

POSITIVE LIFE NSW INC
ABN: 42 907 908 942

PositiveLifeNSW
the voice of people with HIV since 1988

AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

POSITIVE LIFE NSW INC
ABN: 42 907 908 942

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POSITIVE LIFE NSW INC
ABN: 42 907 908 942
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2018

	Notes	2018 \$	2017 \$
Revenue from grants	10	1,003,664	944,461
Other revenue		106,402	94,101
Interest income		10,616	6,489
Employee benefits expenses	15	(716,644)	(642,696)
Depreciation expense		(6,678)	(5,882)
Occupancy expenses		(26,663)	(23,567)
Core activity expenses	13	(379,455)	(377,099)
(Deficit) before income tax		<u>(8,758)</u>	<u>(4,193)</u>
Income tax expense	1(c)	-	-
(Deficit) after income tax		<u>(8,758)</u>	<u>(4,193)</u>
Other comprehensive (deficit)/surplus for the year			
Other comprehensive income for the year, net of tax		-	-
Total comprehensive (deficit) for the year		<u>(8,758)</u>	<u>(4,193)</u>

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2018

	Notes	2018 \$	2017 \$
CURRENT ASSETS			
Cash and cash equivalents	2	308,462	288,338
Trade and other receivables	3	8,689	4,277
Other	4	57,326	36,117
TOTAL CURRENT ASSETS		<u>374,477</u>	<u>328,732</u>
NON CURRENT ASSETS			
Plant & equipment	5	16,233	16,091
TOTAL NON CURRENT ASSETS		<u>16,233</u>	<u>16,091</u>
TOTAL ASSETS		<u>390,710</u>	<u>344,823</u>
CURRENT LIABILITIES			
Trade and other payables	6	64,565	23,713
Provision - Annual Leave	7	47,280	54,594
Other	9	65,209	44,102
TOTAL CURRENT LIABILITIES		<u>177,054</u>	<u>122,409</u>
NON CURRENT LIABILITIES			
TOTAL NON CURRENT LIABILITIES		-	-
TOTAL LIABILITIES		<u>177,054</u>	<u>122,409</u>
NET ASSETS		<u>213,656</u>	<u>222,414</u>
ACCUMULATED FUNDS			
Accumulated surplus at beginning of the year		222,414	226,607
Current Year surplus		(8,758)	(4,193)
TOTAL ACCUMULATED FUNDS		<u>213,656</u>	<u>222,414</u>

POSITIVE LIFE NSW INC
ABN: 42 907 908 942
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2018

	<i>Accumulated Funds</i>	<i>Total</i>
	\$	\$
At 1 July 2016	226,607	226,607
Surplus, after income tax	(4,193)	(4,193)
Other comprehensive income	-	-
Total comprehensive surplus for the year	<u>(4,193)</u>	<u>(4,193)</u>
At 30 June 2017	<u>222,414</u>	<u>222,414</u>
At 1 July 2017	222,414	222,414
Deficit, after income tax	(8,758)	(8,758)
Other comprehensive income	-	-
Total comprehensive (deficit) for the year	<u>(8,758)</u>	<u>(8,758)</u>
At 30 June 2018	<u>213,656</u>	<u>213,656</u>

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2018

	Notes	2018 \$	2017 \$
Cash flows from operating activities:			
Receipts from donors & granting bodies		1,210,980	1,123,061
Payments to suppliers & employees		(1,194,651)	(1,134,701)
Interest received		10,616	6,489
Interest and other costs of finance paid		-	-
Net cash (used in)/provided by operating activities	2(b)	<u>26,945</u>	<u>(5,151)</u>
Cash flows from investing activities:			
Payments for equipment acquired		(6,821)	-
Net cash used in investing activities		<u>(6,821)</u>	<u>-</u>
Net (decrease)/increase in cash held		20,124	(5,152)
Cash at the beginning of the year		288,338	293,490
Cash at the end of the year	2(a)	<u>308,462</u>	<u>288,338</u>

POSITIVE LIFE NSW INC
ABN: 42 907 908 942
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

NOTE 1 - STATEMENT OF ACCOUNTING POLICIES

Basis of Preparation

This general purpose Reduced Disclosure Requirement (RDR) financial report (the Financial Report) have been prepared in accordance with Australian Accounting Standards (AAS) and interpretations issued by the Australian Accounting Standards Board (AASB), the Australian Charities and Not-for-Profit Commission (ACNC) Act 2012 and the New South Wales Associations Incorporation Act 2009, the Charitable Fundraising Act 1991 and associated regulations, as appropriate for not-for-profit entities.

