

**Filipino Australian Association
Of the Northern Territory Inc
ABN 59 373 783 856**

**Special Purpose Financial Report
For the year ended 30 June 2017**

Filipino Association Of The Northern Territory Incorporated
Committee Members' report
30 June 2017

The Committee Members of Filipino Australian Association of the Northern Territory Incorporated submit the financial statements for the financial year ended 30 June 2017.

Committee Members

The names of committee members elected for financial year 2017 and holding the position as at date of this report are:

Position	Name
President	Nerissa AGudo-Turland
Vice President	Judith Ventic
Secretary	Dinah Reyes (Resigned)
Acting Secretary	Ron Greaves
Treasurer	Raul Daet
Member	Judith Ventic
	Perly Malapitan
	Tony Viegas
	Elsi Barretto
	Rey Landong
	Nico Llamas
	Leny Lariosa
	Eunice de Ramos

Principal activities

The principal activities of the Association during the relevant financial year were to promote friendship among Filipinos in the Northern Territory and between Filipinos and other nationalities in the Northern Territory and adhere to the objects and purposes of the Association as written in its Constitution.

Operating Results

The deficit of the Association for the financial year amounted to \$33,237 (2016: surplus \$33,338)

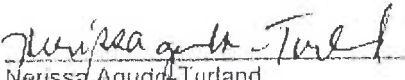
Significant Changes in State of Affairs

No significant changes in the state of affairs of the Association occurred during the financial year.

Significant Changes Subsequent to the Reporting Date

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

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


Nerissa Agudo-Turland
President
December
9 November 2017
Darwin


Raul Daet
Treasurer

Filipino Association Of The Northern Territory Incorporated
Contents
30 June 2017

Contents

Statement of profit or loss and other comprehensive income	4
Statement of financial position	6
Statement of changes in equity	7
Notes to the financial statements	8
Committee members' declaration	13
Independent auditor's report to the members of Filipino Association Of The Northern Territory Incorporated	14

General information

The financial statements cover Filipino Association Of The Northern Territory Incorporated as an individual entity. The financial statements are presented in Australian dollars, which is Filipino Association Of The Northern Territory Incorporated's functional and presentation currency.

Filipino Association Of The Northern Territory Incorporated is a not-for-profit Association, incorporated and domiciled in Australia.

A description of the nature of the Association's operations and its principal activities are included in the Committee members' report, which is not part of the financial statements.

The financial statements were authorised for issue on 9 December 2017.

Filipino Association Of The Northern Territory Incorporated
Statement of profit or loss and other comprehensive income
As at 30 June 2017

	Note	2017 \$	2016 \$
Income			
NT Government Grants		56,550	62,000
NT Government Grants-Harmony Day Function		-	900
NT Government Grants-Barrio Fiesta		22,500	15,000
NT Government Grants-PID		-	600
NT Government Grants-NANT		-	8,000
Barrio Fiesta income		74,060	30,821
Independence Day Celebrations		6,728	11,308
Valentines Day Dinner		7,408	9,074
Karaoke Night income		520	148
Basketball League Income			
Registration Fee		23,061	23,629
Grant		3,669	1,988
Referee		-	960
Membership Subscriptions		5,136	510
Donations Received		7,400	1,045
Hire of Building		6,355	3,340
Other Food & Drink Sales		529	2,306
Fundraising		-	2,223
Sundry Income		11	9,894
Interest Received		12	9
Total Income		213,939	183,755
Expenditure			
Annual General Meeting		2,004	-
Advertising		-	282
Association fee		-	400
Audit & Accounting fees		-	2,925
Barrio Fiesta Expenses		75,875	31,731
Basketball League Expenses		7,785	13,260
Building Hire		1,501	-
Christmas Function expenses		2,659	1,235
Cleaning expenses		-	330
Council Rates		3,178	3,102
Court hire		-	9,378
Depreciation and amortisation		27,474	24,717
Memorial Donations		200	150
Harmony Day Function Expenses		100	300
Insurance		4,349	4,790
Karaoke Night Expenses		445	-
Miscellaneous		7,441	3,718
Master chef		-	1,714
Office Expenses		300	1,037
Other expenses		18,794	1,489
Postage		-	29
PID Expenses		11,596	15,293

The accompanying notes form part of these financial statements

Filipino Association Of The Northern Territory Incorporated
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2017

	Note	2017 \$	2016 \$
Expenditure (continued)			
Registration Fee		5,280	4,365
Repairs and maintenance		7,249	4,365
Utilities		19,729	21,105
Valentine Day Dinner Expenses		8,924	9,067
Operation costs		6,212	-
Grant Expense		4,773	-
Building Repair and Maintenance		31,308	-
		<u>247,176</u>	<u>150,417</u>
(Deficit)/Surplus		(33,237)	33,338
Other comprehensive income		-	-
Total Comprehensive income		<u>(33,237)</u>	<u>33,338</u>

