

**Australian Families Through Gestational Surrogacy**  
**Income Statement**  
**For the Year ended 30 June 2014**

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	Note	2014 \$	2013 \$
Revenue		50,063	157,113
Employee Benefits Expense		33,141	31,251
Other Expenses		43,153	103,526
<b>Loss before Income Tax</b>	2	<u>(26,231)</u>	<u>22,336</u>

*The accompanying notes form part of these financial statements.*

**Australian Families Through Gestational Surrogacy**  
**Statement of Comprehensive Income**  
**For the Year ended 30 June 2014**

	Note	2014 \$	2013 \$
Revenue		50,063	157,113
Employee Benefits Expense		33,141	31,251
Other Expenses		43,153	103,526
<b>Loss before Income Tax</b>	2	<u>(26,231)</u>	<u>22,336</u>
<b>Total Comprehensive Income</b>		<u>(26,231)</u>	<u>22,336</u>

*The accompanying notes form part of these financial statements.*

**Australian Families Through Gestational Surrogacy**  
**Statement of Financial Position**  
**As at 30 June 2014**

	Note	2014 \$	2013 \$
<b>Current Assets</b>			
Cash and Cash Equivalents		1,723	27,604
Current Tax Assets	4	<u>853</u>	<u>-</u>
<b>Total Current Assets</b>		<u>2,576</u>	<u>27,604</u>
<b>Total Assets</b>		<u>2,576</u>	<u>27,604</u>
<b>Current Liabilities</b>			
Trade and Other Payables	5	<u>1,203</u>	<u>-</u>
<b>Total Current Liabilities</b>		<u>1,203</u>	<u>-</u>
<b>Non-Current Liabilities</b>			
Long-Term Financial Liabilities	6	<u>5,268</u>	<u>5,268</u>
<b>Total Non-Current Liabilities</b>		<u>5,268</u>	<u>5,268</u>
<b>Total Liabilities</b>		<u>6,471</u>	<u>5,268</u>
<b>Net Assets</b>		<u>(3,895)</u>	<u>22,336</u>
<b>Equity</b>			
Accumulated Losses		(3,895)	22,336
<b>Total Equity</b>		<u>(3,895)</u>	<u>22,336</u>

*The accompanying notes form part of these financial statements.*

**Australian Families Through Gestational Surrogacy**  
**Profit and Loss Statement**  
**For the Year ended 30 June 2014**

	2014	2013
	\$	\$
<b>Income</b>		
Member Fees	17,740	25,315
Site Sponsorships	7,637	23,499
Conference Sponsorships	18,655	54,371
Conference Registrations	-	53,395
Other Income	6,031	533
	50,063	157,113
 <b>Expenditure</b>		
Accountancy Fees	2,880	-
Advertising	2,900	1,452
Bank Charges	835	2,767
Conference and Seminar Costs	16,122	83,202
Insurance	204	-
Internet Expenses	1,690	6,036
Postage	127	13
Reimbursements	-	2,355
Subcontractors	15,954	-
Subscriptions	182	300
Sundry Expenses	934	3,355
Superannuation Contributions	2,808	3,456
Telephone	-	249
Travelling Expenses	1,325	3,797
Wages	30,333	27,795
	76,293	134,777
 <b>Loss before Income Tax</b>	(26,231)	22,336

*The accompanying notes form part of these financial statements.  
These financial statements have not been subject to audit or review and should be read in conjunction with the attached Compilation Report.*

**Australian Families Through Gestational Surrogacy**  
**Statement of Appropriations**  
**For the Year ended 30 June 2014**

	2014	2013
	\$	\$
Retained Profits - Beginning of Year	22,336	-
Loss before Income Tax	(26,231)	22,336
<b>Loss after Income Tax</b>	<u>(3,895)</u>	<u>22,336</u>
<b>Accumulated Loss at 30 June 2014</b>	<u><u>(3,895)</u></u>	<u><u>22,336</u></u>

*The accompanying notes form part of these financial statements.  
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**Australian Families Through Gestational Surrogacy**  
**Notes to the Financial Statements**  
**For the Year ended 30 June 2014**

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**1. Summary of Significant Accounting Policies**

**(a) Basis of Preparation**

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Reform Act (Vic) 2012. The committee has determined that the association is not a reporting entity.

