
Health Futures Australia Ltd

ABN: 64 626 458 562

Financial Statements

For the Year Ended 30 June 2021

Health Futures Australia Ltd

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30 June 2021

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Health Futures Australia Ltd

Directors' Report

For the Year Ended 30 June 2021

Your directors present their report on Health Futures Australia Ltd for the year ended 30 June 2021. In order to comply with the provisions of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) the directors report as follows:

Directors

The names of each person who has been a director during the year and to the date of this report are:

Rob Moodie

Dr Shelley Bowen

Rebecca Johanson

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

Principal Activities

Health Futures Australia Ltd is a health promotion charity with the mission of mobilising a systemic change approach to health and wellbeing and the prevention of chronic disease.

Significant Changes

In the previous financial year, a global pandemic caused by the COVID-19 Coronavirus (COVID-19) was declared. To contain the spread of COVID-19 and prioritise the health and safety of our community, Health Futures Australia Ltd was required to comply with various restrictions announced by the Commonwealth and State Governments, which in turn, has continued to impact the way in which Health Futures Australia Ltd operates.

Health Futures Australia Ltd introduced a range of measures in both the prior and current year, including:

- implementing work from home arrangements where appropriate

As restrictions eased towards the end of the financial year Health Futures Australia Ltd were able to revise some measures where appropriate. Subsequent to year end however, the Victorian Government issued further lockdown restrictions for regional Victoria commencing 21 August, with lockdown restrictions lifting in some local government areas from 10 September 2021. During this period of time Health Futures Australia Ltd have reintroduced such measures.

Health Futures Australia Ltd's revenue targets have been significantly impacted by COVID-19. Operationally however, as an agile start up with low overheads and staff working from home 80% of the time pre COVID-19, it has generally been business as usual. The area of greatest impact has been grant funding performance, where government and industry have pivoted to COVID-19 specific programs. Hence significant prospects for funding pre COVID-19 have either been delayed or have required the company to strategically pivot, for example, increasing the focus on prevention programs that target youth, vulnerable communities and rural and regional employment creation.

During the financial year, Health Futures Australia Ltd launched a fundraising campaign effective 1 December 2020 for the Healthy Lunch Kitchen. During the year ended 30 June 2021 the program generated \$36,228 in income and incurred \$36,006 in expenditure. Whilst the Healthy Lunch Kitchen generated a surplus of \$222, the directors recognise that no indirect overheads have been allocated to the project for leadership and management, monitoring and evaluation, marketing and community engagement and financial and business services.

No further significant changes in the company's state of affairs occurred during the financial year.

Health Futures Australia Ltd

Directors' Report

For the Year Ended 30 June 2021

Review of Operations

During the year, the company continued to engage in its principal activity, the results of which are disclosed in the attached financial statements.

The deficit of the company for the financial year ended 30 June 2021 was \$178,284 (Period ended 30 June 2020: \$3,141 surplus).

Member Guarantee

Health Futures Australia Ltd is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each member and any person or association who ceased to be a member in the year prior to winding up, is limited to \$10, subject to the provisions of the company's constitution.

At 30 June 2021 the collective liability of the members was \$30 (2020: \$30).

After Balance Date Events

The COVID-19 pandemic has created unprecedented economic uncertainty. Actual economic events and conditions in the future may be materially different from those estimated by Health Futures Australia Ltd at reporting date. Management recognises that it is difficult to reliably estimate with any degree of certainty the potential impact of the pandemic after the reporting date on Health Futures Australia Ltd, its operations, its future results and financial position. The state of emergency in Victoria was extended on 23 September 2021 until 21 October 2021.

No other matters or circumstances have arisen since the end of the financial year which significantly affected or may affect the operations of Health Futures Australia Ltd, the results of the operations or the state of affairs of Health Futures Australia Ltd in future financial years.

