

# **Gippsland Health Network Limited**

**ABN 52 155 514 702**

**Financial Statements - 30 June 2024**

**Gippsland Health Network Limited**

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**30 June 2024**

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**Gippsland Health Network Limited**  
**Directors' Report**  
**30 June 2024**

Your directors present their report on the company for the financial year ended 30 June 2024.

**Directors**

The names of the directors in office at any time during, or since the end of, the year are:

<b>Elected Director</b>	<b>Current Term of Office</b>	<b>Previous Term of Office</b>	<b>Director Position</b>
Julie Rogalsky	Ceased 15/11/2023	12/11/2014 - 15/11/2017, 15/11/2017 - 18/11/2020	A1
Therese Tierney	18/11/2023	21/03/2018 - 18/11/2020 (A2) 21/03/2018 – 18/11/2020 (A3)	A1
Mary Sayers	15/11/2023	16/11/2022 – 15/11/2023 (A3)	A2
Murray Bruce	17/11/2021	18/11/2015 - 21/11/2018 (B3) 21/11/2018 - 17/11/2021 (B3)	B1
Elisabeth Wearne	16/11/2022	15/03/2022 - 16/11/2022 (C2)	C1
Ryan Brown	16/11/2022		C2
<b>Appointed Director</b>	<b>Current Term of Office</b>	<b>Previous Term of Office</b>	<b>Director Position</b>
Vicki Doherty	Commenced 15/11/2023		A3
Nathan Voll	15/11/2021		B2
Letitia Clark	1/12/2021		B3
Anna Hall	16/11/2022		C3

As per clause 10.4 of the Constitution, five Board members elected pursuant to clauses 10.14, and four Board members appointed pursuant to clause 10.16 or 10.17.

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

**Principal activities**

Gippsland PHN is a not for profit charity that works at a regional and local level to achieve improved whole of system health care. We work with general practice, allied health, hospitals and other primary and community health providers; to drive, support and strengthen primary health in Gippsland to meet the needs of local communities.

We are consumer focused and established to reduce fragmentation of care by integrating and coordinating health services and supporting general practice. We leverage and administer health program funding from a variety of sources to commission flexible services to realise our vision of a measurably healthier Gippsland.

**Objectives**

The company's objectives (as stated in the Gippsland Health Network Limited Constitution) are:

- primarily focusing on the delivery of Primary Health Care services to patients and the community for the prevention and control of diseases;
- improving the planning of Primary Health Care services to identify health needs of the community, develop locally focused and responsive health services and address service delivery gaps;
- promoting Primary Health Care and the centrality of general practice for the delivery of effective integrated health management for the community, including initiatives aimed toward improving Primary Health Care, health, raising patient awareness and improving access to appropriate services;
- providing support and education to clinicians and health service providers to improve their patient care;
- establishing effective collaborations to deliver more coordinated, integrated, flexible and locally responsive health care services; and
- promoting a culture of safety, efficiency, accountability and continuous improvement in the delivery of Primary Health Care services.

The company will have all the powers and functions necessary or desirable to the maximum extent permitted by law. Without limitation, the company may seek to achieve its objectives by:

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**Directors' Report**  
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- Raising money to further the objectives of the company and to secure sufficient funds for the pursuit of the objectives of the company.
- Receiving any funds and to distribute these funds in a manner that best attains the objectives of the company.
- Doing all such things as are incidental, convenient, or conducive to the attainment of the objectives of the company, including establishing or acquiring subsidiaries and participating in joint ventures.

**Strategies**

To achieve its stated objectives, the company has adopted the following strategies:

- Progress priority issues: the most needed health issues are understood and invested in using local strengths.
- Strengthen workforce capability: professionals and providers have knowledge, use best practice and improve skills.
- Facilitate seamless care: community, consumers, carers, professionals and providers work together.
- Commission for service access: people can access services at the right time and in the right place, especially where gaps exist and in hard to reach locations.
- Exceptional organisation: we operate in a financially sustainable manner, with strong governance and staff who are capable, engaged and well led.

**Key performance measures**

The company measures its performance through the use of both quantitative and qualitative benchmarks. The benchmarks will be used by the Directors to assess the financial sustainability of the company and whether the company's short-term and long-term objectives are being achieved.

The company has a range of measures required by its primary Funder, Department of Health and Aged Care. These measures apply to all programs and services funded by Department of Health.

**Details of directors**

Name: Therese Tierney  
Position held: Board Chair (July 2023 – December 2023), Director  
Qualifications: Grad Dip Business RMIT – Organisational Change and Behaviour  
CRRN USA 1990 (as part of the Buckland Foundation Fellowship)  
Division 1 Registered Nurse (St Vincent's)  
Special responsibilities: CEO Performance and Remuneration Committee (Chair: July 2023 – December 2023;  
Member: December 2023 – June 2024);  
Clinical Governance and Performance Committee  
Director Independent Selection and Remuneration Committee (December 2023 – June 2024)

Name: Murray Bruce  
Position held: Director  
Qualifications: LLB - Bachelor of Laws  
BA - Bachelor of Arts  
Admitted to Practice as an Australian Lawyer in Supreme Court of Victoria  
GAICD - Graduate of the Australian Institute of Company Directors  
Special responsibilities: Audit, Risk and Finance Committee  
Director Independent Selection and Remuneration Committee (Chair: July 2023 – December 2023)

Name: Julie Rogalsky  
Position held: Director (ceased 15/11/2023)  
Qualifications: Master of Health Services Management  
Graduate Diploma in Rural Health  
Bachelor of Applied Science (Health Promotion)  
GAICD - Graduate of the Australian Institute of Company Directors  
Special responsibilities: CEO Performance and Remuneration Committee (July 2023 – November 2023)  
Community Advisory Committee (July 2023 – November 2023)

