



Heads Together for ABI Limited

ABN 602261389

Annual Report - 30 June 2023

Heads Together for ABI Limited

Contents 30 June 2023

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General information

The financial statements cover Heads Together for ABI Limited as an individual entity. The financial statements are presented in Australian dollars, which is Heads Together for ABI Limited's functional and presentation currency.

Heads Together for ABI Limited is a not-for-profit unlisted public company limited by guarantee, incorporated, and domiciled in Australia. Its registered office and principal place of business is:

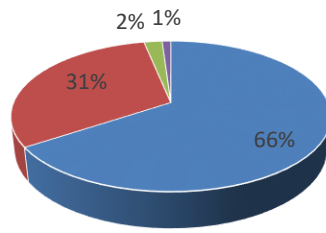
80B Harvester Road Sunshine VIC 3020

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

The financial statements were authorized for issue, in accordance with a resolution of directors, on 26th March 2024. The directors have the power to amend and reissue the financial statements.

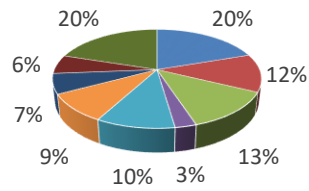
Highlights 2022-23:

Revenue Sources



- Grants from Philanthropic Entities
- Grants from Govt
- Grants from Corporates
- Others

Spending



- Families
- Young Adults (YA)
- ABILiTy
- Cook.Chat.Eat
- Parents (HTP)
- Teens (HTT)
- Project Hope

Heads Together for ABI Limited

Statement of profit or loss and other comprehensive income For the year ended 30 June 2023

	Note	2023 \$	2022 \$
Revenue/Donations:			
Grants from philanthropic entities		300,229	344,152
Government grants		142,121	84,529
Grants from corporates entities		10,000	-
Others		4,785	8,848
Total Revenue:	3	457,135	437,709
Expenses:			
Program Expenses:			
Families		(112,831)	(69,222)
Young Adults (YA)		(70,653)	(39,205)
ABILiTy		(72,507)	(54,138)
Cook Chat Eat		(15,872)	(-)
Parents (HTP)		(58,664)	(39,662)
Teens (HTT)		(52,481)	(29,121)
Project Hope		(37,299)	(41,711)
Volunteer Management and Community Partnership		(35,243)	(20,270)
Office, Admin & Others		(114,468)	(217,282)
Total Expenses:		(570,018)	(510,611)
Surplus/(deficit) for the year attributable to the members of Heads Together for ABI Limited	11	(112,883)	(64,237)
Other comprehensive income for the year		-	-
Total comprehensive income for the year attributable to the members of Heads Together for ABI Limited ***		(112,883)	(64,237)

*** "Deficit" >> current year's portion of spending made from funds received in previous years (accumulated profits)

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

Heads Together for ABI Limited

Statement of financial position As at 30 June 2023

	Note	2023 \$	2022 \$
Assets			
Current assets			
Cash and cash equivalents	4	157,735	397,767
Other	5	<u>8,887</u>	<u>8,776</u>
Total current assets		<u>166,622</u>	<u>406,543</u>
Non-current assets			
Property, plant and equipment	6	<u>1,612</u>	<u>2,106</u>
Total non-current assets		<u>1,612</u>	<u>2,106</u>
Total assets		<u>168,234</u>	<u>408,649</u>
Liabilities			
Current liabilities			
Trade and other payables	7	2,069	20,254
Provisions	8	<u>25,773</u>	<u>20,247</u>
Total current liabilities		<u>27,841</u>	<u>40,501</u>
Non-current liabilities			
Un-Earned Income	9	0	130,000
Provisions	10	<u>18,063</u>	<u>15,748</u>
Total non-current liabilities		<u>18,063</u>	<u>145,748</u>
Total liabilities		<u>45,904</u>	<u>186,249</u>
Net assets		<u>122,331</u>	<u>222,400</u>
Equity			
Retained surpluses	11	<u>122,331</u>	<u>222,400</u>
Total equity		<u>122,331</u>	<u>222,400</u>

The above statement of financial position should be read in conjunction with the accompanying notes.