Meetings of Directors

During the financial year, 6 meetings of directors were held. Attendances by each director were as follows:

	Eligible	Attended
Rob Moodie	6	6
Dr Shelley Bowen	6	6
Rebecca Johanson	6	6

Auditor's Independence Declaration

The lead auditor's independence declaration for the year ended 30 June 2021 has been received and can be found on page 3 of the financial reports.

The directors' report is signed in accordance with a resolution by the board of directors:



Rob Moodie, Chairperson
Dated this 4th day of October 2021



Dr Shelley Bowen, Managing Director
Dated this 4th day of October 2021

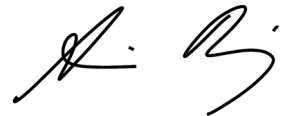
Lead auditor's independence declaration under section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012 to the directors of Health Futures Australia Ltd

As lead auditor for the review of Health Futures Australia Ltd for the year ended 30 June 2021, 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 review; and
- ii) no contraventions of any applicable code of professional conduct in relation to the review.



Andrew Frewin Stewart
61 Bull Street, Bendigo Vic 3550
Dated this 4th day of October 2021



Adrian Downing
Lead Auditor

Health Futures Australia Ltd

Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 30 June 2021

	Note	2021 \$	2020 \$
Income			
Contract deliverables		103,869	422,509
Other income	2	113,302	75,157
Interest income		472	858
Healthy Lunch Kitchen fundraising income		20,408	-
Healthy Lunch Kitchen other income		15,820	-
Total income		253,871	498,524
Expenses			
Advertising		2,241	-
Auditors fees		4,600	3,000
Bank fees		41	24
Bookkeeping		16,500	21,038
Catering & venue		-	6,469
Computer items		136	-
Consulting & accounting		68,812	142,091
Healthy Lunch Kitchen expenses		12,682	-
Insurance		5,129	4,833
Low cost assets		-	814
Office expenses		277	191
Project direct expenses		4,027	3,003
Printing & stationery		432	956
Repairs & maintenance		70	-
Staff development		236	110
Subscriptions		1,420	1,864
Superannuation - Healthy Lunch Kitchen		1,900	-
Superannuation		20,868	23,079
Telephone & internet		330	2,188
Transcribes		962	178
Travel & accomodation		15	967
Wages & salaries - Healthy Lunch Kitchen		20,715	-
Wages & salaries		269,563	283,342
Workcover - Healthy Lunch Kitchen		709	-
Workcover		490	1,236
Total expenses		432,155	495,383
Current year surplus/(deficit)		(178,284)	3,141
Retained surplus at the beginning of the financial year		280,603	277,462
Retained surplus at the end of the financial year		102,319	280,603

The accompanying notes form part of these financial statements

Health Futures Australia Ltd

Statement of Financial Position

As at 30 June 2021

	Note	2021 \$	2020 \$
Current assets			
Cash and cash equivalents	3	218,146	289,566
Trade and other receivables	4	1,285	51,902
Total current assets		219,431	341,468
Total assets		219,431	341,468
Current liabilities			
Trade and other payables	5	90,995	41,149
Provisions	6	23,432	19,716
Total current liabilities		114,427	60,865
Non Current liabilities			
Provisions	6	2,685	-
Total non current liabilities		2,685	-
Total liabilities		117,112	60,865
Net assets		102,319	280,603
Equity			
Retained surplus		102,319	280,603
Total equity		102,319	280,603

Health Futures Australia Ltd

Statement of Changes in Equity

For the Year Ended 30 June 2021

	Retained Surplus \$	Total Equity \$
Balance at 1 July 2019	277,462	277,462
Surplus for the year	3,141	3,141
Balance at 30 June 2020	280,603	280,603
Deficit for the year	(178,284)	(178,284)
Balance at 30 June 2021	102,319	102,319