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Directors' Report  
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Name: Nathan Voll  
Position held: Deputy Chair (July 2023-December 2023)  
Chair (December 2023 – June 2024)  
Qualifications: Bachelor of Commerce (Accounting and Economics)  
CPA Australia (Fellow)  
Graduate Certificate of Business Management  
Masters of Business Administration (with Distinction)  
GAICD - Fellow and Graduate of the Australian Institute of Company Directors  
Australian Institute of Company Directors, Mastering the Boardroom.  
Special responsibilities: Audit, Risk and Finance Committee (Chair: July 2023 - December 2023)  
CEO Performance and Remuneration Committee (Chair: December 2023 – June 2024)

Name: Dr Elisabeth Wearne  
Position held: Director  
Qualifications: Fellowship of the Royal Australian College of General Practitioners (FRACGP)  
Master of Clinical Education  
Bachelor of Medicine/Surgery (Honours).  
Special responsibilities: Community Advisory Committee (Chair)  
Director Independent Selection and Remuneration Committee (Member: July 2023 –  
December 2023: Chair: December 2023 – June 2024)

Name: Dr Letitia Clark  
Position held: Deputy Chair (December 2023 – June 2024), Director  
Qualifications: FRACGP  
JCCA (Anesthetics)  
DipRGA  
AFRACMA  
GAICD - Graduate of the Australian Institute of Company Directors  
Diploma of Childrens' Health, University of Sydney  
MBBS, Monash University  
Advanced Paediatric Life Support  
REST course, EMST  
Special responsibilities: Latrobe and Baw Baw Clinical Council  
Clinical Advisory Council  
Clinical Governance and Performance Committee

Name: Mary Sayers  
Position held: Director  
Qualifications: Williamson Community Leadership Program  
GAICD - Graduate of the Australian Institute of Company Directors  
Master of Commerce Degree  
Graduate Diploma in Human Resources  
Bachelor of Arts  
Special responsibilities: Clinical Governance and Performance Committee (Chair)  
Bass Coast and South Gippsland Clinical Council  
Clinical Advisory Council  
Audit, Risk and Finance Committee (December 2023 – June 2024)

Name: Anna Hall  
Position held: Director  
Qualifications: Bachelor of Engineering, Electrical and Computer  
GAICD - Graduate of the Australian Institute of Company Directors  
Special responsibilities: Audit, Risk and Finance Committee (Member: July 2023-December 2023: Chair:  
December 2023 – June 2024)

**Gippsland Health Network Limited**  
**Directors' Report**  
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Name: Ryan Brown  
Position held: Director  
Qualifications: GAICD - Graduate of the Australian Institute of Company Directors  
Australian Institute of Company Directors course for not-for-profit organisations  
Special responsibilities: CEO Performance and Remuneration Committee  
Wellington and East Gippsland Clinical Council  
Clinical Advisory Council

Name: Vicki Doherty  
Position held: Director  
Qualifications: Health Board Essentials - Victorian Healthcare Association  
GAICD - Graduate of the Australian Institute of Company Directors  
Master of Public Health  
Postgraduate Diploma in Education  
Bachelor of Science (Hons)  
Special responsibilities: Community Advisory Committee (December 2023 – June 2024)

**Meetings of directors**

The table below provides details of the number of board and committee meetings of board directors held and the attendance by each director for the year ended 30 June 2024:

	<b>Board Meetings</b>		<b>Audit, Risk &amp; Finance Committee</b>		<b>Clinical Governance &amp; Performance Committee</b>	
	Eligible	Attended	Eligible	Attended	Eligible	Attended
Mr Ryan Brown	12	11	-	-	-	-
Mr Murray Bruce	12	11	6	6	-	-
Dr Letitia Clark	12	11	-	-	4	4
Ms Vicki Doherty	6	6	-	-	-	-
Ms Anna Hall	12	12	6	6	-	-
Ms Julie Rogalsky	5	5	-	-	-	-
Ms Mary Sayers	12	12	3	3	4	4
Ms Therese Tierney	12	12	-	-	4	2
Mr Nathan Voll	12	12	3	3	-	-
Dr Elisabeth Wearne	12	12	-	-	-	-
	<b>Independent Director Selection and Remuneration Committee</b>		<b>CEO Performance and Remuneration Committee</b>		<b>Community Advisory Committee</b>	
	Eligible	Attended	Eligible	Attended	Eligible	Attended
Mr Ryan Brown	-	-	3	3	-	-
Mr Murray Bruce	3	3	-	-	-	-
Dr Letitia Clark	-	-	-	-	-	-
Ms Vicki Doherty	-	-	-	-	2	2
Ms Anna Hall	-	-	-	-	-	-
Ms Julie Rogalsky	-	-	1	1	2	2
Ms Mary Sayers	-	-	-	-	-	-
Ms Therese Tierney	-	-	3	3	-	-
Mr Nathan Voll	-	-	2	2	-	-
Dr Elisabeth Wearne	3	3	-	-	4	3

**Gippsland Health Network Limited  
Directors' Report  
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	Latrobe and Baw Baw Clinical Council		Wellington and East Gippsland Clinical Council		Bass Coast and South Gippsland Clinical Council	
	Eligible	Attended	Eligible	Attended	Eligible	Attended
Mr Ryan Brown	-	-	4	2	-	-
Mr Murray Bruce	-	-	-	-	-	-
Dr Letitia Clark	4	4	-	-	-	-
Ms Vicki Doherty	-	-	-	-	-	-
Ms Anna Hall	-	-	-	-	-	-
Ms Julie Rogalsky	-	-	-	-	-	-
Ms Mary Sayers	-	-	-	-	4	3
Ms Therese Tierney	-	-	-	-	-	-
Mr Nathan Voll	-	-	-	-	-	-
Dr Elisabeth Wearne	-	-	-	-	-	-

**Note:**

PHN Chair is invited to attend all sub-committee, advisory and clinical council meetings, but is not a member of all.

