

To the members of IEPA EARLY INTERVENTION IN MENTAL HEALTH Inc.:

Report on the financial report

We have audited the accompanying financial report, being a special purpose financial report of the IEPA Early Intervention in Mental Health Inc. (the association), which comprises of the balance sheet as at 30 June 2017, the income statement, 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 committee's report.

Committee's responsibility for the financial report

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

Auditor's responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the association's preparation of the financial report that gives a true and fair view, in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee, as well as evaluating the overall presentation of the financial report.

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 Australian professional ethical pronouncements.

Basis for qualified opinion

As is common for not-for-profit organisations, it is not practicable for the association to maintain an effective system of internal control over income including donations and fundraising activities until their initial entry into its financial records. Accordingly, our audit on the association's income was

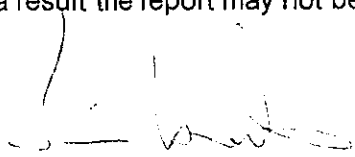
limited to the amounts recorded in the financial records. We are therefore unable to express an opinion whether the income including donations and fundraising activities is complete.

Qualified opinion

In our opinion, except for the possible effects of the matter described in the Basis for qualified opinion paragraph, the financial report presents fairly, in all material respects, the financial position of IEPA Early Intervention in Mental Health Inc. as at 30 June 2017 and its financial performance for the year then ended in accordance with the accounting policies in Note 1 and the *Associations Incorporation Reform Act 2012*.

Basis of accounting and restriction on distribution

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist IEPA Early Intervention in Mental Health Inc. to meet the requirements of the *Associations Incorporation Reform Act 2012*. As a result the report may not be suitable for another purpose.



SIMON LOWTHER
S K LOWTHER & ASSOCIATES
Chartered Accountants

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ANNUAL FINANCIAL REPORTS

IEPA EARLY INTERVENTION IN MENTAL HEALTH INC

CASHFLOW from 1 July 2016 to 30 JUNE 2017

	<u>2017</u>	<u>2016</u>
Cash Flow from Operating Activities		
Receipts from Operations	1,075,830	10,047
Payments to Suppliers	(940,352)	(103,345)
Net Cash Flow from Operating Activities	<u>135,478</u>	<u>(93,298)</u>
Cash Flow from Investment Activities		
Receipts from Sale of Plant & Equipment	0	0
Capital Expenditure on Fixed Assets	0	0
Net Cash Flow (Outflow) from Investment Activities	<u>0</u>	<u>0</u>
Cash Flow from Financing Activities	0	0
Net Cash Flow from Financing Activities	<u>0</u>	<u>0</u>
Net Increase (Decrease) in Cash Held	<u><u>135,478</u></u>	<u><u>(93,298)</u></u>
Cash Held at the beginning of the Financial Year	416,917	510,215
Net Increase(Decrease) in Cash Held	<u>135,478</u>	<u>(93,298)</u>
Cash Held at the end of the Financial Year	<u><u>552,395</u></u>	<u><u>416,917</u></u>

IEPA EARLY INTERVENTION IN MENTAL HEALTH INC

CASHFLOW from 1 July 2016 to 30 JUNE 2017

Reconciliation of Cash

2017

2016

For the purpose of the statement of Cash Flows cash includes cash on hand and in banks and investments in money market instruments net of outstanding bank overdrafts.

Cash at the End of the Year as shown in the Statement of Cash Flows is reconciled to the related items in the balance sheet as follows:

Cash at Bank - Business a/c	178,971	151,109
Cash at Bank - Investment a/c	351,502	244,153
Cash at Bank - USD Conference a/c	21,922	21,655
Cash on Hand	0	0
	<hr/>	<hr/>
	552,395	416,917

Reconciliation of profit from ordinary activities to net cash provided by operating activities:

Operating Profit (Loss)	103,686	(134,568)
Depreciation and Amortisation	50	18
	<hr/>	<hr/>
	103,736	(134,550)