Health Futures Australia Ltd

Statement of Cash Flows

For the Year Ended 30 June 2021

	Note	2021 \$	2020 \$
Cash flows from operating activities			
Receipts from operations		321,421	620,764
Payments to suppliers and employees		(393,313)	(461,945)
Interest received		472	858
Net cash provided by / (used in) operating activities	7	(71,420)	159,677
Net increase / (decrease) in cash held		(71,420)	159,677
Cash and cash equivalents at the beginning of the financial year		289,566	129,889
Cash and cash equivalents at the end of the financial year	3	218,146	289,566

Health Futures Australia Ltd

Notes to the Financial Statements

For the Year Ended 30 June 2021

Note 1. Summary of Significant Accounting Policies

The financial statements cover Health Futures Australia Ltd as in individual entity, incorporated and domiciled in Australia. Health Futures Australia Ltd is a company limited by guarantee.

The financial statements were authorised for issue on 4 October 2021 by the directors of the entity.

Financial Reporting Framework

The directors have prepared the financial statements on the basis that the company is a non-reporting entity because there are no users dependent on general purpose financial statements. These financial statements are therefore special purpose financial statements have been prepared in order to meet the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Statement of Compliance

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the *Australian Charities and Not-for-profits Commission Act 2012*, the basis of accounting specified by all Australian Accounting Standards and Interpretations, and the disclosure requirements of Accounting Standards AASB 101: *Presentation of Financial Statements*, AASB 107: *Cash Flow Statements*, AASB 108: *Accounting Policies, Changes in Accounting Estimates and Errors*, AASB 1031: *Materiality* and AASB 1054: *Australian Additional Disclosures* with the exception of the following accounting standards applicable from 1 January 2019:

- AASB 15: *Revenue from Contracts with Customers*
- AASB 16: *Leases*
- AASB 1058: *Income of Not-for-profit Entities*

The company has further concluded that the requirements set out in AASB 10 and AASB 128 are not applicable as the initial assessment on its interest in other entities indicated that it does not have any subsidiaries, associates or joint ventures.

Basis of Preparation

The financial statements, except for the cash flow information, have been prepared on an accrual basis and are based on historical costs unless otherwise stated in the notes. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise. The amounts presented in the financial statements have been rounded to the nearest dollar.

Accounting Policies

(a) Revenue

Revenue is recognised on the following basis:

- Grants are recognised at their fair value where there is a reasonable assurance that the grant will be received and all attached conditions will be complied with.
- Event revenue is recognised when received or receivable.
- Other revenue is recognised when it is received or when the right to receive payment is established.

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

Health Futures Australia Ltd

Notes to the Financial Statements

For the Year Ended 30 June 2021

Note 1. Summary of Significant Accounting Policies (continued)

(b) Goods and services tax (GST)

Revenues, expenses, assets and liabilities are initially 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.

Cash flows are presented on a gross basis. The net GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

(c) Income tax

No provision for income tax has been raised as the company is exempt from income tax under Div. 50 of the *Income Tax Assessment Act 1997*.

(d) Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at-call with banks and other short-term highly liquid investments with original maturities of three months or less.

(e) Trade and other receivables

Trade and other receivables include amounts from customers for services performed 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 liability outstanding at the end of the reporting period for goods and services received by the entity during the reporting period, which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(g) Financial instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the company becomes a party to the contractual provisions to the instrument. For financial assets, this is the date that the company commits itself to either the purchase or sale of the asset (i.e. trade date accounting is adopted).

Financial instruments (except for trade receivables) are initially recognised at fair value plus transaction costs. Trade receivables are initially measured at the transaction price if the trade receivables do not contain a significant financing component.

Health Futures Australia Ltd

Notes to the Financial Statements

For the Year Ended 30 June 2021

Note 1. Summary of Significant Accounting Policies (continued)

(g) Financial instruments (continued)

Classification and subsequent measurement

Financial liabilities

Financial liabilities are subsequently measured at amortised cost using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest expense in profit or loss over the relevant period. The effective interest rate is the internal rate of return of the financial asset or liability. That is, it is the rate that exactly discounts the estimated future cash flows through the expected life of the instrument to the net carrying at initial recognition.