\*Ms Andrea Buckland is an independent member of the Audit, Risk and Finance Committee from June 2022 but is not a Director.

\*\* Mr Ian Gibson, Mr Ormond Pearson and Ms Lisa Price are independent members of the Independent Director Selection and Remuneration Committee but are not Directors.

**Indemnification of officer or auditor**

The company has paid an annual premium to insure the Directors' and Officers' against liabilities incurred in their respective capacities. Under the policy, details of the premium are confidential.

**Proceedings on behalf of the company**

No person has applied for leave of Court to bring proceedings on behalf of the Company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

The company was not a party to any such proceedings during the financial period.

**Contributions on winding up**

The company is incorporated under the *Corporations Act 2001* and is a company limited by guarantee. If the company is wound up the constitution states that each member is required to contribute a maximum of \$50 towards meeting any outstanding obligations of the company. At 30 June 2024 the total amount that members of the company are liable to contribute if the company is wound up is \$1,750.

**Auditor's independence declaration**

A copy of the auditor's independence declaration as required under section 60.40 of the *Australian Charities and Not-for-Profit Commission Act 2012* is set out on page 9 of this financial statement.

Signed in accordance with a resolution of the board of directors:



Mr Nathan Voll  
Chair



Dr Letitia Clark  
Deputy Chair

18 September 2024



Andrew Frewin Stewart  
61 Bull Street Bendigo VIC 3550  
ABN: 65 684 604 390  
afs@afsbendigo.com.au  
03 5443 0344

## Lead auditor's independence declaration under section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* to the Directors of Gippsland Health Network Limited

As lead auditor for the audit of Gippsland Health Network Limited for the year ended 30 June 2024, I declare that, to the best of my knowledge and belief, there have been:

- i) no contraventions of the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit, and
- ii) no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink, appearing to read 'Andrew Frewin Stewart', is positioned above the printed name.

**Andrew Frewin Stewart**  
61 Bull Street, Bendigo Vic 3550  
Dated this 18<sup>th</sup> day of September 2024

A handwritten signature in black ink, appearing to read 'A. Downing', is positioned above the printed name.

**Adrian Downing**  
Lead Auditor

**Gippsland Health Network Limited**  
**Statement Of Profit Or Loss And Other Comprehensive Income**  
**For the year ended 30 June 2024**

	<b>Note</b>	<b>2024</b> \$	<b>2023</b> \$
<b>Revenue and other income</b>	3	39,710,647	38,017,721
<b>Expenses</b>			
Program delivery expenses		(28,488,704)	(26,018,437)
Employee benefits expense		(7,413,005)	(6,883,943)
Administration expenses		(2,105,941)	(3,303,993)
Office expenses		(797,636)	(958,526)
Depreciation expense	4	(275,970)	(300,820)
Finance expenses		(73,419)	(22,432)
Occupancy expenses		(234,626)	(219,651)
Travel expenses		(90,557)	(37,683)
<b>Surplus before income tax expense</b>		230,789	272,236
Income tax expense	1	-	-
<b>Surplus after income tax expense for the year attributable to the members of Gippsland Health Network Limited</b>		230,789	272,236
Other comprehensive income for the year, net of tax		-	-
<b>Total comprehensive income for the year attributable to the members of Gippsland Health Network Limited</b>		<u>230,789</u>	<u>272,236</u>

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

**Gippsland Health Network Limited**  
**Statement Of Financial Position**  
**As at 30 June 2024**

	Note	2024 \$	2023 \$
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	5	17,713,558	17,178,965
Trade and other receivables	6	2,077,759	743,984
Total current assets		<u>19,791,317</u>	<u>17,922,949</u>
<b>Non-current assets</b>			
Property, plant and equipment	7	259,716	275,638
Right-of-use assets	8	928,339	1,138,980
Total non-current assets		<u>1,188,055</u>	<u>1,414,618</u>
<b>Total assets</b>		<u>20,979,372</u>	<u>19,337,567</u>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	9	7,128,487	7,631,021
Grants in advance and grants refundable	10	9,071,703	6,944,613
Lease liabilities	11	253,364	226,355
Employee entitlements	12	604,180	596,465
Total current liabilities		<u>17,057,734</u>	<u>15,398,454</u>
<b>Non-current liabilities</b>			
Lease liabilities	11	711,132	924,851
Employee entitlements	12	154,684	189,229
Total non-current liabilities		<u>865,816</u>	<u>1,114,080</u>
<b>Total liabilities</b>		<u>17,923,550</u>	<u>16,512,534</u>
<b>Net assets</b>		<u>3,055,822</u>	<u>2,825,033</u>
<b>Equity</b>			
Retained surplus		<u>3,055,822</u>	<u>2,825,033</u>
<b>Total equity</b>		<u>3,055,822</u>	<u>2,825,033</u>

