

# NSW FARMERS' NATURAL DISASTER RELIEF FUND INCORPORATED

## FINANCIAL STATEMENTS For the year ended 31 December 2009

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## SMART

specific

measurable

attainable

realistic

timely policy

## Management Committee's Report For the year ended 31 December 2009

The Management Committee of the NSW Farmers' Natural Disaster Relief Fund Incorporated ("the Fund") submit herewith the annual financial report for the financial year ended 31 December 2009.

### Information about the Committee Members

The names and particulars of the Committee Members of the Fund during or since the end of the financial year are:

Director	Date appointed	Qualifications
C T Armstrong	20/08/05	Farmer
J F Ridley	31/07/08	Farmer
G H Morphett	26/08/08	Farmer
P R Darley	30/07/09	Farmer
P J Comensoli	30/07/09	Farmer
S P Morgan	19/06/06	Chief Executive Officer

### Principal Activities

The principal activity of the Fund is to provide, in times of natural disaster, assistance to those affected.

### Review of operations and significant changes in state of affairs

The net surplus for the Fund for the year was \$25 (2008: \$196)

There was no significant change in the state of affairs of the Fund for the financial year.

### Subsequent Events

There has not been any matter or circumstance occurring subsequent to the end of the financial year that has significantly affected, or may significantly affect, the operations of the Fund, the results of those operations, or the state of affairs of the Fund in future financial years.

### Meetings of Committee Members

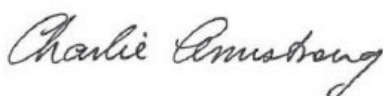
The numbers of meetings of the Fund's Management Committee held during the year ended 31 December 2009, and the numbers of meetings attended by each Committee Member were:

	Number of Meetings	
	Held (i)	Attended
C T Armstrong	1	1
J F Ridley	1	1
G H Morphett	1	1
S P Morgan	1	1
P R Darley	-	-
<b>P J Comensoli</b>	-	-

- (i) Number of meetings held during the time the Committee Member held office or was a Member of the Committee during the year.

**Dated at Sydney this 12th day of May 2010**

On behalf of the Committee Members



CT Armstrong  
Committee Member



P J Comensoli  
Committee Member

## Statement of Comprehensive Income For the year ended 31 December 2009

	Note	2009 \$	2008 \$
<b>Revenue</b>			
Voluntary donations		-	160
Bank Interest		25	36
<b>Total revenue</b>	2	25	196
<b>Expenses</b>			
Funds distributed to farmers		-	-
<b>Total expenses</b>		-	-
<b>Profit for the year</b>		25	196

Notes to the Financial Statements are included on pages 55 to 58

## Statement of Financial Position For the year ended 31 December 2009

	Note	2009 \$	2008 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	4a	7,053	7,028
<b>TOTAL CURRENT ASSETS</b>		7,053	7,028
<b>TOTAL ASSETS</b>		7,053	7,028
<b>NET ASSETS</b>		7,053	7,028
Accumulated funds		7,053	7,028
<b>TOTAL MEMBERS' FUNDS</b>		7,053	7,028

Notes to the Financial Statements are included on pages 55 to 58

## Statement of Changes in Equity For the year ended 31 December 2009

	<b>Retained earnings</b> \$
Balance at 1 January 2008	6,832
Net (loss) for the year	<u>196</u>
<b>Balance at 31 December 2008</b>	<b>7,028</b>
Balance at 1 January 2009	7,028
Net profit for the year	<u>25</u>
<b>Balance at 31 December 2009</b>	<b>7,053</b>

*Notes to the Financial Statements are included on pages 55 to 58*

## Statement of Cash Flows For the year ended 31 December 2009

	<b>Note</b>	<b>2009</b> \$	<b>2008</b> \$
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Inflows:			
Donations received		-	160
Interest income	4b	<u>25</u>	<u>36</u>
<b>Net cash inflow from operating activities</b>		<b>25</b>	<b>196</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Net cash outflow from investing activities		-	-
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Net cash inflow from financing activities		-	-
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>25</b>	<b>196</b>
Cash and cash equivalents at the beginning of the financial year		<b>7,028</b>	6,832
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR</b>	4a	<b>7,053</b>	<b>7,028</b>

*Notes to the Financial Statements are included on pages 55 to 58*

## Notes to the Financial Statements For the year ended 31 December 2009

### 1. Significant accounting policies

#### Statement of compliance

The financial report is a general purpose financial report which has been prepared in accordance with the Associations Incorporation Act 1991, and Accounting Standards and Interpretations and complies with the requirements of the law.