Heads Together for ABI Limited

Statement of changes in equity for the year ended 30 June 2023

	Retained profits	Total equity
	\$	\$
Balance at 1 July 2021	286,637	286,637
Surplus for the year	(64,237)	(64,237)
Other comprehensive income for the year	<u>-</u>	<u>-</u>
Total comprehensive income for the year	<u>(64,237)</u>	<u>(64,237)</u>
Balance at 30 June 2022	<u>222,400</u>	<u>222,400</u>
	Retained profits	Total equity
	\$	\$
Balance at 1 July 2022	222,400	222,400
Deficit for the year	(112,883)	(112,883)
Other comprehensive income for the year	-	-
Prior Year Adjustment	12,814	12,814
Total comprehensive income for the year	<u>(100,071)</u>	<u>(100,071)</u>
Balance at 30 June 2023	<u>122,0331</u>	<u>122,331</u>

The above statement of changes in equity should be read in conjunction with the accompanying notes.

Heads Together for ABI Limited
Statement of cash flows
For the year ended 30 June 2023

	Note	2023 \$	2022 \$
Cash flows from operating activities:			
Donations, grants, and interest received		339,947	463,201
Payments relating to program & event costs		(142,750)	(139,749)
Payments for Program wages &		<u>(437,229)</u>	<u>(382,973)</u>
Net cash from/(used in) operating activities		<u>(240,032)</u>	<u>(59,521)</u>
Net cash from investing activities		<u>-</u>	<u>-</u>
Net cash from financing activities		<u>-</u>	<u>-</u>
Net increase/(decrease) in cash and cash equivalents		(240,032)	(59,521)
Cash and cash equivalents at the beginning of the financial year		<u>397,767</u>	<u>457,288</u>
Cash and cash equivalents at the end of the financial year	4	<u><u>157,735</u></u>	<u><u>397,767</u></u>

The above statement of cash flows should be read in conjunction with the accompanying notes.

Heads Together for ABI Limited
Notes to the financial statements
30 June 2023

The principal accounting policies adopted in the preparation of the financial statements are set out below.

New or amended Accounting Standards and Interpretations adopted.

The company has adopted all 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 directors' opinion, the company 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 and Victorian legislation including the Fundraising Act 1998 and associated regulations and the Corporations Act 2001 requirements to prepare and distribute financial statements to the members of Heads Together for ABI Limited. The directors have determined that the accounting policies adopted are appropriate to meet the needs of the members of Heads Together for ABI Limited.

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 company'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 at an amount that reflects the consideration to which the company is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the company: 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 recognised 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.

Specific revenue streams are recognised by the company as follows:

Heads Together for ABI Limited
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30 June 2023

Donations

Donations and bequests are recognised as revenue upon receipt.

Funding Partnerships and grants

Income from funding partnerships and grants is recognised in profit or loss when the company satisfies performance obligations stated within the funding agreements. If no performance obligations exist amounts are brought to account as revenue upon receipt. If conditions attach to a grant or funding agreement which must be satisfied before the company is eligible to retain the contribution, the amount received will be recognised in the statement of financial position as an Unearned Income liability (as outlined below) until those conditions are satisfied.

Unearned income

The liability for unearned income represents the unutilised amount of funding or grants that have been received on the condition that specified services are to be delivered or conditions fulfilled at a future point in time. The company typically receives funding at or near the end of the financial year where funding arrangements specify that those amounts be utilized in the following period. Such amounts are carried as Unearned Income at balance date until utilised in the subsequent period at which time amounts are brought to account as revenue.

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortized 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.

Income tax

As the company is a charitable institution in terms of subsection 50-5 of the Income Tax Assessment Act 1997, as amended, it is exempt from paying income tax.

