

MONSU Caulfield Inc.

ABN: 42 911 556 610

Financial Statements

For the Year Ended 31 December 2021

MONSU Caulfield Inc.

ABN: 42 911 556 610

Contents

For the Year Ended 31 December 2021

Financial Statements	Page
Committee's Report	1
Auditor's Independence Declaration	3
Statement of Profit or Loss and Other Comprehensive Income / (Loss)	4
Statement of Financial Position	5
Statement of Changes in Equity	6
Statement of Cash Flows	7
Notes to the Financial Statements	8
Committee Members' Declaration	16
Independent Auditor's Report	17

MONSU Caulfield Inc.

ABN: 42 911 556 610

Committee's Report For the Year Ended 31 December 2021

The Committee members submit the financial statements of the Association for the financial year ended 31 December 2021.

Committee Members

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

Maxi Hunt (appointed 1 November 2021)
Vaanaavi Shanmugam (appointed 1 November 2021)
Georgia Bradica (appointed 1 November 2021)
Thomas Puwtress (appointed 1 November 2021)
Ashleigh Quick (appointed 1 November 2021)
Ming Yin Chiu (Chris) (appointed 17 February 2022)
Madelaine Trudel (appointed 17 February 2022)
Raphael Licenblat (appointed 17 February 2022)
Jiong Yung (Celina Ho) (appointed 17 February 2022)
Hilary Edmiston (appointed 17 February 2022)
Patience Mbabazi (appointed 17 February 2022)
Aryae Suthar (appointed 17 February 2022)
Danielle Patinson (appointed 17 February 2022)
Boyi Yin (appointed 17 February 2022)

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 2021

Operating Results

The net loss from continuing operations amounted to \$95,709 (2020: loss of \$205,067).

Significant Changes

Coronavirus (COVID-19): The Association was continually impacted by Victorian Government orders issued during the 2021 financial year as part of the measures to reduce the spread of Coronavirus (COVID-19).

Revenue will be impacted until Coronavirus (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.

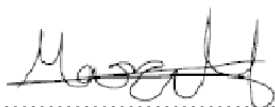
Likely Developments

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

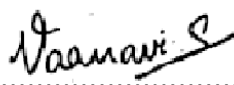
Auditor's Independence Declaration

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



.....
Maxi Hunt (President)



.....
Vaanavi Shanmugam (Vice President)

Dated this 24th day of May 2022

Auditor's Independence Declaration

To MONSU Caulfield Inc,

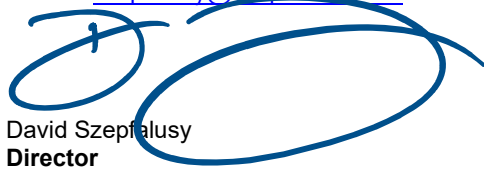
In accordance with the requirements of section 60-40 of the *Australian Charities and Not-for-Profits Commission Act 2012*, as lead auditor for the audit of MONSU Caulfield Inc. for the year ended 31 December 2021, we declare that, to the best of our knowledge and belief, there have been:

- 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 24th of May 2022



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



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 2021

	Note	2021 \$	2020 \$
Continuing Operations			
Income			
Grants		1,329,815	677,678
Sponsorship and fundraising		4,105	7,500
Functions and activities		14,445	1,391
Other income from ordinary activities		37,551	21,016
Service agreement income		22,500	18,000
ATO - Job keeper subsidy		63,600	322,200
ATO - Cash flow boost		-	100,000
Interest income		199	1,875
Total Income		<u>1,472,215</u>	<u>1,149,660</u>
Less Expenses			
Employee benefits expense	2	1,020,960	829,732
Audit expense	3	7,350	14,215
Depreciation and amortisation expense		18,134	73,600
Other expenses		521,480	437,180
Total Expenses		<u>1,567,924</u>	<u>1,354,727</u>
Operating Profit / (Loss) From Continuing Operations		<u>(95,709)</u>	<u>(205,067)</u>
Other Comprehensive Income / (Loss)			
Items that may be reclassified subsequently to profit or loss		-	-
Items that will not be reclassified subsequently to profit or loss		-	-
Total Comprehensive Income / (Loss)		<u>(95,709)</u>	<u>(205,067)</u>