Accounting Standards include Australian equivalents to International Financial Reporting Standards ('A-IFRS'). Compliance with A-IFRS ensures that the financial statements and notes of the Fund comply with International Financial Reporting Standards ('IFRS').

The financial statements were authorised for issue by the Management Committee on 12<sup>th</sup> May 2010.

#### Basis of preparation

The financial report has been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars.

#### Critical accounting judgements and key sources of estimation uncertainty

In the application of the Fund's accounting policies, management is required to make judgements, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

#### Significant accounting policies

The following significant accounting policies have been adopted in the preparation and presentation of the financial report:

##### (a) Cash and cash equivalents

Cash comprises cash on hand and demand deposits. Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash, which are subject to an insignificant risk of changes in value and have a maturity of three months or less at the date of the acquisition.

##### (b) Revenue

Revenue is measured at the fair value of the consideration received or receivable.

###### (i) Donation revenue

Donation revenue is recognised on receipt.

###### (ii) Interest revenue

Interest revenue is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount.

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

##### (c) Goods and services tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except:

- (i) Where the amount of GST incurred is not recoverable from the taxation authority, it is recognised as part of the cost of acquisition of an asset or as part of an item of expense; or
- (ii) For receivables and payables which are recognised inclusive of GST.

## Notes to the Financial Statements For the year ended 31 December 2009

### 1. Significant accounting policies (continued)

#### (c) Goods and services tax (continued)

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables. Cash flows are included in the statement of cash flows on a gross basis. The GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows

#### (d) Adoption of new and revised Accounting Standards

In the current year, the Fund has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to its operations and effective for the current annual reporting period. Details of the impact of the adoption of these new accounting standards are set out in the individual accounting policy notes set out below.

In addition to the above, the adoption of these new and revised Standards and Interpretations have resulted in changes to the Fund's presentation of, or disclosure in, its financial statements in the following area:

- presentation of the financial statements. Previously, the Fund presented the statement of financial position (formerly termed the 'balance sheet'), the income statement, cash flow statement and statement of changes in equity. As a consequence of the adoption of AASB 101 Presentation of Financial Statements (2007) and associated amending standards, the Fund presents a statement of comprehensive income in place of the income statement.

#### (e) Standards and Interpretations issued not yet effective

At the date of authorisation of the financial report, a number of Standards and Interpretations were in issue but not yet effective.

Initial application of the following Standards will not affect any of the amounts recognised in the financial report, but will change the disclosures presently made in relation to the Fund and the Fund's financial report.

## Notes to the Financial Statements For the year ended 31 December 2009

### 1. Significant accounting policies (continued) (e) Standards and Interpretations issued not yet effective (continued)

Standard/Interpretation	Effective for annual reporting periods beginning on or after	Expected to be initially applied in the financial year ending
AASB 3 'Business Combinations' (revised), AASB 127 'Consolidated and Separate Financial Statements' (revised) and AASB 2008-3 'Amendments to Australian Accounting Standards arising from AASB 3 and AASB 127'	Business combinations occurring after the beginning of annual reporting periods beginning 1 July 2009	31 December 2010
AASB 2008-6 'Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project'	1 July 2009	31 December 2010
AASB 2008-8 'Amendment to Australian Accounting Standards - Eligible Hedged Items'	1 July 2009	31 December 2010
AASB 2009-4 'Amendment to Australian Accounting Standards arising from the Annual Improvements Process'	1 July 2009	31 December 2010
AASB 2009-5 'Further Amendments to Australian Accounting Standards arising from the Annual Improvements Process'	1 January 2010	31 December 2010
AASB 2009-7 'Amendment to Australian Accounting Standards'	1 July 2009	31 December 2010
AASB 1 'First-time Adoption of Australian Accounting Standards'	1 July 2009	31 December 2010
AASB Interpretation 17 'Distributions of Non-cash Assets to Owners', AASB 2008-13 'Amendments to Australian Accounting Standards arising from AASB Interpretation 17 – Distributions of Non-cash Assets to Owners'	1 July 2009	31 December 2010
AASB 2009-8 'Amendments to Australian Accounting Standards – Group Cash-settled Share-based Payment Transactions'	1 January 2010	31 December 2010
AASB 124 'Related Party Disclosures (2009)', AASB 2009-12 'Amendments to Australian Accounting Standards'	1 January 2011	31 December 2011
AASB 9 'Financial Instruments', AASB 2009-11 'Amendments to Australian Accounting Standards arising from AASB 9'	1 January 2013	31 December 2013
AASB 2009-9 'Amendments to Australian Accounting Standards – Additional Exemptions for First-time Adopters'	1 January 2010	31 December 2010
AASB 2009-10 'Amendments to Australian Accounting Standards – Classification of Rights Issues'	1 February 2010	31 December 2011
AASB 2009-14 'Amendments to Australian Interpretation – Prepayments of a Minimum Funding Requirement'	1 January 2011	31 December 2011
AASB Interpretation 19 'Extinguishing Liabilities with Equity Instruments'	1 July 2010	31 December 2011