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

**Gippsland Health Network Limited**  
**Statement Of Changes In Equity**  
**For the year ended 30 June 2024**

	<b>Retained Surplus \$</b>	<b>Total equity \$</b>
Balance at 1 July 2022	2,552,797	2,552,797
Surplus after income tax expense for the year	272,236	272,236
Other comprehensive income for the year, net of tax	<u>-</u>	<u>-</u>
Total comprehensive income for the year	<u>272,236</u>	<u>272,236</u>
Balance at 30 June 2023	<u><u>2,825,033</u></u>	<u><u>2,825,033</u></u>
	<b>Retained Surplus \$</b>	<b>Total equity \$</b>
Balance at 1 July 2023	2,825,033	2,825,033
Surplus after income tax expense for the year	230,789	230,789
Other comprehensive income for the year, net of tax	<u>-</u>	<u>-</u>
Total comprehensive income for the year	<u>230,789</u>	<u>230,789</u>
Balance at 30 June 2024	<u><u>3,055,822</u></u>	<u><u>3,055,822</u></u>

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

**Gippsland Health Network Limited**  
**Statement Of Cash Flows**  
**For the year ended 30 June 2024**

	<b>Note</b>	<b>2024</b>	<b>2023</b>
		<b>\$</b>	<b>\$</b>
<b>Cash flows from operating activities</b>			
Receipts from customers (inclusive of GST)		39,753,636	36,522,329
Payments to suppliers and employees (inclusive of GST)		(39,656,109)	(35,908,542)
Interest received		750,326	360,389
Short term and low-value lease payments		(3,724)	(196,675)
Interest and other finance costs paid		<u>(73,419)</u>	<u>(22,432)</u>
Net cash from operating activities	13	<u>770,710</u>	<u>755,069</u>
Net cash from investing activities		<u>-</u>	<u>-</u>
<b>Cash flows from financing activities</b>			
Repayment of lease liabilities		<u>(236,117)</u>	<u>(326,292)</u>
Net cash used in financing activities		<u>(236,117)</u>	<u>(326,292)</u>
Net increase in cash and cash equivalents		534,593	428,777
Cash and cash equivalents at the beginning of the financial year		<u>17,178,965</u>	<u>16,750,188</u>
Cash and cash equivalents at the end of the financial year	5	<u><u>17,713,558</u></u>	<u><u>17,178,965</u></u>

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

**Gippsland Health Network Limited**  
**Notes To The Financial Statements**  
**30 June 2024**

**Note 1. Significant accounting policies**

The financial statements are for Gippsland Health Network Limited (herein referred to as Gippsland Health Network) as an individual entity, incorporated and domiciled in Australia. Gippsland Health Network Limited is a not-for-profit company limited by guarantee and is primarily involved in:

- healthcare systems and redeveloping models of care across the Gippsland PHN catchment through transparent planning, ongoing engagement, collaboration where and whenever possible, and resource allocation based on strong evaluation and evidence
- funding organisations, communities, and partners through good governance practice, regular and accurate reporting, quality staff expertise and by actively building a highly reputable, respected and valued organisation.

**Basis of preparation**

These general purpose financial statements have been prepared in accordance with the Australian Accounting Standards - Simplified Disclosures issued by the Australian Accounting Standards Board ('AASB') and the *Australian Charities and Not-for-profits Commission Act 2012*.

The company does not have 'public accountability' as defined in AASB 1053: *Application of Tiers of Australian Accounting Standards* and is therefore eligible to apply the 'Tier 2' reporting framework under Australian Accounting Standards.

The financial statements comply with the recognition and measurement requirements of Australian Accounting Standards, the presentation requirements in those Standards as modified by AASB 1060: *General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities* (AASB 1060) and the disclosure requirements in AASB 1060.

Accordingly, the financial statements comply with Australian Accounting Standards – Simplified Disclosures.

The financial statements were authorised for issue on 18 September 2024 by the directors of Gippsland Health Network.

**Going concern**

The financial report has been prepared on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and the settlement of liabilities in the ordinary course of business.

**Functional and presentation currency and rounding**

These financial statements are presented in Australian dollars, which is Gippsland Health Networks' functional currency. The amounts have been rounded to the nearest dollar.

**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 higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 2.

**Income tax**

No provision for income tax has been raised as Gippsland Health Network is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997* as a charity registered under the *Australian Charities and Not-for-profits Commission Act 2012*.

**Impairment of assets**

At the end of each reporting period, Gippsland Health Network 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 of disposal and value in use, to the asset's carrying amount.

**Comparative figures**

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

**Note 1. Significant accounting policies (continued)**

**Economic dependence**

Gippsland Health Network is dependent on the Australian Government Department of Health for a material amount of its revenue used to operate the business. At the date of this report, the board of directors believe the Department of Health will continue to support Gippsland Health Network.

**Adoption of new and revised accounting standards**

The company has adopted all of the new or amended Accounting Standards and Interpretations issued by the AASB that are mandatory for the current financial year. A description of the impact of new or amended Accounting Standards and Interpretations that have had a material impact on the company during the current financial year is outlined below:

*AASB 2021-2 Amendments to Australian Accounting Standards – Disclosure of Accounting Policies and Definition of Accounting Estimates* is mandatory for annual reporting periods beginning on or after 1 January 2023 and was adopted by the company in the preparation of the 30 June 2024 financial statements.

AASB 2021-2 includes amendments to AASB 101 *Presentation of Financial Statements*, requiring the company to disclose material accounting policy information in its financial statements rather than significant accounting policies which was required in previous financial years. Accounting policy information is material if it, when considered with other information, could reasonably be expected to influence decisions of primary users based on the financial statements.

Adoption of AASB 2021-2 has had no impact on the numerical information disclosed in the company's financial statements. Rather, adoption has required the company to remove significant accounting policy information from the notes to the financial statements that is not considered material.