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 2021

	Note	2021 \$	2020 \$
Current Assets			
Cash and cash equivalents	4	3,008,504	2,807,837
Trade and other receivables	5	892	37,800
Total Current Assets		3,009,396	2,845,637
Non-Current Assets			
Plant and equipment	6	57,024	58,142
Total Non-Current Assets		57,024	58,142
Total Assets		3,066,420	2,903,779
Current Liabilities			
Trade and other payables	7	451,970	234,630
Provisions	8	163,407	134,747
Total Current Liabilities		615,377	369,377
Non-Current Liabilities			
Provisions	8	37,169	24,819
Total Non-Current Liabilities		37,169	24,819
Total Liabilities		652,546	394,196
Net Assets		2,413,874	2,509,583
Equity			
Issued capital		156,277	156,277
Retained earnings		2,257,597	2,353,306
Total Equity		2,413,874	2,509,583

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 2021

	Note	2021 \$	2020 \$
Equity			
<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		2,353,306	2,558,373
Operating Profit / (Loss) From Continuing Operations		(95,709)	(205,067)
Other Comprehensive Income		-	-
Closing balance		<u>2,257,597</u>	<u>2,353,306</u>
Total Equity		<u>2,413,874</u>	<u>2,509,583</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 2021

	Note	2021 \$	2020 \$
Cash Flows From Operating Activities			
Receipts from members and customers		1,361,722	1,540,405
Payments to suppliers and employees		(1,144,238)	(1,071,755)
Interest received		199	1,875
Net Cash Provided By / (Used In) Operating Activities	9b	<u>217,683</u>	<u>470,525</u>
Cash Flows From Investing Activities			
Payments for plant and equipment		(17,016)	(57,181)
Net Cash Provided By / (Used In) Investing Activities		<u>(17,016)</u>	<u>(57,181)</u>
Net Increase / (Decrease) in Cash Held		200,667	413,344
Cash at the Beginning of Financial Year		<u>2,807,837</u>	<u>2,394,493</u>
Cash at the End of Financial Year	9a	<u>3,008,504</u>	<u>2,807,837</u>

The accompanying notes form part of these financial statements

Notes to the Financial Statements

For the Year Ended 31 December 2021

1 Summary of 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 or Amended Accounting Standards and Interpretations Adopted

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

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

Basis of Preparation

In the Committee's 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 *Australian Charities and Not-for-profits Commission Act 2012*. The Committee have determined that the accounting policies adopted are appropriate to meet the needs of the members of MONSU Caulfield Inc.

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 107 '*Statement of Cash Flows*', 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 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 1(l).

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) 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 2021

1 Summary of Significant Accounting Policies (Continued)

(c) Revenue Recognition

The Association recognises revenue as follows:

Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which the Association is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the Association: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts, rebates and refunds, any potential bonuses receivable from the customer and any other contingent events. Such estimates are determined using either the 'expected value' or 'most likely amount' method. The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Amounts received that are subject to the constraining principle are recognised as a refund liability.

Sales revenue

Events, fundraising and raffles are recognised when received or receivable.

Donations

Donations are recognised at the time the pledge is made.

Grants

Grant revenue is recognised in profit or loss when the Association satisfies the performance obligations stated within the funding agreements.

If conditions are attached to the grant which must be satisfied before the Association is eligible to retain the contribution, the grant will be recognised in the statement of financial position as a liability until those conditions are satisfied.

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

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 2021

1 Summary of Significant Accounting Policies (Continued)

(d) Comparative Figures

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

(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 2021

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 2021

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.

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 2021

	2021	2020
	\$	\$
2: Employee Expenses		
Honorariums	113,935	47,028
Salaries and wages	777,949	662,898
Superannuation	81,806	64,729
Movement in employee entitlements	41,010	50,800
Workcover expense	6,260	4,277
	<u>1,020,960</u>	<u>829,732</u>

3: Audit Expense

Remuneration of the auditor of the Association for:

- auditing and preparation of the financial report

7,350	14,215
<u>7,350</u>	<u>14,215</u>

4: Cash and Cash Equivalents

CURRENT

Cash at Bank - Operating

2,629,649

2,623,896

Cash at Bank - Clubs & associations

Note 4 (a)

378,120

183,206

Cash on Hand

735

735

3,008,504

2,807,837

Note 4 (a): Clubs & associations bank account balance(s) of \$378,120 as at 31 December 2021 (2020: \$183,206) are recorded as current liabilities of MONSU Caulfield Inc. in the financial statements.

