

AUSTRALIAN NAVAL INSTITUTE
ABN 45 988 480 239

FINANCIAL REPORT
FOR THE YEAR ENDED
31 DECEMBER 2014

AUSTRALIAN NAVAL INSTITUTE
ABN 45 988 480 239

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**AUSTRALIAN NAVAL INSTITUTE
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COMMITTEE'S REPORT

Your committee members submit the financial report of the Australian Naval Institute for the financial year ended 31 December 2014:

Committee Members

The name of each member of the committee during the year and if different, at the date of the report;

Greg Sammut
Ben Macdonald
Timothy Brown
Lee Goddard
Justin Jones
Desmond Woods
Matthew Bell
Tom Lewis
Sue Hart
Chris Skinner
Bob Moyse
Luke Searle
Madeleine Damiris
Mitch Reley-Meijer
Jedd Goggin
Gregory Gilbert
Sophia Hill
Lee Robinson
Iain Jarvie

Principal Activities

The principal activities of the association during the financial year were:

To encourage and promote the advancement of knowledge related to the Navy and maritime profession; and to promote a forum for the exchange of ideas concerning subjects related to the Navy and maritime profession.

Significant Changes

No significant change in the nature of these activities occurred during the year.

Operating Result

The loss of the association after providing for income tax amounted to \$(7,618.29).

Signed in accordance with a resolution of the Members of the Committee.

**AUSTRALIAN NAVAL INSTITUTE
ABN 45 988 480 239**

COMMITTEE'S REPORT

Committee Member: _____
Timothy Brown

Committee Member: _____
Lee Robinson

Dated this 25th day of February 2015

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INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2014

	Note	2014 \$	2013 \$
INCOME			
OTHER INCOME			
Corporate Sponsorship		28,640.00	37,500.00
Individual Members		18,148.10	16,631.50
Subscribers		1,787.00	4,985.30
Functions & Events		7,305.00	10,615.00
Copyright Fees		1,068.55	996.34
Miscellaneous		14.18	84.00
Interest Income		3,526.01	2,650.81
		<u>60,488.84</u>	<u>73,462.95</u>
EXPENDITURE			
Administration Costs		11,389.07	10,811.50
Auditor's Remuneration		1,540.00	1,430.00
Bank Charges		530.21	655.87
Functions & Events		11,354.03	18,094.58
Headmark		30,061.95	30,061.10
Insurance		805.00	810.00
Postage		519.07	173.40
Printing & Stationery		187.80	218.25
Website		11,720.00	3,705.83
		<u>68,107.13</u>	<u>65,960.53</u>
(Loss) Profit before income tax		<u>(7,618.29)</u>	<u>7,502.42</u>
(Loss) Profit for the year		(7,618.29)	7,502.42
Retained earnings at the beginning of the financial year		<u>165,327.02</u>	<u>157,824.60</u>
Retained earnings at the end of the financial year		<u><u>167,708.73</u></u>	<u><u>165,327.02</u></u>

The accompanying notes form part of these financial statements.

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BALANCE SHEET
AS AT 31 DECEMBER 2014

	Note	2014 \$	2013 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	2	171,476.05	181,360.14
Trade and other receivables	3	198.18	1,250.00
TOTAL CURRENT ASSETS		<u>171,674.23</u>	<u>182,610.14</u>
TOTAL ASSETS		<u>171,674.23</u>	<u>182,610.14</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and Other Payables	4	925.50	4,168.12
Individual Membership Income in Advance		11,255.00	12,165.00
Subscriber Income in Advance		1,785.00	950.00
TOTAL CURRENT LIABILITIES		<u>13,965.50</u>	<u>17,283.12</u>
TOTAL LIABILITIES		<u>13,965.50</u>	<u>17,283.12</u>
NET ASSETS		<u>157,708.73</u>	<u>165,327.02</u>
MEMBERS' FUNDS			
Retained earnings	5	157,708.73	165,327.02
TOTAL MEMBERS' FUNDS		<u>157,708.73</u>	<u>165,327.02</u>

The accompanying notes form part of these financial statements.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

1 Statement of Significant Accounting Policies

Basis of Preparation

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act 1991. 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 historic costs and does not take into account changing money values or, except where specifically stated, 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 this financial report.

Impairment of Non-Financial Assets

At the end of each reporting period the association determines whether there is an evidence of an impairment indicator for non-financial assets.

Where this indicator exists and regardless for goodwill, indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the assets is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss, except for goodwill.

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.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

Revenue and Other Income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the entity and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

Interest revenue

Interest revenue is recognised using the effective interest rate method.