The Financial Report is prepared on an accruals basis and is based on historical costs and does not take into account changing money values, or except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets. The accounting policies have been consistently applied, unless otherwise stated.

New, revised or amending Accounting Standards and Interpretations adopted

Positive Life NSW Inc ("Positive Life NSW" or "Association") has adopted all of the new, revised or amending accounting standards and interpretations issued by the AASB that are mandatory for the current reporting period.

Any remaining non-mandatory new, revised or amending accounting standards or interpretations have not been early adopted.

The financial statements were approved by the Board of Directors on the 31th of October 2018.

The following is a summary of the material accounting policies adopted by the Association in the preparation of the Financial Report:

(a) Grant Income

Grants are recognised at their fair value where there is a reasonable assurance that the grant will be received and all attached conditions will be complied with.

Any funds which have not been committed or expensed at the end of the financial year are recorded as a liability in the Statement of Financial Position.

(b) Other Revenue

Revenue from advertising is recognised upon the invoicing to customers. Any advertising revenue which relates to future publications is taken up as a liability in the Statement of Financial Position and recognised as revenue at a future date.

Donations are recognised at the time the pledge is made. Events, fundraising and raffles are recognised when received or receivable.

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

Other revenue is recognised when it is received or when the right to receive payment is established.

(c) Income Tax

Positive Life NSW is a recognised public benevolent institution under the subsection 50-5 of the Income Tax Assessment Act 1997 (as amended) and is exempt from paying income tax.

(d) Cash

Cash and cash equivalents includes cash on hand or at bank, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(e) Trade and other receivables

Other receivables are recognised at amortised cost, less any provision for impairment.

(f) Plant & Equipment

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

POSITIVE LIFE NSW INC
ABN: 42 907 908 942
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

NOTE 1 - STATEMENT OF ACCOUNTING POLICIES (CONTINUED)

(f) Plant & Equipment, continued

Depreciation is calculated on a straight-line basis to write off the net cost of each item of plant and equipment over their expected useful lives as follows:

Class of Fixed Assets	Depreciation Rate
Furniture & Fittings	13 - 20%
Office Equipment	20 - 40%

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

An item of plant and equipment is derecognised upon disposal or when there is no future economic benefit to the Association. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

The carrying amount of fixed assets is reviewed annually to ensure that this is not impaired. No impairments existed at balance date.

(g) Impairment of non-financial assets

Non-financial assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

A recoverable amount is the higher of an asset's fair value less costs of disposal and value-in-use. The value-in-use is the present value of the estimated future cash flows relating to the asset using a pre-tax discount rate specific to the asset or cash-generating unit to which the asset belongs. Assets that do not have independent cash flows are grouped together to form a cash-generating unit.

(h) Trade and other payables

These amounts represent liabilities for goods and services provided to the Association prior to the end of the financial year which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

(i) Leases

Lease payments under operating leases (where substantially all the risks and benefits remain with the lessor), are charged as expenses in the periods in which they are incurred.

(j) Employee Entitlements

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

(k) Fair value measurement

When an asset or liability, whether financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either: in the principal market; or in the absence of a principal market, in the most advantageous market.

POSITIVE LIFE NSW INC
ABN: 42 907 908 942
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

NOTE 1 - STATEMENT OF ACCOUNTING POLICIES (CONTINUED)

(k) Fair value measurement, continued

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interests. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

(l) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the tax authority is included in other receivables or other payables in the Statement of Financial Position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority.

(m) Critical accounting judgements, estimates and assumptions

The preparation of the Financial Report requires management to make judgements, estimates and assumptions that affect the reported amounts in these financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Estimation of useful lives of assets

Positive Life NSW determines the estimated useful life and related depreciation and amortisation charges for its plant and equipment and finite life intangible assets. The useful life could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where these are less than those previously estimated, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Impairment of non-financial assets other than goodwill and other indefinite life intangible assets

Positive Life NSW assesses the impairment of non-financial assets other than goodwill and other indefinite life intangible assets at each reporting date by evaluating conditions specific to the Association and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions. At balance date, no impairment indicators existed.

