

# **MONSU Caulfield Inc.**

ABN: 42 911 556 610

## **Financial Statements**

For the Year Ended 31 December 2020

# MONSU Caulfield Inc.

ABN: 42 911 556 610

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For the Year Ended 31 December 2020

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# **MONSU Caulfield Inc.**

ABN: 42 911 556 610

## **Committee's Report For the Year Ended 31 December 2020**

The Committee members submit the financial statements of the Association for the financial year ended 31 December 2020.

### **Committee Members**

The names of Committee Members at the date of this report are:

Caitlyn Dunne (President)  
Daniel Stonehouse (Vice President)  
Xiwen Sun (Overseas Student Service Officer)  
Jasper Wells (Activities Officer 1)  
Xitong Han (Activities Officer 2)  
Duan Li (Marketing Officer)  
Yi Jia Hao (Education Officer)  
Hexin Dai (Welfare Officer)  
Yixuan Xin (Womens Officer)  
Malachi Van Souphan (Queer Officer 2)  
Junda Guo (Postgraduate Officer)  
Daoyuan Zhang (General Representative)  
Yuyin Xu (General Representative)  
Kyle Howden (General Representative)  
Anna Purtill (Incoming President) (November 2020)  
Maxi Hunt (Incoming Activities Officer) (November 2020)  
Wenhan (Julia) Jia (Welfare Officer) (November 2020)  
Riley Fenn (Education Officer) (November 2020)

### **Principal Activities**

The principal activities of the Association during the financial year were to advance the education of the students of Monash University Caulfield Campus by:

- Facilitating the provisions of premises, which shall be a common meeting ground and social centre for members of the Association and the wider community;
- Facilitating the availability of facilities for the refreshment, entertainment, recreation and convenience of members of the Association and the wider community;
- Representing the interests of students within and outside the University where it is deemed necessary or desirable;
- Facilitating a suitable cultural, social and sporting climate on the Caulfield campus of the University and to create opportunities for and to encourage, the development of social intercourse between members of the Association and the wider community;
- Providing for or promoting the interests of individuals within the Association with regard to financial, social, educational, and welfare matters and encourage interest groups such as clubs and societies within the University;
- Assuming such other responsibilities and direct such activities as may be deemed appropriate for giving expression of the interests of the Association or for carrying out purposes aforesaid.

# MONSU Caulfield Inc.

ABN: 42 911 556 610

## Committee's Report (Continued)

For the Year Ended 31 December 2020

### Operating Results

The net loss from continuing operations amounted to \$205,067 (2019: profit of \$213,678).

### Significant Changes

Coronavirus (COVID-19): The Association was significantly impacted by Victoria Government order issued on the 23<sup>rd</sup> of March 2020 and 6<sup>th</sup> of August 2020 as part of the measures to reduce the spread of COVID-19.

Revenue was and is expected to continue to be impacted until COVID-19 is brought under control and restrictions eased.

Other than the above, there were no significant changes in the state of affairs of the Association other than those referred to in the accounts and notes thereto.

### Events Subsequent to the End of the Reporting Period

Reference should be made to Note 10 in the financial statements, which details the COVID-19 impact on the Association subsequent to year end.

Other than the above, since the end of the financial year, no matters or circumstances have significantly affected or may significantly affect the operations of the Association, the result of its operations or the state of affairs of the Association in future financial years.

### Likely Developments

The likely future developments in the operations of the Association are the continuation of the principal activities set out in this report.

### Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under the *section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012* is set out on page 3.

On behalf of the Committee Members



.....  
Anna Purtill



.....  
Maxi Hunt

Dated this 26<sup>th</sup> day of May 2021

### Auditor's Independence Declaration

To MONSU Caulfield Inc,

In accordance with the requirements of section 60-40 of the *Australian Charities and Not-for-Profits Commission Act 2012*, as lead auditor for the audit of MONSU Caulfield Inc. for the year ended 31 December 2020, we declare that, to the best of our knowledge and belief, there have been:

- a) No contraventions of the auditor independence requirements of the *Australian Charities and Not-for-Profits Commission Act 2012* in relation to the audit, and;
- b) No contraventions of any applicable code of professional conduct in relation to the audit.