A financial liability cannot be reclassified.

Health Futures Australia Ltd recognise trade and other payables in this category.

Financial assets

Financial assets are measured at amortised costs if both of the following criteria are met:

- the financial asset is managed solely to collect contractual cash flows and
- the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates.

Health Futures Australia Ltd recognise cash and cash equivalents and trade and other receivables in this category.

Derecognition

Derecognition refers to the removal of a previously recognised financial asset or financial liability from the Statement of Financial Position.

Financial liabilities

A liability is derecognised when it is extinguished (i.e. when the obligation in the contract is discharged, cancelled or expires). An exchange of an existing financial liability for a new one with substantially the same modified terms, or a substantial modification to the terms of a financial liability, is treated as an extinguishment of the existing liability and recognition of a new financial liability.

The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

Financial assets

A financial asset is derecognised when the holder's contractual rights to its cash flows expires, or the asset is transferred in such a way that all the risks and rewards of ownership are substantially transferred.

All the following criteria need to be satisfied for the derecognition of a financial asset:

- the right to receive cash flows from the asset has expired or been transferred
- all risk and rewards of ownership of the asset have been substantially transferred and
- the company no longer controls the asset (i.e. has no practical ability to make unilateral decision to sell the asset to a third party).

Health Futures Australia Ltd

Notes to the Financial Statements

For the Year Ended 30 June 2021

Note 1. Summary of Significant Accounting Policies (continued)

(g) Financial instruments (continued)

On derecognition of a financial asset measured at amortised cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in profit or loss.

Recognition of expected credit losses in financial statements

The company recognises a loss allowance for expected credit losses on financial assets that are measured at amortised cost.

Expected credit losses are the probability-weighted estimate of credit losses over the expected life of a financial instrument. A credit loss is the difference between all contractual cash flows that are due and all cash flows expected to be received, all discounted at the original effective interest rate of the financial instrument.

The company uses the simplified approach, as applicable under AASB 9. The simplified approach does not require tracking of changes in credit risk at every reporting period, but instead requires the recognition of lifetime expected credit loss at all times. The approach is applicable to trade receivables.

In measuring the expected credit loss, a provision matrix for trade receivables is used, taking into consideration various data to get to an expected credit loss (i.e. diversity of its customer base, appropriate groupings of its historical loss experience etc.).

At each reporting date, the company recognises the movement in the loss allowance as an impairment gain or loss in the Statement of Profit or Loss and Other Comprehensive Income.

The carrying amount of financial assets measured at amortised cost includes the loss allowance relating to that asset.

(h) Impairment of assets

At the end of each reporting period, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs of disposal and value in use, is compared to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in profit or loss.

Where the assets are not held primarily for their ability to generate net cash inflows – that is, they are specialised assets held for continuing use of their service capacity – the recoverable amounts are expected to be materially the same as fair value.

Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

(i) Employee benefits

Short term employee benefits

Provision is made for the company's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service, including salaries, wages, annual leave and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled. The entity's obligations for short-term employee benefits such as salaries and wages are recognised as part of current trade and other payables in the Statement of Financial Position.

Health Futures Australia Ltd

Notes to the Financial Statements

For the Year Ended 30 June 2021

Note 1. Summary of Significant Accounting Policies (continued)

(i) Employee benefits (continued)

Other long-term employee benefits

The company classifies employees' long service leave and annual leave entitlements as other long-term employee benefits as they are not expected 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 Entity's obligation for other 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 wage 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 government bonds that have maturity dates that approximate the terms of the obligations. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the changes occur.

The company's obligations for long-term employee benefits are presented as non-current liabilities in its Statement of Financial Position, except where the entity does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current liabilities.

(j) Comparative Figures

Comparative figures have been adjusted to conform to changes in presentation for the current financial year where required by accounting standards or as a result of changes in accounting policy.