**Accounting standards issued but not yet effective**

An assessment of accounting standards and interpretations issued by the AASB that are not yet mandatorily applicable to the company has been performed. No new or amended Accounting Standards or Interpretations that are not mandatory have been early adopted, nor are they expected to have a material impact on the company in future financial years.

The accounting policies that are material to the company are set out either in the respective notes or below. The accounting policies adopted are consistent with those of the previous financial year, unless otherwise stated.

**Note 2. Critical accounting judgements, estimates and assumptions**

The following are the critical judgements, apart from those involving estimations that the directors have made in the process of applying Gippsland Health Network's accounting policies. These judgements have the most significant effect on the amounts recognised in the financial statements.

*Annual leave*

For the purpose of measurement, AASB 119 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. Gippsland Health Network expects most employees will take their annual leave entitlements within 24 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 entitlements.

*Long service leave calculation*

Gippsland Health Network assesses the long service leave liability in accordance with the requirements of AASB 119: *Employee Benefits* and applies probability factors reducing the balance of the liability on employees' balances that have not reached their vesting period i.e. not entitled to be paid out as at 30 June 2024. The probability factors are increased as the respective employees' years of service increase and are provided for at 100% probability at vesting period (in accordance with employment conditions).

*Useful lives of property, plant and equipment*

Gippsland Health Network reviews the estimated useful lives of property, plant and equipment at the end of each annual reporting period.

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

*Impairment*

Gippsland Health Network assesses impairment at each reporting period by evaluating the conditions and events specific to Gippsland Health Network that may be indicative of impairment triggers. Recoverable amount of the relevant assets are reassessed using the value-in-use calculation which incorporates various key assumptions.

*Identifying performance obligations under AASB 15*

To identify a performance obligation under AASB 15: *Revenue from Contracts with Customers*, 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.

*Lease term and option to extend under AASB 16*

The lease term is a significant component in the measurement of both the right-of-use asset and lease liability. Judgement is exercised in determining whether there is reasonable certainty that an option to extend the lease or purchase the underlying asset will be exercised, or an option to terminate the lease will not be exercised, when ascertaining the periods to be included in the lease term. In determining the lease term, all facts and circumstances that create an economical incentive to exercise an extension option, or not to exercise a termination option, are considered at the lease commencement date. Factors considered may include:

- the importance of the asset to the Gippsland Health Network's operations
- comparison of terms and conditions to prevailing market rates
- incurrence of significant penalties
- existence of significant leasehold improvements, and
- the costs and disruption to replace the asset.

Gippsland Health Network reassesses whether it is reasonably certain to exercise an extension option, or not exercise a termination option, if there is a significant event or significant change in circumstances.

*Borrowing rate under AASB 16*

The lease payments are discounted using the interest rate implicit in the lease. If that rate cannot be readily determined, which is generally the case for Gippsland Health Network's leases, Gippsland Health Network's incremental borrowing rate is used, being the rate Gippsland Health Network would have to pay to borrow the funds necessary to obtain an asset of similar value to the right-of-use asset in a similar economic environment with similar terms, security and conditions.

To determine the incremental borrowing rate, Gippsland Health Network:

- where possible, uses recent third-party financing received by the individual lessee as a starting point, adjusted to reflect changes in financing conditions since third party financing was received
- makes adjustments specific to the lease, eg term, country, currency and security.

**Note 3. Revenue and other income**

	2024 \$	2023 \$
<i>Revenue from government grants and other grants</i>		
Core grant revenue – Primary Health Network	30,857,049	31,216,161
Other grant revenue	6,729,594	4,826,336
	<u>37,586,643</u>	<u>36,042,497</u>
<i>Other income</i>		
Administration fees	946,514	1,033,250
Interest income	750,326	360,389
Sundry income	427,164	581,585
	<u>2,124,004</u>	<u>1,975,224</u>
Revenue and other income	<u><u>39,710,647</u></u>	<u><u>38,017,721</u></u>

**Gippsland Health Network Limited**  
**Notes To The Financial Statements**  
**30 June 2024**

**Note 3. Revenue and other income (continued)**

*Disaggregation of revenue*

The company has disaggregated revenue from contracts with customers by the nature of revenue.

	<b>2024</b>	<b>2023</b>
	\$	\$
<b>Funding body</b>		
Department of Health and Aged Care (Commonwealth)	32,031,734	30,834,854
Department of Health (Victoria)	4,943,566	3,610,537
Department of Education and Training	154,039	150,282
North Western Melbourne PHN	212,916	207,801
Western VIC/Murray/Gippsland PHNs	101,246	438,169
Cancer Shared Centre	86,496	397,018
Australian General Practice Training	34,233	118,917
Australian Digital Health Agency	-	55,000
Royal Flying Doctor Service	-	40,250
Melbourne East GP Network	-	15,000
The Commonwealth of Australia	-	113,916
Other	22,413	60,753
	<u>37,586,643</u>	<u>36,042,497</u>

Gippsland Health Network's revenue and income disaggregated by pattern of revenue recognition is as follows:

	<b>2024</b>	<b>2023</b>
	\$	\$
Services transferred over time	<u>37,586,643</u>	<u>36,042,497</u>

**Accounting policy for revenue recognition**

The company recognises revenue as follows:

*Grant revenue*

Revenue arises mainly from the receipt of grants from the Department of Health, Federal Government and State Government.

Gippsland Health Network enters into transactions involving a number of performance obligations. In these cases, the total transaction price for the contract is allocated amongst the various performance obligations based on their relative stand-alone selling prices, as detailed in the customer approved Activity Work Plan. The transaction price for a contract excludes any amounts collected on behalf of a third party.