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 realized or intended to be sold or consumed in the company's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realized 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 company'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, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Property, plant and equipment

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 (excluding land) over their expected useful lives as follows:

Plant and equipment	5-15 years
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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 derecognized upon disposal or when there is no future economic benefit to the

company. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss

Note 1. Significant accounting policies (continued)

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.

Trade and other payables

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year and which are unpaid. Due to their short-term nature, they are measured at amortized cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Employee benefits

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits

The liability for annual leave and long service leaves not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

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

The company is not registered for GST. Expenses and assets are recognised inclusive of any GST incurred as such amounts will not be recovered from the Australian Taxation Office.

Receivables and payables are stated inclusive of the amount of GST receivable or payable.

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 company for the annual reporting period ended 30 June 2023. The company 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 company determines the estimated useful lives and related depreciation and amortizations 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 amortization 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

Heads Together for ABI Limited
Notes to the financial statements
30 June 2023

written off or written down.

Note 2. Critical accounting judgements, estimates and assumptions (continued)

Employee benefits provision

As discussed in note 1, the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

Note 3. Revenue

	2023	2022
	\$	\$
<i>Revenue</i>		
Grants from philanthropic entities	300,229	344,152
Government grants	142,121	84,259
Grants from corporates entities	10,000	-
Others	<u>4,785</u>	<u>8,848</u>
	<u>457,135</u>	<u>437,709</u>
<i>Other revenue</i>	<u>-</u>	<u>-</u>
Revenue	<u><u>457,135</u></u>	<u><u>437,709</u></u>

Note 4. Current assets - cash and cash equivalents

	2023	2022
	\$	
Cash on hand	50	50
Cash at bank	82,050	123,827
Term deposits	<u>75,635</u>	<u>273,890</u>
	<u>157,735</u>	<u>397,767</u>

Note 5. Current assets - other

	2023	2022
	\$	\$
Prepayments - insurance	2,287	2,176
Other deposits - bonds	<u>6,600</u>	<u>6,600</u>
	<u>8,887</u>	<u>8,776</u>

Note 6. Non-current assets - property, plant and equipment

	2023	2022
	\$	\$
Plant and equipment - at cost	5,069	5,069
Less: Accumulated depreciation	<u>(3,457)</u>	<u>(2,963)</u>
	<u>1,612</u>	<u>2,106</u>

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Notes to the financial statements
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Note 7. Current liabilities - trade and other payables

Trade payables	20,254	20,254
	<u>20,254</u>	<u>20,254</u>

Note 8. Current liabilities - provisions

	2023	2022
	\$	\$
Annual leave	25,773	20,247
	<u>25,773</u>	<u>20,247</u>

Note 9. Non-current liabilities - payables

	2023	2022
	\$	\$
Unearned Income	-	130,000
	<u>-</u>	<u>130,000</u>

Note 10. Non-current liabilities - provisions

	2023	2022
	\$	\$
Long service leave	18,063	15,748
	<u>18,063</u>	<u>15,748</u>

Note 11. Equity - retained surpluses

	2023	2022
	\$	\$
Retained surpluses at the beginning of the financial year.	222,400	286,637
Prior Year Adjustment	12,814	
Surplus/(deficit) for the year	<u>(112,883)</u>	<u>(64,237)</u>
Retained surpluses at the end of the financial year	<u>122,331</u>	<u>222,400</u>

Note 12. Events after the reporting period

No matter or circumstance has arisen since 30 June 2023 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

Heads Together for ABI Limited

In the directors' opinion:

- the company 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 Australian Charities and Not-for-profits Commission Act 2012 and Victorian legislation including the Fundraising Act 1998 and associated regulations and the Corporations Act 2001 requirements to prepare and distribute financial statements to the members of Heads Together for ABI Limited;
- the attached financial statements and notes comply with the Corporations Act 2001, the Accounting Standards as described in note 1 to the financial statements, the Corporations Regulations 2001 and other mandatory professional reporting requirements.
- the attached financial statements and notes give a true and fair view of the company's financial position as at 30 June 2023 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 295(5)(a) of the Corporations Act 2001.

On behalf of the directors

22nd April 2024