Dated at Frankston on the 25<sup>th</sup> of May 2021



Shepard Webster & O'Neill Audit Pty Ltd  
Certified Practising Accountant  
Authorised Audit Company No 415478  
31 Beach Street Frankston 3199, PO Box 309 Frankston Victoria 3199  
Telephone (03) 9781 2633 – Fax (03) 9781 3073  
Email – [szepfalusy@shepard.com.au](mailto:szepfalusy@shepard.com.au)



David Szepfalusy  
Director

# MONSU Caulfield Inc.

ABN: 42 911 556 610

## Statement of Profit and Loss and Other Comprehensive Income / (Loss) For the Year Ended 31 December 2020

	Note	2020 \$	2019 \$
<b>Continuing Operations</b>			
<b>Income</b>			
Grants		677,678	1,335,354
Sponsorship and fundraising		7,500	35,234
Functions and activities		1,391	39,119
Other income from ordinary activities		21,016	260,197
Service agreement income		18,000	26,000
Other revenue		-	11,089
ATO - Job keeper subsidy		322,200	-
ATO - Cash flow boost		100,000	-
Interest income		1,875	4,941
<b>Total Income</b>		<b>1,149,660</b>	<b>1,711,934</b>
<b>Less Expenses</b>			
Employee benefits expense	2	829,732	873,852
Audit expense	3	14,215	6,500
Depreciation and amortisation expense		73,600	19,170
Other expenses		437,180	598,734
<b>Total Expenses</b>		<b>1,354,727</b>	<b>1,498,256</b>
<b>Operating Profit / (Loss) From Continuing Operations</b>		<b>(205,067)</b>	<b>213,678</b>
<b>Other Comprehensive Income / (Loss)</b>			
Items that may be reclassified subsequently to profit or loss		-	-
Items that will not be reclassified subsequently to profit or loss		-	-
<b>Total Comprehensive Income / (Loss)</b>		<b>(205,067)</b>	<b>213,678</b>

The accompanying notes form part of these financial statements

# MONSU Caulfield Inc.

ABN: 42 911 556 610

## Statement of Financial Position

As At 31 December 2020

	Note	2020 \$	2019 \$
<b>Current Assets</b>			
Cash and cash equivalents	4	2,807,837	2,394,493
Trade and other receivables	5	37,800	545,198
<b>Total Current Assets</b>		<u>2,845,637</u>	<u>2,939,691</u>
<b>Non-Current Assets</b>			
Plant and equipment	6	58,142	74,561
<b>Total Non-Current Assets</b>		<u>58,142</u>	<u>74,561</u>
<b>Total Assets</b>		<u>2,903,779</u>	<u>3,014,252</u>
<b>Current Liabilities</b>			
Trade and other payables	7	234,630	190,837
Provisions	8	134,747	101,504
<b>Total Current Liabilities</b>		<u>369,377</u>	<u>292,341</u>
<b>Non-Current Liabilities</b>			
Provisions	8	24,819	7,261
<b>Total Non-Current Liabilities</b>		<u>24,819</u>	<u>7,261</u>
<b>Total Liabilities</b>		<u>394,196</u>	<u>299,602</u>
<b>Net Assets</b>		<u>2,509,583</u>	<u>2,714,650</u>
<b>Equity</b>			
Issued capital		156,277	156,277
Retained earnings		2,353,306	2,558,373
<b>Total Equity</b>		<u>2,509,583</u>	<u>2,714,650</u>