(k) Judgements and Key Sources of Estimation Uncertainty

Impairment of assets

The company assesses impairment at each reporting period by evaluating the conditions and events specific to the company 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.

Annual leave

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 entity 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

The company 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 2021. 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). The probability rates have been determined based historical employee attrition data.

Health Futures Australia Ltd

Notes to the Financial Statements

For the Year Ended 30 June 2021

Note 1. Summary of Significant Accounting Policies (continued)

(l) Going concern

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

Health Futures Australia Ltd incurred a loss of \$178,284 for the year ended 30 June 2021 and have budgeted for a profit from 1 July 2021 to 30 June 2022 of \$26k which includes additional estimated revenues totalling \$153k for which there is currently no contract in place. Whilst this is a surplus, there is significant estimation uncertainty due to the COVID-19 pandemic that was declared in March 2020. Actual economic events and conditions in the future may therefore be materially different to those estimated by Health Futures Australia Ltd within the budget. This material uncertainty may cast doubt as to the company's ability to continue as a going concern and therefore, the company may be unable to realise its assets and discharge its liabilities in the normal course of business.

The Directors believe that the application of the going concern basis is appropriate however and expect to be able to secure the budgeted additional funding during the financial year.

	2021	2020
	\$	\$
Note 2. Other Income		
JobKeeper income	60,750	27,000
ATO cash flow boost	16,052	48,157
Funding received	10,000	-
Victorian business support grant	17,500	-
Internship - university subsidy	9,000	-
Total other income	113,302	75,157
Note 3. Cash and Cash Equivalents		
Cash at bank	217,343	287,989
VISA	803	1,577
Total cash and cash equivalents	218,146	289,566
Note 4. Trade and Other Receivables		
Trade receivables	1,028	10,450
ATO receivables	-	41,452
Shopify debtors	257	-
Total trade and other receivables	1,285	51,902

Health Futures Australia Ltd

Notes to the Financial Statements

For the Year Ended 30 June 2021

	2021	2020
Note 5. Trade and Other Payables	\$	\$
Trade payables	4,181	-
ATO payables	23,848	38,773
Superannuation payable	1,394	2,376
Prepaid income	61,572	-
Total trade and other payables	90,995	41,149

At 30 June 2021 the prepaid income balance included \$10,000 in Healthy Lunch Kitchen fundraising income. This donation was to be used to fund set-up costs, however due to project delays associated with COVID-19, the income has not yet been expended.

	2021	2020
Note 6. Provisions	\$	\$
<i>CURRENT</i>		
Provision for annual leave	23,432	19,716
<i>NON-CURRENT</i>		
Provision for long service leave	2,685	-
Total provisions	26,117	19,716

Note 6. Capital Commitments

No capital commitments contracted for at year end.

	2021	2020
Note 7. Cash Flow Information	\$	\$
Reconciliation of cash flow from operations with surplus / (deficit)		
Surplus/ (deficit)	(178,284)	3,141
Changes in assets and liabilities		
- (increase) / decrease in trade and other receivables	50,617	123,098
- increase / (decrease) in trade and other payables	49,846	13,722
- increase / (decrease) in provisions	6,401	19,716
Net cash flows provided by / (used in) operating activities	(71,420)	159,677

Note 8. Contingent Assets and Liabilities

The directors are not aware of any contingent assets or liabilities at the date of signing this financial report.

Health Futures Australia Ltd

Notes to the Financial Statements

For the Year Ended 30 June 2021

Note 9. Events after the Reporting Period

The COVID-19 pandemic has created unprecedented economic uncertainty. Actual economic events and conditions in the future may be materially different from those estimated by Health Futures Australia Ltd at the reporting date. Management recognises that it is difficult to reliably estimate with any degree of certainty the potential impact of the pandemic after the reporting date on Health Futures Australia Ltd, its operations, its future results and financial position. The state of emergency in Victoria was extended on 23 September 2021 until 21 October 2021 and the state of disaster is still in place.