## Notes to the Financial Statements For the year ended 31 December 2009

	2009 \$	2008 \$
<b>2. REVENUE</b>		
From operations		
Donation revenue	-	160
Other revenue - interest	25	36
	<b>25</b>	<b>196</b>

### 3. PROFIT FOR THE YEAR

Profit for the year includes the following expenses:

Remuneration of the auditors, Deloitte Touché Tohmatsu for

- Audit services	-	-
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### 4. NOTES TO THE STATEMENT OF CASH FLOWS

For the purposes of the Statement of Cash Flows, cash and cash equivalents includes cash on hand and in banks and monies on deposit at call. Cash and cash equivalents at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the relevant items in the Statement of Financial Position as follows:

Cash at bank	7,053	7,028
	<b>7,053</b>	<b>7,028</b>

#### (b) Reconciliation of net profit for the year to net cash inflow from operating activities

Profit for the year	25	196
<b>Net cash inflow from operating activities</b>	<b>25</b>	<b>196</b>

### 5. FINANCIAL INSTRUMENTS

The Fund does not have any financial instruments

### 6. FUND DETAILS

The principal place of business for the Fund is:

Level 25  
66 Goulburn Street  
SYDNEY NSW 2000

## Management Committee's Declaration For the year ended 31 December 2009

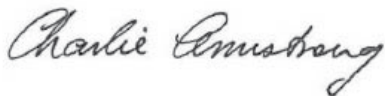
The Members of the Management Committee declare that:

- a) in the Committee's opinion, there are reasonable grounds to believe that the fund will be able to pay its debts as and when they become due and payable; and
- b) in the Committee's opinion, the attached financial statements and notes thereto are in accordance with the Associations Incorporation Act 1991, including compliance with accounting standards and giving a true and fair view of the financial position and performance of the Fund

Signed in accordance with a resolution of the Management Committee.

**Dated at Sydney this 12th day of May 2010**

On behalf of the Committee Members



CT Armstrong  
Committee Member



P Comensoli  
Committee Member

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## **Independent Auditor's Report to the members of NSW Farmers' Natural Disaster Relief Fund Incorporated**

We have audited the accompanying financial report of NSW Farmers' Natural Disaster Relief Fund Incorporated ("the Fund"), which comprises the statement of financial position as at 31 December 2009, the statement of comprehensive income, the statement of cash flows and the statement of changes in equity for the year then ended on that date, notes comprising a summary of significant accounting policies, other explanatory information and the Management Committee's declaration as set out on pages 53 to 59.

### *The Responsibility of Management Committee for the Financial Report*

The Management Committee of the entity are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and requirements under the Association Incorporation Act 1991. This responsibility also includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances. In Note 1, the Management Committee also states, in accordance with Accounting Standard AASB 101 *Presentation of Financial Statements*, that compliance with the Australian equivalents to International Financial Reporting Standards ensures that the financial report, comprising the financial statements and notes complies with International Financial Reporting Standards.

### *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. These Auditing 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 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 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 entity's preparation and fair presentation of the financial report 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 Management 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.

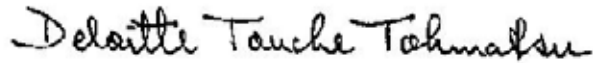
*Auditor's Independence Declaration*

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

*Auditor's Opinion*

In our opinion:

- (a) the financial report of NSW Farmers' Natural Disaster Relief Fund Incorporated presents fairly, in all material respects, the fund's financial position as at 31 December 2009, and of its financial performance, its cash flows and its changes in equity for the year ended on that date in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations), and requirements imposed by the Association Incorporation Act 1991; and
- (b) the financial report also complies with International Financial Reporting Standards as disclosed in Note 1.



DELOITTE TOUCHE TOHMATSU



Michael Kaplan  
Partner  
Chartered Accountants  
Sydney, 12 May 2010