Changes in Assets and Liabilities

(Increase) Decrease in Pre Paid Expenses	109,517	(60,493)
(Increase) Decrease in GST Clearing	(1,587)	11,430
(Increase) Decrease in Trade Debtors	15,807	135
Increase (Decrease) in Trade Creditors	0	(741)
Increase (Decrease) in Accrued Wages	(29,821)	28,747
Increase (Decrease) in Advanced Income	(62,174)	62,174
	<hr/>	<hr/>
	31,742	41,252

Net Cash inflow / (outflow) from operating activities

135,478

(93,298)

IEPA EARLY INTERVENTION IN MENTAL HEALTH INC

ABN 96 316 878 801

Detailed Balance Sheet As At 30 June 2017

Note	2017	2016
	\$	\$
Current Assets		
Cash Assets		
Cash at bank	178,971	151,109
USD Conference a/c	21,922	21,655
NAB Investment a/c	351,502	244,153
	<u>552,395</u>	<u>416,917</u>
Current Tax Assets		
GST clearing	5,228	3,641
	<u>5,228</u>	<u>3,641</u>
Other		
Trade Debtors	8,600	24,407
Prepaid Conference Expenses	0	109,517
	<u>8,600</u>	<u>133,924</u>
Total Current Assets	<u>566,223</u>	<u>554,482</u>
Non-Current Assets		
Property, Plant and Equipment		
Computer Equipment-at cost	23,250	23,250
Less: Accumulated depreciation	(23,250)	(23,235)
Office Furniture & Equipment	1,402	1,402
Less: Accumulated depreciation	(1,402)	(1,367)
	<u>0</u>	<u>49</u>
Total Non-Current Assets	<u>0</u>	<u>49</u>
Total Assets	<u>566,223</u>	<u>554,531</u>
Current Liabilities		
Payables		
Unsecured:		
Trade creditors	0	0
Advance Conference Income	0	62,174
	<u>0</u>	<u>62,174</u>
Other		
Accrued Wages	8,858	38,679
	<u>8,858</u>	<u>38,679</u>
Total Current Liabilities	<u>8,858</u>	<u>100,853</u>
Total Liabilities	<u>8,858</u>	<u>100,853</u>
Net Assets	<u>557,365</u>	<u>453,678</u>
Equity		
Retained profits / (accumulated losses)	557,365	453,678
Total Equity	<u>557,365</u>	<u>453,678</u>

The accompanying notes form part of these financial statements.

These statements should be read in conjunction with the notes.

IEPA EARLY INTERVENTION IN MENTAL HEALTH INC

ABN 96 316 878 801

Detailed Profit and Loss Statement

For the year ended 30 June 2017

	2017	2016
	\$	\$
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Income		
Sponsorships	101,761	0
Conference Receipts	965,672	0
Interest received	7,350	10,047
Other Income	1,046	0
Exchange Gain		645
Total income	<hr/> 1,075,829	<hr/> 10,692
Expenses		
Audit Fee	6,000	6,000
Bank Fees And Charges	1,408	838
Conference/seminar costs	801,785	0
Depreciation - other	50	18
Exchange loss	754	0
Insurance	0	891
Office Expenses	9,824	7,504
Postage & Shipping	11,434	954
Printing & Stationery	0	820
Sundry expenses	783	105
Telephone	1,002	890
Travel, Accomodation & Conference	2,012	12,723
Wages	135,510	105,600
Web Site	1,581	8,917
Total expenses	<hr/> 972,143	<hr/> 145,260
Profit (Loss) from Ordinary Activities	<hr/> 103,686	<hr/> (134,568)

The accompanying notes form part of these financial statements.

These statements should be read in conjunction with the attached notes.