The accompanying notes form part of these financial statements

Filipino Association Of The Northern Territory Incorporated
Statement of Financial Position
As at 30 June 2017

	Note	2017 \$	2016 \$
Assets			
Current assets			
Cash and cash equivalents	3	21,900	80,043
Prepayments	4	6,508	1,063
Total current assets		<u>28,408</u>	<u>81,106</u>
Non-current assets			
Property, plant and equipment	5	573,937	546,736
Total non-current assets		<u>573,937</u>	<u>546,736</u>
Total assets		<u>601,482</u>	<u>627,842</u>
Liabilities			
Current liabilities			
Sundry creditors	6	12,145	4,405
Total current liabilities		<u>12,145</u>	<u>4,405</u>
Net assets		<u>590,200</u>	<u>623,437</u>
Equity			
Retained surpluses	7	590,200	623,437
Total equity		<u>590,200</u>	<u>623,437</u>

The accompanying notes form part of these financial statements

Filipino Association Of The Northern Territory Incorporated
Statement of changes in equity
For the year ended 30 June 2017

	Retained surpluses \$	Total equity \$
Balance at 1 July 2015	590,099	590,099
Surplus	33,338	33,338
Other comprehensive income for the year	-	-
Total comprehensive income for the year	<u>33,338</u>	<u>33,338</u>
Balance at 30 June 2016	<u>623,437</u>	<u>623,437</u>
	Retained surpluses \$	Total equity \$
Balance at 1 July 2016	623,437	623,437
Deficit	(33,237)	(33,237)
Other comprehensive income for the year	-	-
Total comprehensive income for the year	<u>(33,237)</u>	<u>(33,237)</u>
Balance at 30 June 2017	<u>590,202</u>	<u>634,972</u>

Filipino Association Of The Northern Territory Incorporated
Notes to the financial statements
30 June 2017

Note 1. Significant accounting policies

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

New, revised or amending Accounting Standards and Interpretations adopted

The Association has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Basis of preparation

In the committee members' opinion, the Association is not a reporting entity because there are no users dependent on general purpose financial statements.

These are special purpose financial statements that have been prepared for the purposes of complying with the *Northern Territory Associations Act*, "the Act". The committee members have determined that the accounting policies adopted are appropriate to meet the needs of the members of Filipino Association Of The Northern Territory Incorporated.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the disclosure requirements of AASB 101 'Presentation of Financial Statements', AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors', AASB 1048 'Interpretation of Standards' and AASB 1054 'Australian Additional Disclosures', as appropriate for not-for-profit oriented entities.

Historical cost convention

The financial statements have been prepared under the historical cost convention.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the incorporated association's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 2.

Revenue recognition

Revenue is recognised when it is probable that the economic benefit will flow to the Association and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable.

Grants

Grant revenue is recognised in the statement of profit or loss and other comprehensive income when the Association obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the Association and the amount of the grant can be measured reliably.

Fund raising income and Donations

Fund raising income and donations are recognised when they are received.

Sales revenue

Sales revenue is recognised at the point of sale, when it is probable that the economic benefit will flow to the Association and revenue can be reliably measured.

Membership fee

Membership fee income is recognised when it is received or when the right to receive payment is established.

Income tax

The Association is exempt from paying income tax.

Filipino Association Of The Northern Territory Incorporated
Notes to the financial statements
30 June 2017

Note 1. Significant accounting policies (continued)

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 incorporated 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.

Cash and cash equivalents

Cash and cash equivalents includes cash on hand and deposits held at call with financial institutions.

Property, plant and equipment

Property, 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.

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

Buildings and improvements	2.5%-4%
Plant and Equipment	10%-15%

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

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

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.

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.

Sundry creditors

These amounts represent liabilities for goods and services provided to the Association prior to the end of the financial year and 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.

Goods and Services Tax ('GST') and other similar taxes

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.

Filipino Association Of The Northern Territory Incorporated
Notes to the financial statements
30 June 2017

Note 1. Significant accounting policies (continued)

Goods and Services Tax ('GST') and other similar taxes (continued)

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.

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

New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the Association for the annual reporting period ended 30 June 2017. The Association has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

Note 2. Critical accounting judgements, estimates and assumptions

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.

Estimation of useful lives of assets

The Association determines the estimated useful lives and related depreciation and amortisation charges for its property, 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.

