Notes to and forming part of the financial report for the financial year ended 30 June 2016

**NOTE 22 – INFORMATION AND DECLARATION TO BE FURNISHED UNDER THE CHARITABLE FUNDRAISING ACT, 1991 continued**

During the year, Funds were applied to charitable purposes in the following manner:

|                                                                                 | 2016<br>\$           | 2015<br>\$           |
|---------------------------------------------------------------------------------|----------------------|----------------------|
| Patient Assistance & Donations (excluding Patient Fee Subsidies)<br>see note 12 | 1,775,664            | 1,676,568            |
| Subsidising Sydney Accommodation                                                | -                    | 64,743               |
|                                                                                 | <hr/> 1,775,664      | <hr/> 1,741,311      |
| <b>Surplus/(Deficiency) arising from Fundraising Activities</b>                 | <hr/> <b>685,530</b> | <hr/> <b>359,826</b> |

The Company does not always spend the monies received from fundraising in the same year as it is raised. Where a surplus in fundraising receipts arises in any one year, such surplus forms part of the retained profits. Where a shortfall arises, after patient assistance & donations, such a shortfall is funded from retained profits or investment income.

**FUNDRAISING APPEALS CONDUCTED DURING THE FINANCIAL PERIOD**

Functions, Raffles, Stalls, Bingo and other minor activities

**COMPARISON BY MONETARY FIGURES AND PERCENTAGES**

**Comparisons**

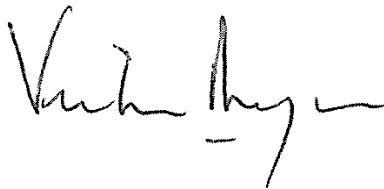
|                               |           |           |
|-------------------------------|-----------|-----------|
| Total Cost of fundraising     | 332,029   | 199,299   |
| Gross Income from fundraising | 2,793,222 | 2,300,436 |
|                               | 11.89%    | 8.66%     |
| Net Surplus from fundraising  | 2,461,193 | 2,101,137 |
| Gross Income from fundraising | 2,793,222 | 2,300,436 |
|                               | 88.11%    | 91.34%    |
| Total Assistance provided     | 1,775,664 | 1,676,568 |
| Total Expenditure             | 3,633,105 | 3,410,332 |
|                               | 48.87%    | 49.16%    |
| Total Assistance provided     | 1,775,664 | 1,676,568 |
| Total Revenue                 | 4,082,565 | 5,613,603 |
|                               | 43.49%    | 29.87%    |

**Notes to and forming part of the financial report for the financial year ended 30 June 2016**

**Declaration by President in respect of fundraising appeals for the year ended 30 June 2016**

I, Vicki Meyer, President of Cancer Patients' Assistance Society of New South Wales, declare that in my opinion:

- (a) the accounts give a true and fair view of all income and expenditure of Cancer Patients' Assistance Society of New South Wales with respect to fundraising appeals;
- (b) the provisions of the charitable Fundraising Act 1991 and the regulations under the Act and the conditions attached to the authority have been complied with;
- (c) the internal controls exercised by Cancer Patients' Assistance Society of New South Wales are appropriate and effective in accounting for all income received.



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**V Meyer**  
**President**

**11 November 2016**

**DOBBS VUMBACA & CO.**

Chartered Accountants

Partners:  
NEIL A DOBBS CA  
GEORGE VUMBACA CA  
HELEN YIANNIKAS CA

SUITE 202 LEVEL 2, 83-87 YORK STREET SYDNEY NSW 2000  
POSTAL ADDRESS: GPO BOX 2590 SYDNEY 2001

PH: (02) 9299-6824 FAX: (02)9290-3168  
EMAIL: [admin@dobbsvumbaca.com.au](mailto:admin@dobbsvumbaca.com.au)

The Board of Directors  
Can Assist  
Suite 2, Level 3 Pitt Street  
Sydney NSW 2000

Dear Board Members,

In accordance with Section 307C of the Corporations Act 2001 and in accordance with the requirements of Subdivision 60-C of the Australian Charities and Not-for-profits Commission Act 2012, I am pleased to provide the following declaration of independence to the directors of Cancer Patients' Assistance Society of New South Wales (Can Assist).