Employee benefits provision

As discussed in note 1(j), the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

POSITIVE LIFE NSW INC
ABN: 42 907 908 942
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

NOTE 1 - STATEMENT OF ACCOUNTING POLICIES (CONTINUED)

(n) Comparatives

Where required by the accounting standards or to correct disclosure, comparative figures have been adjusted to conform with changes in presentation of the current financial year.

(o) Presentation and Functional Currency

This Financial Report is presented in Australian Dollars, which is the Association's functional currency.

(p) Economic Dependence

Positive Life NSW is dependent on the NSW Ministry of Health for the majority of its income used to operate the Association. At the date of this report, the Directors have no reason to believe that the Ministry will not continue to support Positive Life NSW.

(q) Financial Liabilities

At balance date, the Association had access to a business credit card facility totaling \$7,000 which was unutilised (2017: \$7,000).

NOTE 2 - CASH AND CASH EQUIVALENTS

	2018	2017
	\$	\$
Cash at Bank:		
Operating Bank Account	93,943	81,013
Term Deposits	214,111	207,261
	308,054	288,274
Cash on Hand:		
Petty Cash	408	65
	308,462	288,338
(a) Reconciliation of cash		
For the purposes of the statement of cash flows, cash includes cash on hand and at banks and investments in money market instruments. 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	308,462	288,338
	308,462	288,338
(b) Reconciliation of net cash flows from operating activities to operating profit after income tax		
(Deficit)/Surplus for the year	(8,760)	(4,193)
Non-cash flows in profit		
Depreciation	6,678	5,882
(Increase)/decrease in assets		722
Trade and other receivables	(4,412)	(10,988)
Other current assets	(21,209)	-
Increase/(decrease) in liabilities		
Trade and other payables	40,852	13,657
Other liabilities	21,104	(11,064)
Provision - Annual leave	(7,314)	17,041
Provision - Long service leave	-	(16,210)
Net cash (used in)/provided by operating activities	26,939	(5,151)

POSITIVE LIFE NSW INC
ABN: 42 907 908 942
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

	2018	2017
	\$	\$
NOTE 3 - TRADE AND OTHER RECEIVABLES		
Trade receivables	8,689	4,277
	8,689	4,277

NOTE 4 - OTHER ASSETS

CURRENT

Prepayments	48,931	20,113
GST receivable	8,395	16,004
	57,326	36,117

NOTE 5 - PLANT & EQUIPMENT

Furniture & Fittings - At Cost	3,233	3,233
Less: Accumulated Depreciation	(3,233)	(3,233)
	-	-
Office Equipment - At Cost	77,589	70,768
Less: Accumulated Depreciation	(61,356)	(54,677)
	16,233	16,091
Software - At Cost	7,342	7,340
Less: Accumulated Depreciation	(7,342)	(7,340)
	-	-
	16,233	16,091

(a) Movements in carrying amounts

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

	Furniture & Fittings	Office Equipment	Total
	\$	\$	\$
2017			
Balance at the beginning of year	-	21,973	21,973
Additions	-	-	-
Depreciation expense	-	(5,882)	(5,882)
Write off	-	-	-
Carrying amount at the end of the year	-	16,091	16,091
2018			
Balance at the beginning of year	-	16,091	16,091
Additions	-	6,821	6,821
Depreciation expense	-	(6,678)	(6,678)
Write off	-	-	-
Carrying amount at the end of the year	-	16,233	16,233

NOTE 6 - TRADE AND OTHER PAYABLES

CURRENT

	2018	2017
	\$	\$
Trade Creditors	471	1,386
PAYG Withholding	28,234	10,984
Other Payables	35,860	11,343
	64,565	23,713

POSITIVE LIFE NSW INC
ABN: 42 907 908 942
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

	2018	2017
	\$	\$
NOTE 7 - PROVISIONS		
Annual Leave (including loading) - Current	47,280	54,594
	47,280	54,594
	47,280	54,594

NOTE 8 - NUMBER OF EMPLOYEES		
Number of employees at year end	11	6
	11	6
	11	6

NOTE 9 - OTHER LIABILITIES		
CURRENT		
Grants in advance	-	18,016
Accruals	7,500	26,086
Deferred Income	25,000	-
Funded Future expenses	32,627	-
HIV Book Project Liability (Noted 19)	82	-
	65,209	44,102
	65,209	44,102

The Association received a number of funds from other organisations to assist them in rolling out events and campaigns that were part of the Association's advocacy plans. These funds are held in trust and will be spent in the next financial year as events and campaigns occur.