Note 3. Current assets - cash and cash equivalents

	2017 \$	2016 \$
Cash at bank	21,900	80,043

Note 4. Current assets – prepayments

	2017 \$	2016 \$
Prepayments	1,223	1,063
GST receivable	5,285	-
	<u>6,508</u>	<u>1,063</u>

Filipino Association Of The Northern Territory Incorporated
Notes to the financial statements
30 June 2017

Note 5. Non-current assets - property, plant and equipment

	2017	2016
	\$	\$
Buildings - at cost	836,532	836,532
Less: Accumulated depreciation	<u>(315,029)</u>	<u>(292,500)</u>
	<u>521,503</u>	<u>544,032</u>
Plant and equipment - at cost	98,086	43,411
Less: Accumulated depreciation	<u>(45,652)</u>	<u>(40,707)</u>
	<u>52,434</u>	<u>2,704</u>
	<u><u>573,937</u></u>	<u><u>546,736</u></u>

Reconciliations

Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

	Buildings	Plant and equipment	Total
	\$	\$	\$
Balance at 1 July 2015	566,553	4,900	571,453
Additions	-	-	-
Depreciation expense	<u>(22,521)</u>	<u>(2,196)</u>	<u>(24,717)</u>
Balance at 30 June 2016	544,032	2,704	546,736
Additions	-	54,675	-
Depreciation expense	<u>(22,529)</u>	<u>(4,945)</u>	<u>(27,474)</u>
Balance at 30 June 2017	<u><u>521,503</u></u>	<u><u>52,434</u></u>	<u><u>573,937</u></u>

Note 6. Current liabilities - trade and other payables

	2017	2016
	\$	\$
Trade payables	12,145	4,164
GST liability	-	241
	<u>12,145</u>	<u>4,405</u>

Note 7. Equity - retained surpluses

	2017	2016
	\$	\$
Retained surpluses at the beginning of the financial year	623,437	590,099
Surplus/(Deficit)	<u>(33,237)</u>	<u>33,338</u>
Retained surpluses at the end of the financial year	<u><u>590,200</u></u>	<u><u>623,437</u></u>

**Pinnacle Incorporated Association Special Purpose
Notes to the financial statements
30 June 2017**

Note 8. Contingent liabilities

The Association had no contingent liabilities as at 30 June 2017 and 30 June 2016.

Note 9. Commitments

The Association had no commitments for expenditure as at 30 June 2017 and 30 June 2016.

Note 10. Events after the reporting period

No matter or circumstance has arisen since 30 June 2017 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.

Filipino Association Of The Northern Territory Incorporated
Committee members' declaration
30 June 2017


In the committee members' opinion:

- the Association is not a reporting entity because there are no users dependent on general purpose financial statements. Accordingly, as described in note 1 to the financial statements, the attached special purpose financial statements have been prepared for the purposes of complying with the Northern Territory Associations Act.
- the attached financial statements and notes comply with the Accounting Standards as described in note 1 to the financial statements;
- the attached financial statements and notes present fairly the Association's financial position as at 30 June 2017 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the Association will be able to pay its debts as and when they become due and payable.

On behalf of the committee members


Nerissa Agudo Turland
President

December
9 November 2017
Darwin *prsa*


Raul Daet
Treasurer



Tel: +61 8 8981 7066
Fax: +61 8 8981 7493
www.bdo.com.au

72 Cavenagh St
Darwin NT 0800
GPO Box 4640 Darwin NT 0801
AUSTRALIA

INDEPENDENT AUDITOR'S REPORT

To the members of Filipino Australian Association of the Northern Territory Incorporated

Report on the Audit of the Financial Report

Qualified Opinion

We have audited the financial report of Filipino Australian Association of the Northern Territory Incorporated (the "Association"), which comprises the statement of financial position as at 30 June 2017, the statement of profit or loss and other comprehensive income and the statement of changes in equity for the year then ended, and notes to the financial report, including a summary of significant accounting policies, and the Statement by Management Committee.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the financial report of the Filipino Australian Association of the Northern Territory Incorporated presents fairly the Association's financial position as at 30 June 2017 and the results of its operations for the year ended on that date, in accordance with the accounting policies described in Note 1 to the financial report.

Basis for qualified opinion

As is common with organisations of this type, it is not practicable for the Association to maintain an effective system of internal control over donations, subscriptions and other fund raising activities until their initial entry in the accounting records. Accordingly, our audit in relation to receipts from these sources was limited to amounts recorded.

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 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 qualified 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 *Northern Territory Associations Act*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of management and those charged with governance for the Financial Report

Management is responsible for the preparation and fair presentation of the financial report, and have determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of *Northern Territory Associations Act* and for such internal control as management determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the Association's financial reporting process.

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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at:

http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf

This description forms part of our auditor's report.



BDO Audit (NT)



C Taziwa
Audit Partner

Darwin: 15 December 2017