The financial statements have been prepared on an accruals basis and are based on historic costs and do not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

**(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.

**(c) Employee Benefits**

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 wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits expected to be settled more than twelve months after the end of the reporting period 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 satisfy vesting requirements. Cash flows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows. Changes in the measurement of the liability are recognised in profit or loss.

Employee benefits are presented as current liabilities in the asset and liabilities statement if the association does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date regardless of the classification of the liability for measurement purposes under AASB 119.

**(d) 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.

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

**Sale of Goods**

Revenue is recognised on transfer of goods to the customer as this is deemed to be the point in time when risks and rewards are transferred and there is no longer any ownership or effective control over the goods.

**Australian Families Through Gestational Surrogacy**  
**Notes to the Financial Statements**  
**For the Year ended 30 June 2014**

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Rendering of Services

Revenue in relation to rendering of services is recognised depends on whether the outcome of the services can be measured reliably. If this is the case then the stage of completion of the services is used to determine the appropriate level of revenue to be recognised in the period.

If the outcome cannot be reliably measured then revenue is recognised to the extent of expenses recognised that are recoverable.

(e) **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). In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense.

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.

**Australian Families Through Gestational Surrogacy**  
**Notes to the Financial Statements**  
**For the Year ended 30 June 2014**

	2014	2013
	\$	\$
<b>2. Profit</b>		
<b>Expenses</b>		
Employee Benefits Expense	33,141	31,251
Advertising	2,900	1,452
Bank Charges	835	2,767
Insurance	204	-
Postage	127	13
Telephone	-	249
Other Expenses	39,085	99,045
	<u>76,293</u>	<u>134,777</u>
<b>3. Cash and Cash Equivalents</b>		
Cash at Bank	1,723	27,604
	<u>1,723</u>	<u>27,604</u>
<b>Reconciliation of Cash</b>		
Cash and Cash Equivalents	1,723	27,604
	<u>1,723</u>	<u>27,604</u>
<b>4. Tax</b>		
<b>Current Assets</b>		
Current Tax Asset	853	-
	853	-
<b>Net Tax Assets</b>	<u>(853)</u>	<u>-</u>
<b>5. Trade and Other Payables</b>		
<b>Current</b>		
Other Creditors	551	-
Provision for GST	652	-
	1,203	-
<b>Total Trade and Other Payables</b>	<u>1,203</u>	<u>-</u>

*The accompanying notes form part of these financial statements.  
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**Australian Families Through Gestational Surrogacy**  
**Notes to the Financial Statements**  
**For the Year ended 30 June 2014**

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	2014	2013
	\$	\$
<b>6. Financial Liabilities</b>		
<b>Non-Current</b>		
Member Loans		
- S Everingham	<u>5,268</u>	<u>5,268</u>
	<u>5,268</u>	<u>5,268</u>
<b>Total Financial Liabilities</b>	<u>5,268</u>	<u>5,268</u>

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## **Australian Families Through Gestational Surrogacy Statement by Members of the Committee**

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

In the opinion of the committee the financial statements:

1. Presents fairly the financial position of Australian Families Through Gestational Surrogacy as at 30 June 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 Families Through Gestational Surrogacy 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:

.....  
President:

.....  
Treasurer:

Dated

# **Australian Families Through Gestational Surrogacy**

## **Compilation Report To Australian Families Through Gestational Surrogacy**

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We have compiled the accompanying special purpose financial statements of Australian Families Through Gestational Surrogacy, which comprise the statement of financial position as at 30 June 2014, the statement of profit and loss, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is set out in Note 1.

### The Responsibility of the Committee of Management

The Committee of Management is solely responsible for the information contained in the special purpose financial statements and has determined that the basis of accounting used is appropriate to meet the needs of the Committee of Management and for the purpose that the financial statements were prepared.

### Our Responsibility

On the basis of information provided by the Committee of Management, we have compiled the accompanying special purpose financial statements in accordance with the basis of accounting and APES 315: Compilation of Financial Information.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the directors provided, in compiling the financial statements. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

The special purpose financial statements were compiled exclusively for the benefit of the Committee of Management. We do not accept responsibility to any other person for the contents of the special purpose financial statements.

### **Pinker Arnold & McLoughlin Chartered Accountants**

Chartered Accountants

420 Forest Road Hurstville NSW

Richard Pinker

10 March 2015

# **Australian Families Through Gestational Surrogacy**

## **Annual Report for the Year Ended 30 June 2014**

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