Revenue is recognised over time, when (or as) Gippsland Health Network satisfies performance obligations by transferring the promised goods or services to its customer, as detailed in the customer approved Activity Work Plan.

Gippsland Health Network recognises grants in advance for consideration received in respect of unsatisfied performance obligations and reports these amounts as liabilities in the Statement of Financial Position. Similarly, if Gippsland Health Network satisfies a performance obligation before it receives the consideration, Gippsland Health Network recognises either a contract asset or a receivable in its Statement of Financial Position, depending on whether something other than the passage of time is required before the consideration is due.

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

**Gippsland Health Network Limited**  
**Notes To The Financial Statements**  
**30 June 2024**

**Note 4. Surplus for the year**

Surplus for the year, before income tax, is arrived at after taking into consideration the following expenses:

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<i>Depreciation expense:</i>		
Buildings	15,922	15,662
Plant and equipment	-	2,909
Right-of-use assets	260,048	282,249
	<u>275,970</u>	<u>300,820</u>
Total depreciation expenses	<u>275,970</u>	<u>300,820</u>

**Note 5. Cash and cash equivalents**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<i>Current assets</i>		
Cash on hand	17,942	15,938
Cash at bank	17,695,616	17,163,027
	<u>17,713,558</u>	<u>17,178,965</u>
Total cash and cash equivalents	<u>17,713,558</u>	<u>17,178,965</u>

**Note 6. Trade and other receivables**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<i>Current assets</i>		
Trade receivables	45,243	292,450
Other receivables	2,032,516	451,534
	<u>2,077,759</u>	<u>743,984</u>
Total trade and other receivables	<u>2,077,759</u>	<u>743,984</u>

**Accounting policy for trade and other receivables**

Gippsland Health Network has applied the simplified approach to measuring expected credit losses, which uses a lifetime expected credit loss allowance. To measure the expected credit loss, trade receivables are grouped on days overdue.

**Recognition of expected credit losses in financial statements**

Other receivables are recognised at amortised cost, less any allowance for expected credit losses. There were no allowances for expected credit losses on other receivables. There was no provision for impairment of receivables at balance date, nor were there any provision movements or amounts written off during the year.

**Gippsland Health Network Limited**  
**Notes To The Financial Statements**  
**30 June 2024**

**Note 7. Property, plant and equipment**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<i>Non-current assets</i>		
Land - at cost	166,000	166,000
Buildings - at cost	280,000	280,000
Less: Accumulated depreciation	(186,284)	(170,362)
	<u>93,716</u>	<u>109,638</u>
Computer equipment - at cost	207,804	207,804
Less: Accumulated depreciation	(207,804)	(207,804)
	<u>-</u>	<u>-</u>
Total property, plant and equipment	<u><u>259,716</u></u>	<u><u>275,638</u></u>

*Reconciliations*

Reconciliations of the written down values at the beginning and end of the current financial year are set out below:

	Land	Buildings	Total
	\$	\$	\$
Balance at 1 July 2023	166,000	109,638	275,638
Depreciation expense	<u>-</u>	<u>(15,922)</u>	<u>(15,922)</u>
Balance at 30 June 2024	<u><u>166,000</u></u>	<u><u>93,716</u></u>	<u><u>259,716</u></u>

**Accounting policy for property, plant and equipment**

Each class of property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment losses.

**Note 8. Right-of-use assets**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Leased photocopiers	30,086	36,611
Less: Accumulated depreciation	(30,086)	(17,289)
	<u>-</u>	<u>19,322</u>
Leased properties	1,898,252	1,982,612
Less: Accumulated depreciation	(1,043,926)	(912,996)
	<u>854,326</u>	<u>1,069,616</u>
Leased motor vehicles	148,373	191,953
Less: Accumulated depreciation	(74,360)	(141,911)
	<u>74,013</u>	<u>50,042</u>
	<u><u>928,339</u></u>	<u><u>1,138,980</u></u>

**Gippsland Health Network Limited**  
**Notes To The Financial Statements**  
**30 June 2024**

**Note 8. Right-of-use assets (continued)**

*Movements in carrying amounts*

Movements in carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.

	Leased photocopiers \$	Leased properties \$	Leased motor vehicles \$	Total \$
Balance at 1 July 2023	19,322	1,069,616	50,042	1,138,980
Additions	-	-	56,280	56,280
Disposals	(6,873)	-	-	(6,873)
Depreciation expense	(12,449)	(215,290)	(32,309)	(260,048)
Balance at 30 June 2024	<u>-</u>	<u>854,326</u>	<u>74,013</u>	<u>928,339</u>

**Accounting policy for right-of-use assets**

Right-of-use assets are recognised and measured in accordance with AASB 16.

**Note 9. Trade and other payables**

	2024 \$	2023 \$
<i>Current liabilities</i>		
Trade payables	768,406	1,187,343
Accrued expenses and other payables	6,260,319	6,338,896
PAYG tax payable	99,762	104,782
	<u>7,128,487</u>	<u>7,631,021</u>
	2024 \$	2023 \$
<i>Financial liabilities classified as loans and receivables</i>		
Total trade and other payables	7,128,487	7,631,021
PAYG tax payable	(99,762)	(104,782)
	<u>7,028,725</u>	<u>7,526,239</u>

**Accounting policy for trade and other payables**

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

**Note 10. Grants in advance and grants refundable**

	2024 \$	2023 \$
<i>Current liabilities</i>		
Grants in advance – Primary Health Network	<u>9,071,703</u>	<u>6,944,613</u>

**Accounting policy for grants in advance**

Grants in advance represent Gippsland Health Network's obligation to transfer goods or services to a customer and are recognised when a customer pays consideration, or when Gippsland Health Network recognises a receivable to reflect its unconditional right to consideration (whichever is earlier) before Gippsland Health Network has transferred the goods or services to the customer.

