



## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MYASTHENIA GRAVIS ASSOCIATION OF QLD INC**

### **Report on the Financial Report**

We have audited the accompanying financial report, being a special purpose financial report, of Myasthenia Gravis Association of QLD Inc (the association) which comprises the balance sheet at 30 June 2011, the income and expenditure statement for the year then ended, a summary of significant accounting policies, other explanatory information and the statement by members of the committee as set out on pages 3 to 8.

### **The Management 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 financial reporting requirements of the Association Incorporation Act Qld 1981 and is appropriate to meet the needs of the members. 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 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 of 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 an opinion on the effectiveness of the association's internal control. An audit also includes the evaluating 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.

## **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MYASTHENIA GRAVIS ASSOCIATION OF QLD INC cont'd**

### **Independence**

In conducting our audit, we have complied with the independence requirements of the Australian professional ethical pronouncements.

### **Basis for Qualified Auditor's Opinion**

The size of the Association is such that it does not allow an adequate system of internal control. Accordingly we could not satisfy ourselves that all the transactions of the Association have been completely and accurately recorded. Therefore, our audit is limited to the Association's records as presented to us, and the financial report has been prepared in accordance with the books and records maintained.

### **Qualified Auditor's Opinion**

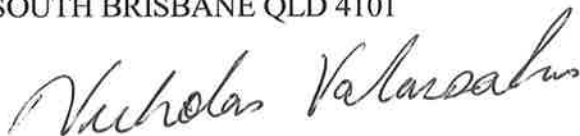
In our opinion, except for the effects on the financial report of the matters referred to in the qualification paragraph, the financial report presents fairly, in all material respects the financial position of Myasthenia Gravis Association of QLD Inc as of 30 June 2011 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements.

### **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 for distribution to members for the purpose of fulfilling the committee's financial reporting requirements under the Associations Incorporation Act QLD 1981. As a result the financial report may not be suitable for another purpose.

### **THE MACRO GROUP**

Suite 10, 205 Montague Road  
SOUTH BRISBANE QLD 4101



**NICHOLAS VALASSAKIS**

Dated at Brisbane this *12th* day of *August* 2011

**MYASTHENIA GRAVIS ASSOCIATION OF QLD INC****STATEMENT BY MEMBERS OF THE COMMITTEE**


The committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the committee the financial statements as set out on pages 4 to 8

1. Presents a true and fair view of the financial position of Myasthenia Gravis Association of Qld Inc as at 30 June 2011 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Myasthenia Gravis Association of Qld Inc will be able to pay its debts as and when they fall due.

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

  
.....  
Graeme Peters  
Secretary

  
.....  
Susan White  
Treasurer

Dated this *12* day of *August* 2011.

# Myasthenia Gravis Association Of Qld Inc ABN 92 055 613 137

## Income and Expenditure Statement

For the year ended 30 June 2011

	2011	2010
	\$	\$
<b>Income</b>		
Donations Received	615.00	76,014.83
Raffle Income	91.00	69.00
Insurance recoveries		365.00
Interest Received	6,578.76	1,942.20
Reimbursements	592.20	341.82
Subscriptions (Membership)	1,554.58	2,509.16
Queensland Health Grant	23,643.00	22,670.00
Total income	33,074.54	103,912.01
<b>Expenses</b>		
Audit fees	1,550.00	1,480.00
Bank fees and charges	30.00	
Depreciation	1,281.00	386.00
Donations		500.00
Filing Fees	42.20	41.00
Function/Meeting expenses	1,447.66	2,205.57
Insurance	3,266.15	3,038.45
Internet	267.27	449.09
Office Expenses	259.11	580.39
Postage	2,034.27	1,732.51
Printing & stationery	10,094.28	1,485.34
Storage	1,119.27	1,080.00
Sundry expenses		842.55
Telecommunications	1,329.14	2,377.99
Travel, accom & conference	6,588.75	2,929.73
Web Site	2,910.00	150.00
Total expenses	32,219.10	19,278.62
<b>Profit from ordinary activities before income tax</b>	<b>855.44</b>	<b>84,633.39</b>
Income tax revenue relating to ordinary activities		
<b>Net profit attributable to the association</b>	<b>855.44</b>	<b>84,633.39</b>

These financial must be read in conjunction with the attached Auditor's Report and Notes which form part of these financial statements.