The accompanying notes form part of these financial statements

# MONSU Caulfield Inc.

ABN: 42 911 556 610

## Statement of Changes in Equity For the Year Ended 31 December 2020

	2020 \$	2019 \$
<b>Equity</b>		
<i>Issued capital</i>		
Opening balance	156,277	156,277
Capital issued	-	-
Closing balance	<u>156,277</u>	<u>156,277</u>
<i>Retained Earnings</i>		
Opening balance	2,558,373	2,344,695
Operating Profit / (Loss) From Continuing Operations	(205,067)	213,678
Other Comprehensive Income	-	-
Closing balance	<u>2,353,306</u>	<u>2,558,373</u>
<b>Total Equity</b>	<u>2,509,583</u>	<u>2,714,650</u>

The accompanying notes form part of these financial statements



# MONSU Caulfield Inc.

ABN: 42 911 556 610

## Statement of Cash Flows For the Year Ended 31 December 2020

	Note	2020 \$	2019 \$
<b>Cash Flows From Operating Activities</b>			
Receipts from members and customers		1,540,405	1,429,355
Payments to suppliers and employees		(1,071,755)	(1,754,950)
Interest received		1,875	4,941
<b>Net Cash Provided By / (Used In) Operating Activities</b>	9b	<u>470,525</u>	<u>(320,654)</u>
<b>Cash Flows From Investing Activities</b>			
Payments for plant and equipment		<u>(57,181)</u>	<u>(20,295)</u>
<b>Net Cash Provided By / (Used In) Investing Activities</b>		<u>(57,181)</u>	<u>(20,295)</u>
<b>Net Increase / (Decrease) in Cash Held</b>		413,344	(340,949)
<b>Cash at the Beginning of Financial Year</b>		<u>2,394,493</u>	<u>2,735,442</u>
<b>Cash at the End of Financial Year</b>	9a	<u>2,807,837</u>	<u>2,394,493</u>

The accompanying notes form part of these financial statements

## Notes to the Financial Statements

For the Year Ended 31 December 2020

### 1 Summary of Significant Accounting Policies

#### Basis of Accounting

##### **Financial Reporting Framework**

The Committee Members have prepared the financial statements on the basis that the Association is a non-reporting entity because there are no users dependent on general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*. The Association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

##### **Statement of Compliance**

The financial statements have been prepared in accordance with the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*, the basis of accounting specified by all Australian Accounting Standards and Interpretations, and the disclosure requirements of 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: 1048: Interpretations of Standards and AASB 1054: Australian Additional Disclosures, as appropriate for not-for-profit oriented entities.

The Association has concluded that the requirements set out in AASB 10 and AASB 128 are not applicable as the initial assessment on its interests in other entities indicated that it does not have any subsidiaries, associates or joint ventures. Hence, the financial statements comply with all the recognition and measurement requirements in Australian Accounting Standards.

##### **Basis of Preparation**

The financial statements have been prepared on an accrual basis and are based on historical costs. They do not take into account changing money values or, except where stated specifically, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of these financial statements:

#### **(a) Income Tax**

The Association is exempt under Division 50 of the Income Tax Assessment Act 1997 as a non-profit organisation. As such, no allowance has been made for Income Tax.

#### **(b) Comparative Figures**

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

#### **(c) Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

## Notes to the Financial Statements

For the Year Ended 31 December 2020

### 1 Summary of Significant Accounting Policies (Continued)

#### (d) Revenue and Other Income

The Association has applied AASB 15: Revenue from Contracts with Customers (AASB 15) and AASB 1058: Income of Not-for-Profit Entities (AASB 1058) using the cumulative effective method of initially applying AASB 15 and AASB 1058 as an adjustment to the opening balance of equity at 1 July 2019. Therefore, the comparative information has not been restated and continues to be presented under AASB 118: Revenue and AASB 1004: Contributions. The details of accounting policies under AASB 118 and AASB 1004 are disclosed separately since they are different from those under AASB 15 and AASB 1058, and the impact of changes is disclosed in Note 1.

#### In the current year

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

#### Operating Grants, Donations and Bequests

When the Association receives operating grant revenue, donations or bequests, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance with AASB 15.

When both these conditions are satisfied, the Association:

- 1 identifies each performance obligation relating to the grant - recognises a contract liability for its obligations under the agreement
- 2 recognises revenue as it satisfies its performance obligations.