**Gippsland Health Network Limited**  
**Notes To The Financial Statements**  
**30 June 2024**

**Note 11. Lease liabilities**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<i>Current liabilities</i>		
Lease liability	<u>253,364</u>	<u>226,355</u>
<i>Non-current liabilities</i>		
Lease liability	<u>711,132</u>	<u>924,851</u>
	<u><u>964,496</u></u>	<u><u>1,151,206</u></u>

**Accounting policy for lease liabilities**

Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following:

- future lease payments arising from a change in an index or a rate used
- residual guarantee
- lease term
- certainty of a purchase option and termination penalties.

When a lease liability is remeasured, an adjustment is made to the corresponding right-of use asset, or to profit or loss if the carrying amount of the right-of-use asset is fully written down.

**Note 12. Employee entitlements**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<i>Current liabilities</i>		
Annual leave	461,352	384,532
Long service leave	<u>142,828</u>	<u>211,933</u>
	<u>604,180</u>	<u>596,465</u>
<i>Non-current liabilities</i>		
Long service leave	<u>154,684</u>	<u>189,229</u>
Total employee entitlements	<u><u>758,864</u></u>	<u><u>785,694</u></u>

**Accounting policy for employee benefits**

*Short-term employee benefits*

The current portion for this provision includes the total amount accrued for annual leave entitlements and the amounts accrued for long service leave entitlements that have vested due to employees having completed the required period of service.

*Long-term employee benefits*

The company classifies employee's long service leave entitlements as long-term employee benefits if they are not eligible to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Provision is made for the company's obligation for long-term employee benefits, which are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wages and salary levels, durations of service and employee departures, and are discounted at rates determined by reference to market yields at the end of the reporting period on high quality corporate bonds that have maturity dates the approximate the terms of the obligations.

**Gippsland Health Network Limited**  
**Notes To The Financial Statements**  
**30 June 2024**

**Note 13. Reconciliation of surplus to net cash from operating activities**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Surplus after income tax expense for the year	230,789	272,236
Adjustments for:		
Depreciation and amortisation	275,970	300,820
Change in operating assets and liabilities:		
Decrease/(increase) in trade and other receivables	(1,333,775)	299,546
Increase/(decrease) in trade and other payables	(502,534)	927,025
Increase/(decrease) in grants in advance and grants refundable	2,127,090	(1,287,834)
Increase/(decrease) in employee benefits	(26,830)	243,276
Net cash from operating activities	<u>770,710</u>	<u>755,069</u>

**Note 14. Members' guarantee**

The company is incorporated under the *Corporations Act 2001* and is a company limited by guarantee. If the company is wound up the constitution states that each member is required to contribute a maximum of \$50 towards meeting any outstanding obligations of the company. At 30 June 2024 the total amount that members of the company are liable to contribute if the company is wound up is \$1,750 (2023: \$2,850).

**Note 15. Key management personnel compensation**

Any person(s) having authority or responsibility for planning and controlling the activities of the company, directly or indirectly, including any director (whether executive or otherwise) of that entity is considered key management personnel (KMP).

The totals of remuneration paid to KMP of the company during the financial year are as follows:

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
KMP compensation	<u>993,763</u>	<u>1,121,216</u>

<b>Name</b>	<b>Position Title</b>
Mr Nathan Voll	Chair
Ms Therese Tierney	Director
Mr Murray Bruce	Director
Dr Elisabeth Wearne	Director
Dr Letitia Clark	Director
Ms Mary Sayers	Director
Ms Anna Hall	Director
Mr Ryan Brown	Director
Ms Vicki Doherty	Director
Ms Julie Rogalsky	Director
Amanda Proposch	Chief Executive Officer
Angela Jacob	Executive Director Operations
Steve Morgan	Executive Director Corporate Services
Debra Allen	Acting Executive Director Corporate Services

**Gippsland Health Network Limited**  
**Notes To The Financial Statements**  
**30 June 2024**

**Note 16. Auditor's remuneration**

During the financial year the following fees were paid or payable for services provided by, the auditor of Gippsland Health Network:

	2024 \$	2023 \$
<i>Audit services:</i>		
Audit of the financial statements - Andrew Frewin Stewart	22,500	22,500
Completion of acquittal audit - Andrew Frewin Stewart	11,000	11,000
	<u>33,500</u>	<u>33,500</u>
<i>Other non-audit services:</i>		
Preparation of financial statements - Andrew Frewin Stewart	<u>1,500</u>	<u>1,500</u>

**Note 17. Related party transactions**

Related parties include close family members of KMP and entities that are controlled or jointly controlled by those KMP, individually or collectively with their close family members.

Transactions with related parties are on normal commercial terms and conditions no more favourable than those available to other persons unless otherwise stated. Transactions with related parties are detailed below:

Latrobe Community Health Service is a contracted service provider for various programs. Murray Bruce and Nathan Voll are Board Directors of Latrobe Community Health Service. The total value of these transactions is \$5,995,140 (2023: \$4,070,098).

Gippsland & East Gippsland Aboriginal Cooperative is a contracted service provider for various programs. Dr Liz Wearne is employed in a decision-making capacity at Gippsland & East Gippsland Aboriginal Cooperative. The total value of these transactions is \$605,354 (2023: \$802,321).