No other matters or circumstances have arisen since the end of the financial year which significantly affected or may affect the operations of the Health Futures Australia Ltd, the results of the operations or the state of affairs of Health Futures Australia Ltd in the future financial years.

Note 10. Company Details

The registered office of the company is:

113 South Lyonville Rd
Lyonville
Victoria 3461

The principal place of business is:

113 South Lyonville Rd
Lyonville
Victoria 3461

Health Futures Australia Ltd

Directors' Declaration

The directors have determined that the company 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.

The directors of the entity declare that:

1. the financial statements as set out on pages 4 to 15 present fairly the company's financial position as at 30 June 2021 and its performance for the year ended on that date in accordance with the accounting policies as described in Note 1 to the financial statements; and
2. in the director's opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is signed in accordance with subs 60.15(2) of the *Australian Charities and Not-for-profits Regulation 2013*.

Chairperson:



Rob Moodie

Managing Director:



Shelley Bowen

Dated this 4th day of October 2021

Independent Auditor's Report to the Members of Health Futures Australia Ltd

We have reviewed the accompanying financial report of Health Futures Australia Ltd, which comprises the statement of financial position as at 30 June 2021, the statement of profit or loss and other comprehensive income, 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 director's declaration.

Directors Responsibility for the Financial Report

The directors of Health Futures Australia Ltd are responsible for the preparation of the financial report that gives a true and fair view in accordance with Note 1 of the financial report 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 gives a true and fair view and 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 Responsibilities for the Review of the Financial Report

Our responsibility is to express a conclusion on the financial report based on our review. ASRE 2415 Review of a Financial Report: Company Limited by Guarantee or an Entity Reporting under the ACNC Act or Other Applicable Legislation or Regulation, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the Australian Charities and Not-for-profits Commission Act 2012 including giving a true and fair view of the company's financial position as at 30 June 2021 and its performance for the year ended on that date; and complying with Note 1 of the financial report. ASRE 2415 requires that we comply with the ethical requirements relevant to the review of the financial report.

A review of a financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012*. We confirm the independence declaration required by the *Australian Charities and Not-for-profits Commission Act 2012*, which has been given to the directors of Health Futures Australia Ltd, would be in the same terms if given to the directors as at the same time of this auditor's report.

Material uncertainty relating to going concern and estimation uncertainty

Without modifying our opinion, we draw attention to Note 1(k) in the financial report, which indicates the company incurred a loss of \$178,284 for the year ended 30 June 2021 and whilst the company has budgeted for a profit from 1 July 2021 to 30 June 2022 of \$25,896 we note this includes additional estimated revenues totalling \$153,000 for which there is currently no contract in place. We further draw attention to Note 9 which indicates there is material estimation uncertainty due to the COVID-19 pandemic that was declared in March 2020. Actual economic events and conditions in the future therefore may be materially different from those estimated by Health Futures Australia Ltd at reporting date. These conditions, along with other matters as set forth in Note 1(k), indicate the existence of a material uncertainty that may cast significant doubt as to the company's ability to continue as a going concern and therefore, the company may be unable to realise its assets and discharge its liabilities in the normal course of business.

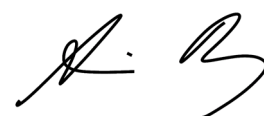
Conclusion

Based on our review, which is not an audit, we have not become aware of any matter which makes us believe that the financial report of Health Futures Australia Ltd is not in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* including:

- giving a true and fair view of the company's financial position as at 30 June 2021 and of its performance for the year ended on that date and
- complying with Note 1 of the Financial Report and the *Australian Charities and Not-for-profits Commission Regulations 2013*.



Andrew Frewin Stewart
61-65 Bull Street Bendigo 3550
Dated this 4th day of October 2021



Adrian Downing
Lead Auditor