Where the contract is not enforceable or does not have sufficiently specific performance obligations, the Association:

- i. recognises the asset received in accordance with the recognition requirements of other applicable Australian Accounting Standards (e.g. AASB 9, AASB 16, AASB 116 and AASB 138)
- ii. recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer)
- iii. recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

If a contract liability is recognised as a related amount above, the Association recognises income in profit or loss when or as it satisfies its obligations under the contract.

#### Interest Income

Interest income is recognised using the effective interest method.

#### Other revenue

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

#### Volunteer services

The Association has elected not to recognise volunteer services as either revenue or other form of contribution received. As such, any related consumption or capitalisation of such resources received is also not recognised.

## Notes to the Financial Statements

For the Year Ended 31 December 2020

### 1 Summary of Significant Accounting Policies (Continued)

#### (d) Revenue and Other Income (Continued)

##### In the comparative period

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised when received.

Grant and donation income is recognised when the Association obtains control over the funds, which is generally at the time of receipt.

If conditions are attached to the grant that must be satisfied before the Association is eligible to receive the contribution, recognition of the grant as revenue will be deferred until those conditions are satisfied.

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

#### (e) Trade and Other Receivables

Trade and other receivables include amounts due in the ordinary course of business. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

#### (f) Trade and Other Payables

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

#### (g) Plant and Equipment

Plant and equipment are brought to account at cost less, where applicable, any accumulated depreciation and any impairment in value. The carrying amount of plant and equipment is reviewed annually to ensure 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, which will be received from the asset's employment and subsequent disposal. The expected net cash flows have not been discounted to their present values in determining recoverable amounts. The carrying values of plant and equipment are also reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable. If any impairment exists, the assets are written down to their recoverable amount and the loss recognised in the statement of profit or loss and other comprehensive income / (loss).

The carrying values of plant and equipment are also reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable. If any impairment exists, the assets are written down to their recoverable amount and the loss recognised in the statement of profit or loss and other comprehensive income / (loss).

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

## Notes to the Financial Statements

For the Year Ended 31 December 2020

### 1 Summary of Significant Accounting Policies (Continued)

#### (i) Impairment of Assets

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

Where it is not possible to estimate the recoverable amount of an individual asset, the Association estimates the recoverable amount of the cash-generating unit to which the asset belongs.

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 an impairment loss on a revalued asset is identified, this is recognised 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 class of asset.

#### (j) Employee Entitlements

Provision is made for the Association'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 any 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.

#### (k) Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the Association's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the Association's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

## Notes to the Financial Statements

For the Year Ended 31 December 2020

### 1 Summary of Significant Accounting Policies (Continued)

#### (I) Critical Accounting Estimates and Judgements

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the 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.

##### *Coronavirus (COVID-19) pandemic*

Judgement has been exercised in considering the impacts that the Coronavirus (COVID-19) pandemic has had, or may have, on the Association based on known information. This consideration extends to the nature of the products and services offered, customers, supply chain, staffing and geographic regions in which the Association operates. Other than as addressed in specific notes, there does not currently appear to be either any significant impact upon the financial statements or any significant uncertainties with respect to events or conditions which may impact the Association unfavourably as at the reporting date or subsequently as a result of the Coronavirus (COVID-19) pandemic.

##### *Estimation of useful lives of assets*

The Association determines the estimated useful lives and related depreciation and amortisation charges for its plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, 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*

The Association assesses 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.

##### *Performance obligations under AASB 15*

To identify a performance obligation under AASB 15, the promise must be sufficiently specific to be able to determine when the obligation is satisfied. Management exercises judgement to determine whether the promise is sufficiently specific by taking into account any conditions specified in the arrangement, explicit or implicit, regarding the promised goods or services. In making this assessment, management includes the nature/ type, cost/ value, quantity and the period of transfer related to the goods or services promised.