NOTE 10 - OPERATING GRANTS		
Grant income recognised		
NSW Department of Health	928,400	900,000
Other Grants	75,264	44,461
	1,003,664	944,461
	1,003,664	944,461

NOTE 11 - FUNDRAISING ACTIVITIES		
Income from Fundraising Activities		
Miscellaneous Donations	11,560	72,000
	11,560	72,000
Less: Expenses of Fundraising Activities		
Fundraising expense	-	-
	-	-
Surplus/(Loss) on Fundraising Activities		
Miscellaneous Donations	11,560	72,000
NET SURPLUS ON FUNDRAISING ACTIVITIES	11,560	72,000
	11,560	72,000

The balance of fundraising income will be spent on activities which are ineligible for or unlikely to receive government funding or are most likely to enhance the Association's service provisions for its clients. With no fundraising expenses incurred, the net surplus margin on fundraising activities is 100%.

NOTE 12 - MEMBERSHIP SERVICES		
Board Meeting, Annual Reports & Annual General Meeting Costs	16,105	16,409
	16,105	16,409
	16,105	16,409

POSITIVE LIFE NSW INC
ABN: 42 907 908 942
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

	2018	2017
	\$	\$
NOTE 13 - CORE ACTIVITY EXPENSES		
Positive Speakers' Bureau	16,932	14,715
Community Development & Health Promotion	1,154	50,728
Policy	57,260	36,832
Governance	27,126	26,807
Administration Services	76,146	131,851
Communications, Auspice and Work Ready Program	200,837	116,167
	<u>379,455</u>	<u>377,099</u>

NOTE 14 - AUDITOR'S REMUNERATION		
Audit services - ESV	<u>7,500</u>	<u>7,000</u>

NOTE 15 - EMPLOYEE RELATED COSTS		
Salaries & wages	640,554	518,702
Employee leave entitlements	11,034	24,246
Superannuation	60,957	49,371
Workers' compensation insurance	3,411	1,536
Staff recruitment costs	-	3,439
Redundancies	-	25,010
Temporary Staff/Higher duties	-	18,814
Others	689	1,578
	<u>716,644</u>	<u>642,696</u>

NOTE 16 - INSURANCE

The Association had the following insurance policies in place and current as at 30 June 2018.

Workers' Compensation insurance is disclosed separately in Note 15.
 Specific & General Property, Crime, Primary Liability, Protector Liability, Non-Owned
 Motor Vehicles and Personal Accidents, Directors and Officers Insurance

Premium paid:	<u>9,999</u>	<u>7,452</u>
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NOTE 17 - MEMBERS' LIABILITY

In accordance with the Constitution of the Association, the Members shall have no liability to contribute towards the payments of debts and liabilities of the Association or the costs, charges and expenses of winding up except to the amount of any unpaid membership fees. At balance date, membership fees were not charged by the Association.

The principal activity of the Association is to represent people living with HIV in New South Wales and to promote a positive image of people affected by HIV with the aim of eliminating prejudice, isolation, stigmatisation and discrimination.

NOTE 18 - ASSOCIATION DETAILS

The Association was incorporated in the State of New South Wales.

The principal place of business of the Association is Level 5, Suite 5.2,
 414 Elizabeth Street
 Surry Hills, NSW, 2010

NOTE 19 - RELATED PARTIES

Key management personnel:

The following remuneration rates were paid to key management personnel

Craig Cooper, Appointed: 17/03/2014

Salaries & wages (includes annual leave cashed out in 2018)

Superannuation	143,520	116,927
	13,207	10,969
	<u>156,727</u>	<u>127,896</u>

POSITIVE LIFE NSW INC
ABN: 42 907 908 942

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

NOTE 19 - RELATED PARTIES, continued

On 21 June 2017, the Association entered into an auspice agreement with the HIV Book Project whose authors are also responsible officers of the Association. The HIV Book Project aims to publish a book that reveals the social history of people living with HIV/AIDS over the last 35 years within greater Sydney, including regional NSW. The purpose of the auspice agreement is to assist the auspicee in securing funding from organisations and enabling donors to make tax deductible donations. In June 2018, one of the responsible officers made donations to the HIV book project for \$9,500 (2017: nil) to cover shortfall in costs. The Association holds the cash in trust on behalf of the HIV Book project and the balance of the fund at 30 June 2018 is \$82 (2017: nil).