As audit partner for the audit of the financial statements of the company for the year ended 30<sup>th</sup> June 2016, I declare that to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit and no contraventions of the auditor independence requirements as set out in the Australian Charities and Not-for-profits Commission Act 2012, or any applicable code of professional conduct, in relation to the audit.

Yours faithfully,

**DOBBS VUMBACA & CO**



George Vumbaca CA  
Partner

7 November 2016  
Sydney, NSW

**DOBBS VUMBACA & CO.**

Chartered Accountants

Partners:  
NEIL A DOBBS CA  
GEORGE VUMBACA CA  
HELEN YIANNIKAS CA

SUITE 202 LEVEL 2 83-87 YORK STREET SYDNEY NSW 2000  
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EMAIL: [admin@dobbsvumbaca.com.au](mailto:admin@dobbsvumbaca.com.au)

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF CANCER PATIENTS' ASSISTANCE SOCIETY OF NEW SOUTH WALES  
(CAN ASSIST) ACN 000 412 715 ABN 76 000 412 715, THE AUSTRALIAN CHARITIES AND NOT-FOR-PROFITS COMMISSION  
AND THE OFFICE OF LIQUOR, GAMING AND RACING**

We have audited the accompanying financial report of the Cancer Patients' Assistance Society of New South Wales (Can Assist), which comprises the Statement of Financial Position as at 30<sup>th</sup> June 2016, Statement of Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory notes, including disclosures required for the purposes of compliance with the Charitable Fundraising Act 1991 & associated regulations, and the Directors' Declaration, as set out in pages 5 to 28.

*Directors Responsibility 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, the Corporations Act 2001, the Australian Charities and Not-for-profits Commission Act 2012 and the Charitable Fundraising Act 1991 & associated regulations, and for such internal control as the directors determine is necessary to enable the preparation of the financial report gives a true and fair view and is free from material misstatement, whether due to fraud or error.

*Auditor's Responsibility*

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

*Independence*

In conducting our audit, we have complied with the independence requirements of the Corporations Act 2001 and the Australian Charities and Not-for-profits Commission Act 2012. We confirm that a written independence declaration was provided to the directors of the Cancer Patients' Assistance Society of New South Wales on 7<sup>th</sup> November 2016, a copy of which is included in the financial report and would be in the same terms if given to the director at the time of this auditor's report.

*Basis for Qualified Opinion*

Attention is drawn to Note 1 to the financial report which describes the revenue recognition policy of the Company, including the limitations that exist in relation to the recording of, and controls in relation to, cash receipts of cash donations and fundraising revenues. Revenue from these sources represents a significant proportion of the Company's revenue. As the evidence with respect to these sources of income were limited, our audit procedures with respect to cash donations and fundraising receipts, were restricted to the amounts recorded within the financial records. We are therefore unable to express an opinion as to whether the revenue Can Assist has recorded from these sources, is complete.

*Qualified Opinion*

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial report of the Cancer Patients Assistance Society of New South Wales (Can Assist) is in accordance with the Corporations Act 2001, the Australian Charities and Not-for-profits Commission Act 2012, including:

- i) giving a true and fair view of the Company's financial position as at 30<sup>th</sup> June 2016 and of its performance for the year ended on that date; and
- ii) complying with Australian Accounting Standards and the Corporations Regulations 2001; and
- iii) complying with the Australian Charities and Not-for-profits Commission Regulations 2013; and
- iv) the Charitable Fundraising Act 1991 and associated regulations.

**DOBBS VUMBACA & CO**

George Vumbaca CA  
Partner

Date: DRAFT PENDING SIGNOFF