##### *Employee benefits*

For the purpose of measurement, AASB 119: Employee Benefits defines obligations for short-term employee benefits as obligations expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service. The Association expects most employees will take their annual leave entitlements within 12 months of the reporting period in which they were earned, but this will not have a material impact on the amounts recognised in respect of obligations for employees' leave.

# MONSU Caulfield Inc.

ABN: 42 911 556 610

## Notes to the Financial Statements

For the Year Ended 31 December 2020

	2020	2019
	\$	\$
<b>2 Employee Expenses</b>		
Honorariums	47,028	117,245
Salaries and wages	662,898	720,517
Superannuation	64,729	72,711
Movement in employee entitlements	50,800	14,146
Cessation entitlements	-	(55,230)
Workcover expense	4,277	4,323
Kilometre allowance	-	140
	<u>829,732</u>	<u>873,852</u>

### 3 Audit Expense

Remuneration of the auditor of the Association for:

- auditing and preparation of the financial report

14,215	6,500
<u>14,215</u>	<u>6,500</u>

### 4 Cash and Cash Equivalents

CURRENT

Cash at Bank - Operating	2,623,896	2,300,355
Cash at Bank - Clubs & associations	Note 4 (a) 183,206	93,403
Cash on Hand	735	735
	<u>2,807,837</u>	<u>2,394,493</u>

Note 4 (a): Current liabilities of MONSU Caulfield Inc. recorded in the financial statements of the Association were as follows:

Clubs & associations bank account balance(s) of \$183,206 as at 31 December 2020 (2019: \$93,403).

### 5 Trade and other receivables

CURRENT

Trade receivables	-	539,339
<i>Less: allowance for expected credit losses</i>	-	(3,267)
Other receivables	37,800	9,126
	<u>37,800</u>	<u>545,198</u>

#### Provision for impairment of trade receivables

The Association has assessed impairment indicators within its trade debtors' population. Current trade receivables are generally on 30 day terms. These receivables are assessed for recoverability and a provision for impairment is recognised when there is objective evidence that an individual trade receivable is impaired. These amounts (if any) have been included in other expense items. There is a Provision for Doubtful Debts at 31 December 2020 of \$Nil (31 December 2019: \$3,267).

# MONSU Caulfield Inc.

ABN: 42 911 556 610

## Notes to the Financial Statements

For the Year Ended 31 December 2020

	2020	2019
	\$	\$
<b>6 Plant and Equipment</b>		
Plant and equipment at Cost	52,112	52,112
Less: Accumulated Depreciation	<u>(21,356)</u>	<u>(13,667)</u>
	<u>30,756</u>	<u>38,445</u>
Fixtures and fittings at Cost	126,464	126,464
Less: Accumulated Depreciation	<u>(106,166)</u>	<u>(101,091)</u>
	<u>20,298</u>	<u>25,373</u>
Computer equipment at Cost	147,904	90,723
Less: Accumulated Depreciation	<u>(145,395)</u>	<u>(85,704)</u>
	<u>2,509</u>	<u>5,019</u>
Office equipment at Cost	12,080	12,080
Less: Accumulated Depreciation	<u>(7,501)</u>	<u>(6,356)</u>
	<u>4,579</u>	<u>5,724</u>
<b>Total Plant and Equipment</b>	<u><u>58,142</u></u>	<u><u>74,561</u></u>
<b>7 Trade and other payables</b>		
CURRENT		
Trade payables	4,625	562
Clubs & associations	183,206	93,403
GST and PAYG(W) payables	36,217	94,078
Superannuation payable	4,943	235
Other payables	5,639	2,559
	<u>234,630</u>	<u>190,837</u>
<b>8 Provisions</b>		
CURRENT		
Employee Entitlements		
Annual Leave	76,979	68,108
Long Service Leave	<u>57,768</u>	<u>33,396</u>
	<u>134,747</u>	<u>101,504</u>
NON-CURRENT		
Employee Entitlements		
Long Service Leave	<u>24,819</u>	<u>7,261</u>
	<u>24,819</u>	<u>7,261</u>
<b>Total Provisions</b>	<u><u>159,566</u></u>	<u><u>108,765</u></u>