NOTE 20 - SUBSEQUENT EVENTS

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

NOTE 21 - CAPITAL AND LEASING COMMITMENTS

	2018	2017
	\$	\$
(a) Operating lease commitments		
Being for rent of premises & office equipment		
Payable:		
- not later than 1 year	2,614	2,311
- later than 1 year but not later than 5 years	-	-
- later than 5 years	-	-
	<u>2,614</u>	<u>2,311</u>

The Association has a Memorandum of Understanding with ACON Health Limited for the lease of its premises. The term of the lease is not for a fixed term and either party can give the other 60 days notice to vacate the property.

(b) A balance date, there were no material commitments requiring disclosure other than those already included under the Notes to and forming part of the Financial Statements (2017: Nil).

POSITIVE LIFE NSW INC
ABN: 42 907 908 942
STATEMENT BY THE BOARD OF DIRECTORS

In the opinion of the Board of Directors the financial statements as set out on pages 3 to 12:

- (a) complies with the Australian Accounting Standards - Reduced Disclosure Requirements, the Australian Charities and Not-for-Profit Commission Act 2012 and New South Wales Associations Incorporations Act 2009, the Charitable
- (b) presents a true and fair view of the financial position of Positive Life NSW Inc. as at 30 June 2018 and its performance for the year ended on that date in accordance with Australian Accounting Standards, and
- (c) at the date of this Statement, there are reasonable grounds to believe that Positive Life NSW Inc. will be able to pay its

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

President Jane Costello
Jane Costello

Director Robert Agati
Robert Agati

Dated this 31th day of October, 2018

POSITIVE LIFE NSW INC
ABN: 42 907 908 942
INFORMATION AND DECLARATIONS TO BE FURNISHED UNDER THE
CHARITABLE FUNDRAISING ACT 1991 (the "Act")
30 JUNE 2018

Declaration to be made by the President in respect of fundraising appeals

I, Jane Costello, President of Positive Life NSW Inc. (the "Association") declare that in my opinion:

- (a) the Financial Statements present a true and fair view of all income and expenditure of the Association with respect to fundraising appeals;
- (b) the Statement of Financial Position presents a true and fair view of the state of affairs of the Association with respect to fundraising appeals;
- (c) the provisions of the Act, the regulations under the Act, and the conditions attached to the fundraising authority have been complied with by the Association; and
- (d) the internal controls exercised by the Association are appropriate and effective in accounting for all income received and applied by the Association from any of its fundraising appeals.

President


Jane Costello

Dated this 31th day of October, 2018

POSITIVE LIFE NSW INC
ABN: 42 907 908 942
INDEPENDENT AUDIT REPORT TO THE MEMBERS OF
POSITIVE LIFE NSW INC

Scope

The general purpose financial report comprises the Statement of Financial Position, Statement of Comprehensive Income, Statement of Cash Flows, Statement of Changes in Equity and notes to the accounts. The Board of Directors of the Association are responsible for the preparation and true and fair presentation of the financial report and have determined that the accounting policies used are appropriate to meet the needs of members and the Association's reporting requirements to the NSW Department of Health.

This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

The financial report has been prepared for the purpose of fulfilling the Association's financial reporting requirements under the Association's constitution. We disclaim any assumptions of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

Audit Approach

We conducted an independent audit in order to express an opinion to the members of the Association. Our audit was conducted in accordance with Australian Auditing Standards, in order to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgement, selective testing, the inherent limitations of internal control, and the availability of persuasive, rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

We performed procedures to assess whether in all material respects the financial report is presented fairly in accordance with the accounting policies, so as to present a view which is consistent with our understanding of the Association's financial position. These policies do not require the application of all Accounting Standards and other mandatory professional reporting requirements in Australia. No opinion is expressed as to whether the accounting policies used are appropriate to the needs of members.

We formed our audit opinion on the basis of these procedures, which included:

- examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report; and
- assessing the reasonableness of significant accounting estimates made by the Board of Directors.

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements.

Audit Opinion

In our opinion, the financial report of the Association presents a true and fair view in accordance with applicable Australian Accounting Standards and other mandatory professional and statutory reporting requirements in Australia including section 24 of the Charitable Fundraising Act (NSW) 1991, the financial position of Positive Life NSW Inc. as at 30 June 2017, and the results of its operations and cash flows for the year then ended.

Dated at Sydney the Day of 2018

ESV Accounting and Business Advisors
Chartered Accountants

CHRISTOPHER KIRKWOOD
Partner