IEPA EARLY INTERVENTION IN MENTAL HEALTH INC

Statement of Changes in Equity

Statement of changes in equity or the year ended 30 June 2017

	Retained surplus	Total
	\$	\$
Balance at 1 July 2016	453,678	453,678
Surplus/(deficit) for the year	103,686	103,686
Balance at 30 June 2017	557,365	557,365

The accompanying notes form part of these financial statements

IEPA EARLY INTERVENTION IN MENTAL HEALTH INC

Notes to the financial statements for the year ended 30 June 2017

1. Statement of significant accounting policies

a) Statement of compliance

The committee has determined that the incorporated association is not a reporting entity because there are no users dependent on general purpose financial statements. The financial report is a special purpose financial report which has been prepared in order to satisfy the financial reporting requirements of the *Associations Incorporation Reform Act 2012*.

These financial statements have been prepared in accordance with following Australian Accounting Standards:

AASB 101	Presentation of Financial Statements
AASB 107	Statement of Cash Flows
AASB 108	Accounting Policies, Changes in Accounting Estimates and Errors
AASB 1031	Materiality
AASB 1048	Interpretation of Standards
AASB 1054	Australian Additional Disclosures

b) Basis of measurement

The financial statements have been prepared on an accrual basis and are based on historical cost and do not take into account changing money values except where specifically stated.

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

c) , Plant and equipment

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

Plant and equipment

Plant and equipment are measured on the cost basis less depreciation and impairments losses.

The carrying amount of plant and equipment is reviewed annually by the committee members to ensure that it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets' employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Depreciation

The depreciable amount of all fixed assets, excluding freehold land is depreciated on a straight-line basis over the asset's useful life to the association commencing from the time the asset is held ready to use.

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

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are recognised immediately in profit and loss.

When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

d) Impairment

At each reporting date the committee assesses whether there is objective evidence that a financial instrument has been impaired. If any such 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 income statement.

e) Income tax

The association is a not-for-profit organisation and is exempt from income tax under section 50-45 of the *Income Tax Assessment Act 1997*.

f) Cash and cash equivalents

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

g) Revenue

Revenue is measured at the fair value of the consideration received or receivable. Donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

h) 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). In these circumstances the GST is recognised as part of the cost of acquisition of an asset or as part of an item of expense. Receivables and payables are stated inclusive of GST.

i) Borrowing costs

Borrowing costs are recognised in income in the period in which they are incurred.

j) Trade creditors and other payables

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 on recognition of the liability.

	2017	2016
2. Account receivables and other debtors		
Trade receivables	8,600	24,407
GST Clearing	5,228	3,641
	<u>13,828</u>	<u>28,048</u>

3. Plant, Equipment

	2017	2016
Plant & Equipment at cost	24,652	24,652
Less accumulated depreciation	(24,652)	(24,602)
Total plant and equipment	<u>0</u>	<u>49</u>

4. Trade and other payables

Trade creditors	0	0
Income received in advance	0	62,174
	<u>0</u>	<u>62,174</u>

5. Revenue

Sponsorships	101,761	0
Conference Receipts	965,672	0
Interest	7,350	10,047
Exchange Gain	0	645
Other income	1,045	0
Total revenue	<u>1,075,829</u>	<u>10,692</u>

6. Cash flow information

Reconciliation of cash

Cash at the end of financial year as shown in cash flow statement is reconciled to items in the statement of financial position:

Cash and cash equivalents	552,395	416,917
Bank overdraft	0	0
a)	<u>552,395</u>	<u>416,917</u>

Reconciliation of net cash provided by operating activities to surplus

Surplus from ordinary activities	103,686	(134,568)
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Non-cash flows in profit

Depreciation		50
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Changes in assets and liabilities:

Increase/(decrease) in receivables	15,807	135
Increase/(decrease) in prepaid expenses	109,517	(60,493)
Increase/(decrease) in GST clearing	(1,587)	11,430
Increase/(decrease) in Accrued wages	(29,281)	28,747
Increase/(decrease) in advanced income	(62,174)	62,174
Increase/(decrease) in payables	0	(741)
Net cash provided by operating activities	b) <u>135,478</u>	<u>(93,298)</u>

7. Related parties

There were no related party transactions conducted during the year.