# MONSU Caulfield Inc.

ABN: 42 911 556 610

## Notes to the Financial Statements

For the Year Ended 31 December 2020

	2020	2019
	\$	\$
<b>9 Notes to the Statement of Cash Flows</b>		
<b>(a) Reconciliation of Cash</b>		
Cash and Cash Equivalents	2,807,837	2,394,493
<b>(b) Reconciliation of Net Cash Provided by Operations with Operating Profit / (Loss)</b>		
Operating Profit / (Loss)	(205,067)	213,678
<b>Non Cash Flows in Operating Profit / (Loss):</b>		
Depreciation and amortisation expense	73,600	19,170
<b>Changes in Assets and Liabilities:</b>		
(Increase)/Decrease in Trade and other receivables	507,398	(445,565)
Increase/(Decrease) in Trade and other payables	43,793	(66,853)
Increase/(Decrease) in Provisions	50,801	(41,084)
	<u>470,525</u>	<u>(320,654)</u>

## 10 Events after the Reporting Period

The impact of the Coronavirus (COVID-19) pandemic is ongoing. It is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

No other matter or circumstance has arisen since 31 December 2020 that has significantly affected, or may significantly affect the Association's operations, the results of those operations, or the Association's state of affairs in future financial years.

## 11 Association Details

The principle place of business of the Association is:  
MONSU Caulfield Inc.  
2 Princes Ave  
Caulfield East, VIC 3145

# MONSU Caulfield Inc.

ABN: 42 911 556 610

## Committee Members' Declaration For the Year Ended 31 December 2020

The Committee Members of the registered entity declare that, in the Committee Members opinion:

1. The financial statements and notes, as set out on pages 4 to 15, are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and the *Australian Charities and Not-for-Profits Commission Regulations 2013* and:

- (a) comply with Australian Accounting Standards as stated in Note 1; and
- (b) give a true and fair view of the Association's financial position as at 31 December 2020 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements.

2. In the Committee Members opinion, there are reasonable grounds to believe that the Association will be able to pay its debts as and when they become due and payable with the continuing support of creditors.

This declaration is made in accordance with a resolution of the Committee and with the *Australian Charities and Not-for-profits Commission Act 2012*.



.....  
Anna Purtill



.....  
Maxi Hunt

Dated this 26<sup>th</sup> day of May 2021

**Independent Auditor's Report  
To the Members of MONSU Caulfield Inc.  
ABN: 42 911 556 610**

**Report on the Audit of the Financial Report**

**Opinion**

We have audited the financial report of MONSU Caulfield Inc, which comprises the Statement of Financial Position as at 31 December 2020, the Statement of Profit or Loss and Other Comprehensive Income / (Loss), 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 Members' Declaration.

In our opinion, the accompanying financial report gives a true and fair view of the financial position of MONSU Caulfield Inc. as at 31 December 2020 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

**Basis for Opinion**

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Association in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

**Emphasis of Matter – Basis of Accounting**

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist the Association to meet the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

**Other Matter**

The financial report of MONSU Caulfield Inc. for the year ended 31 December 2019 was audited by another auditor who expressed an unqualified opinion on that financial report on 15 July 2020.

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

The Committee of the Association is responsible for the other information. The other information comprises the information included in the Association's annual report for the year ended 31 December 2020, but does not include the financial report and our auditor's report thereon. Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Responsibilities of the Committee for the Financial Report**

The Committee of the Association is responsible for the preparation of the financial report that gives a true and fair view in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the Committee determines is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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

The Committee of the Association is responsible for overseeing the Association's financial reporting process.

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**Independent Auditor's Report (Continued)**  
**To the Members of MONSU Caulfield Inc.**  
**ABN: 42 911 556 610**

**Auditor's Responsibilities for the Audit of the Financial Report**

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

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

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

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

Dated at Frankston on the 27<sup>th</sup> of May 2021



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David Szepefalusy  
Director