Dividend revenue

Dividends are recognised when the right to receive payment is established.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014	2013
	\$	\$
2 Cash and Cash Equivalents		
Petty Cash	-	290.40
Cash at Bank - CBA Cheque Account	-	80,735.54
Cash at Bank - ADCU S1 Access	32,669.92	14,627.45
Cash at Bank - ADCU Cheque	45.26	1,242.52
Cash at Bank - ADCU S20	87,828.27	84,464.23
Term Deposit ADCU	50,932.60	-
	<u>171,476.05</u>	<u>181,360.14</u>
3 Trade and Other Receivables		
Current		
Sundry Debtors	198.18	-
Trade Debtors	-	1,250.00
	<u>198.18</u>	<u>1,250.00</u>
4 Accounts Payable and Other Payables		
Current		
Sundry Creditors	918.50	-
Trade Creditors	7.00	4,168.12
	<u>925.50</u>	<u>4,168.12</u>
5 Retained Earnings		
Retained earnings at the beginning of the financial year	165,327.02	157,824.60
(Net loss) Net profit attributable to the association	(7,618.29)	7,502.42
Retained earnings at the end of the financial year	<u>157,708.73</u>	<u>165,327.02</u>

AUSTRALIAN NAVAL INSTITUTE
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STATEMENT BY MEMBERS OF THE COMMITTEE

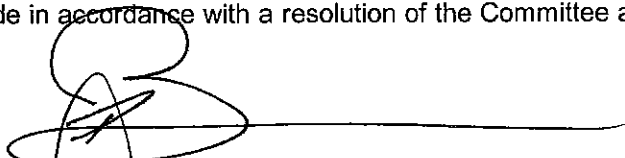
The committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the committee the financial report as set out on pages 1 to 7:

1. Presents a true and fair view of the financial position of Australian Naval Institute as at 31 December 2014 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Australian Naval Institute 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:

Vice President:



Timothy Brown

Treasurer:



Lee Robinson

Dated this 25th day of February 2015

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF AUSTRALIAN NAVAL INSTITUTE
ABN 45 988 480 239**

Report on the Financial Report

I have audited the accompanying financial report, being a special purpose financial report, of Australian Naval Institute (the association), which comprises the balance sheet as at 31 December 2014, and the income and expenditure statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the statement by members of the committee.

Committee's Responsibility 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 Australian Accounting Standards (including the Australian Accounting Interpretations) and the Associations Incorporation Act 1991 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.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, 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 entity'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 entity's internal control. An audit also includes 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Independence

In conducting my audit, I have complied with the independence requirements of the Corporations Act 2001. I confirm that the independence declaration required by the Corporations Act 2001, which has been given to the director of the company, would be in the same terms if given to the director as at the time of this auditor's report.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF AUSTRALIAN NAVAL INSTITUTE
ABN 45 988 480 239**

Auditor's Opinion

In my opinion:

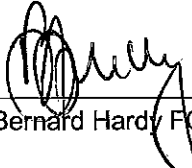
The financial report of Australian Naval Institute is in accordance with the Associations Incorporation Act 1991 including:

- (i) giving a true and fair view of the Association's financial position as at 31 December 2014 and of their performance and cash flows for the year ended on that date; and
- (ii) complying with the Australian Accounting Standards.

The financial report also complies with International Financial Reporting Standards as disclosed in Note 1.

Name of Firm: Bonsella Business Solutions

Name of Director:


Bernard Hardy FCA

Address: Level 1 Ethos House, 28 Ainslie Place CANBERRA ACT 2601

Dated this 25th day of February 2015

**AUSTRALIAN NAVAL INSTITUTE
ABN 45 988 480 239**

CERTIFICATE BY MEMBERS OF THE COMMITTEE

I, Timothy Brown of 205 Bicentennial Avenue, Jerrebomberra ACT 2619, certify that:

- (a) I attended the annual general meeting of the association held on 31 March 2015.
- (b) The financial statements for the year ended 31 December 2014 were submitted to the members of the association at its annual general meeting.

Dated this 25th day of February 2015

Committee Member: _____

Timothy Brown

AUSTRALIAN NAVAL INSTITUTE
ABN 45 988 480 239

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014	2013
	\$	\$
INCOME		
Corporate Sponsorship	28,640.00	37,500.00
Individual Members	18,148.10	16,631.50
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	<u>60,488.84</u>	<u>73,462.95</u>
EXPENSES		
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(Loss) Profit before income tax	<u><u>(7,618.29)</u></u>	<u><u>7,502.42</u></u>

The accompanying notes form part of these financial statements.