5: Trade and other receivables

CURRENT

Trade receivables

892

-

Less: allowance for expected credit losses

-

-

Other receivables

-

37,800

892

37,800

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 2021 of \$Nil (31 December 2020: \$Nil).

MONSU Caulfield Inc.

ABN: 42 911 556 610

Notes to the Financial Statements For the Year Ended 31 December 2021

	2021 \$	2020 \$
6: Plant and Equipment		
Plant and equipment at Cost	69,128	52,112
Less: Accumulated Depreciation	<u>(33,259)</u>	<u>(21,356)</u>
	<u>35,869</u>	<u>30,756</u>
Fixtures and fittings at Cost	126,464	126,464
Less: Accumulated Depreciation	<u>(110,226)</u>	<u>(106,166)</u>
	<u>16,238</u>	<u>20,298</u>
Computer equipment at Cost	147,904	147,904
Less: Accumulated Depreciation	<u>(146,650)</u>	<u>(145,395)</u>
	<u>1,254</u>	<u>2,509</u>
Office equipment at Cost	12,080	12,080
Less: Accumulated Depreciation	<u>(8,417)</u>	<u>(7,501)</u>
	<u>3,663</u>	<u>4,579</u>
Total Plant and Equipment	<u><u>57,024</u></u>	<u><u>58,142</u></u>
7: Trade and other payables		
CURRENT		
Trade payables	9,218	4,625
Clubs & associations	378,139	183,206
GST and PAYG(W) payables	30,636	36,217
Superannuation payable	27,526	4,943
Other payables	6,451	5,639
	<u>451,970</u>	<u>234,630</u>
8: Provisions		
CURRENT		
Employee Entitlements		
Annual Leave	101,653	76,979
Long Service Leave	61,754	57,768
	<u>163,407</u>	<u>134,747</u>
NON-CURRENT		
Employee Entitlements		
Long Service Leave	37,169	24,819
	<u>37,169</u>	<u>24,819</u>
Total Provisions	<u><u>200,576</u></u>	<u><u>159,566</u></u>

MONSU Caulfield Inc.

ABN: 42 911 556 610

Notes to the Financial Statements

For the Year Ended 31 December 2021

	2021	2020
	\$	\$
9: Notes to the Statement of Cash Flows		
(a) Reconciliation of Cash		
Cash and Cash Equivalents	3,008,504	2,807,837
(b) Reconciliation of Net Cash Provided by Operations with Operating Profit / (Loss)		
Operating Profit / (Loss)	(95,709)	(205,067)
Non Cash Flows in Operating Profit / (Loss):		
Depreciation and amortisation expense	18,134	73,600
Changes in Assets and Liabilities:		
(Increase)/Decrease in Trade and other receivables	36,908	507,398
Increase/(Decrease) in Trade and other payables	217,340	43,793
Increase/(Decrease) in Provisions	41,010	50,801
	<u>217,683</u>	<u>470,525</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 after the reporting date. The situation 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 2021 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 2021

The Committee Members of the Association 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:

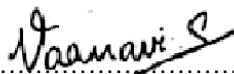
- (a) comply with Australian Accounting Standards as stated in Note 1; and
- (b) give a true and fair view of the Association's financial position as at 31 December 2021 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial 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*.



.....
Maxi Hunt (President)



.....
Vaanavi Shanmugam (Vice President)

Dated this 24th day of May 2022

**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 2021, the Statement of Profit or Loss and Other Comprehensive Income / (Loss), the Statement of Changes in Equity and the 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 2021 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.

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 2021, 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.

**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:

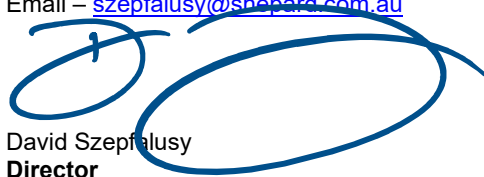
- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a 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 24th of May 2022.



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 – szefalusy@shepard.com.au



David Szeffalusy
Director