**Myasthenia Gravis Association Of Qld Inc ABN 92 055 613 137**  
**Income and Expenditure Statement**  
**For the year ended 30 June 2011**

	2011	2010
	\$	\$
<b>Items recognised directly in equity:</b>		
Net increase in Asset Revaluation Reserve		
Increase (decrease) in retained profits due to:		
Transfers To Reserves	6.84	(88,695.82)
<b>Total revenues, expenses and valuation adjustments attributable to the association and recognised directly in equity</b>	<b>6.84</b>	<b>(88,695.82)</b>
<b>Total changes in equity of the association</b>	<b>862.28</b>	<b>(4,062.43)</b>
Opening retained profits	1,871.06	5,933.49
Net profit attributable to the association	855.44	84,633.39
Adjustments:		
Transfers To Reserves	6.84	(88,695.82)
<b>Closing retained profits</b>	<b>2,733.34</b>	<b>1,871.06</b>

---

These financial statements must be read in conjunction with the attached Auditor's Report and Notes which form part of these financial statements.

**Myasthenia Gravis Association Of Qld Inc ABN 92 055 613 137**  
**Detailed Balance Sheet As At 30 June 2011**

	Note	2011	2010
		\$	\$
<b>Current Assets</b>			
<b>Cash Assets</b>			
Cash At Bank (Working Account)		24,780.17	8,845.41
Term Deposit (Reserve Account)		16,983.75	16,294.69
BOQ Investment Acc (Research Account)		59,649.15	76,279.81
Cash on hand		100.00	200.00
		101,513.07	101,619.91
<b>Current Tax Assets</b>			
GST payable control account		(698.00)	(120.02)
Input tax credit control account		746.00	923.81
Input tax credit adjustment control a/c		104.98	
		152.98	803.79
<b>Total Current Assets</b>		<b>101,666.05</b>	<b>102,423.70</b>
<b>Non-Current Assets</b>			
<b>Property, Plant and Equipment</b>			
Plant & equipment - at cost		35,346.51	32,617.42
Less: Accumulated depreciation		(31,986.15)	(30,705.15)
		3,360.36	1,912.27
<b>Total Non-Current Assets</b>		<b>3,360.36</b>	<b>1,912.27</b>
<b>Total Assets</b>		<b>105,026.41</b>	<b>104,335.97</b>

These financial statements must be read in conjunction with the attached Auditor's Report and Notes which form part of these financial statements.

**Myasthenia Gravis Association Of Qld Inc ABN 92 055 613 137**  
**Detailed Balance Sheet As At 30 June 2011**

	Note	2011	2010
		\$	\$
<hr/>			
<b>Current Liabilities</b>			
<b>Payables</b>			
<b>Unsecured:</b>			
Trade creditors		880.00	1,045.00
		<u>880.00</u>	<u>1,045.00</u>
<b>Total Current Liabilities</b>		<u><b>880.00</b></u>	<u><b>1,045.00</b></u>
<b>Total Liabilities</b>		<u><b>880.00</b></u>	<u><b>1,045.00</b></u>
<b>Net Assets</b>		<u><b>104,146.41</b></u>	<u><b>103,290.97</b></u>
<b>Members' Funds</b>			
<b>Reserves</b>			
Research Reserve		59,649.15	76,279.81
Special Reserve		16,983.75	16,294.69
General reserve		24,780.17	8,845.41
Accumulated surplus (deficit)		<u>2,733.34</u>	<u>1,871.06</u>
<b>Total Members' Funds</b>		<u><b>104,146.41</b></u>	<u><b>103,290.97</b></u>

---

These financial statements must be read in conjunction with the attached Auditor's Report and Notes which form part of these financial statements.

**Myasthenia Gravis Association of Qld Inc**  
**Notes to and Forming Part of the Accounts**  
**For the Year Ended 30 June 2011**

**Note 1 - Statement of Significant Accounting Policies**

The financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act (Qld) 1981. The committee has determined that the Association is not a reporting entity.

The financial report has been 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. The accounting policies have been consistently applied, unless otherwise stated.

The following Australian Accounting Standards have been applied:

AASB 1031 Materiality

No other applicable Accounting Standards, Australian Accounting Interpretations or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

**Note 2 – Income Tax**

The Association is a Public Benevolent Institution and as such is exempt from Income Tax.

**Note 3 – Property, Plant and Equipment**

Property, plant and equipment (PPE) are carried at cost less where applicable any accumulated depreciation. The depreciable value of all PPE is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

**Note 4 - Cash and Cash Equivalents**

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

**Note 5 – Revenue and Other Income**

Revenue is measured at the fair value of the consideration received or receivable. Grant and donation income is recognised when the association obtains control over the funds which is generally at the time of receipt.

All revenue is stated net of the amount of goods and services tax (GST) where applicable.

**Note 6 – Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST) except where it is not recoverable from the Australian Taxable Office (ATO). Receivables and payables are stated inclusive of GST.