West Gippsland Health Care Group is a contracted service provider. Dr Letitia Clark is CMO at West Gippsland Health Care Group. The total value of these transactions is \$35,000 (2023: \$27,260).

East Gippsland Water provide water to Bairnsdale Units. Therese Tierney is an independent member of East Gippsland Water's Audit and Risk Committee. The total value of these transactions is \$2,056 (2023: \$2,233).

Omeo District Health Board is a contracted service provider for various programs. Ryan Brown is a director of Omeo District Health Board. The total value of these transactions is \$100,523 (2023: \$205,589).

Julie Rogalsky has a position at Bairnsdale Regional Health Service. The total value of these transactions is \$268,772 (2023: \$93,934).

Anna Hall has a position at headspace Youth Mental Health. The total value of these transactions is \$4,850,062 (2023: \$3,625,409).

Quantum Support Services is a contracted service provider of which Nathan Voll is a related party. The total value of these transactions is \$998,214.

There were no other related party transactions during the year.

**Note 18. Capital expenditure commitments**

No capital expenditure commitments were contracted for at year end (2023: nil).

**Gippsland Health Network Limited**  
**Notes To The Financial Statements**  
**30 June 2024**

**Note 19. Events after the reporting period**

No matters or circumstances have arisen since the end of the financial year which significantly affect or may significantly affect the operations of Gippsland Health Network, the results of those operations or the state of affairs of Gippsland Health Network in future financial years.

**Note 20. Contingent assets and liabilities**

*Contingent assets*

Gippsland Health Network is not aware of any contingent assets as at 30 June 2024 (2023: nil).

*Contingent liabilities*

Gippsland Health Network is not aware of any contingent liabilities at 30 June 2024 (2023: nil).

**Note 21. Company Details**

The registered office and principal place of business of the company is:

Gippsland Health Network Limited  
 11 Seymour Street  
 Traralgon Victoria 3844

**Note 22. Financial risk management**

The company's financial instruments consist mainly of deposits with banks, short-term deposits, accounts receivable and payable and lease liabilities.

The totals for each category of financial instruments, measured in accordance with AASB 9 as detailed in the accounting policies to these financial statements, are as follows:

	<b>Note</b>	<b>2024</b> \$	<b>2023</b> \$
<b>Financial assets</b>			
Cash and cash equivalents	5	17,713,558	17,178,965
Trade and other receivables	6	2,077,759	743,984
Financial assets		19,791,317	17,922,949
<b>Financial liabilities</b>			
Trade and other payables	9	7,028,725	7,526,239
Lease liabilities	11	964,496	1,151,206
Financial liabilities		7,993,221	8,677,445

**Accounting policy for financial instruments**

*Financial assets*

The company subsequently measure cash and cash equivalents and trade and other receivables at amortised cost.

*Financial liabilities*

The company subsequently measure trade and other payables and lease liabilities at amortised cost.

A financial liability cannot be reclassified.

*Recognition of expected credit losses in financial statements*

The company recognises a loss allowance for expected credit losses using the simplified approach, as applicable under AASB 9.

**Gippsland Health Network Limited**  
**Directors' Declaration**  
**30 June 2024**

In accordance with a resolution by the directors of Gippsland Health Network Limited, the directors of the company declare that the financial statements and notes, as set out on pages 8 to 22, are in accordance with the *Australian Charities and Not-for-Profits Commission Act 2012* and:

- Comply with Australian Accounting Standards – Simplified Disclosures
- Give a true and fair view of the financial position of the company as at 30 June 2024 and of its performance for the financial year ended on that date.
- 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 section 60.12 of the *Australian Charities and Not-for-Profits Commission Act 2012*:



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Mr Nathan Voll  
Chair



---

Dr Letitia Clark  
Deputy Chair

18 September 2024



Andrew Frewin Stewart  
61 Bull Street Bendigo VIC 3550  
ABN: 65 684 604 390  
afs@afsbendigo.com.au  
03 5443 0344

# Independent auditor's report to the Directors of Gippsland Health Network Limited

## Report on the audit of the financial statements

### Opinion

We have audited the financial report of Gippsland Health Network Limited (the company), which comprises:

- Statement of financial position as at 30 June 2024
- Statement of profit or loss and other comprehensive income for the year then ended
- Statement of changes in equity for the year then ended
- Statement of cash flows for the year then ended
- Notes comprising a summary of significant accounting policies and other explanatory notes
- The directors' declaration of the company.

In our opinion, the financial report of Gippsland Health Network Limited, is in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- i. giving a true and fair view of the company's financial position as at 30 June 2024 and of its financial performance for the year ended on that date, and
- ii. complying with Australian Accounting Standards - Simplified Disclosure and the Australian Charities and Not-for-profits Commission Regulations 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 company in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (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 audit opinion.



Andrew Frewin Stewart  
61 Bull Street Bendigo VIC 3550  
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## Directors' responsibility for the financial report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - Simplified Disclosure and the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the company'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 directors either intend to liquidate the company or cease operations, or have no realistic alternative but to do so.

## Auditor's responsibility 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. Misstatement can arise from fraud or error and are considered material if, individually or in 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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.



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- Conclude on the appropriateness of the directors' 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 company'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 company 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.
- Communicate with the directors 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.

A handwritten signature in black ink, appearing to read 'Andrew Frewin Stewart', is positioned above the printed name.

**Andrew Frewin Stewart**  
61 Bull Street, Bendigo, 3550  
Dated this 18<sup>th</sup> day of September 2024

A handwritten signature in black ink, appearing to read 'A. Downing', is positioned above the printed name.

**Adrian Downing**  
Lead Auditor