

SUPERANNUATION CONSUMERS' CENTRE LTD

ABN 34 163 636 566



FINANCIAL REPORT
for the financial year ended 30 June 2019

Superannuation Consumers' Centre Ltd

Financial report for the year ended 30 June 2019

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Superannuation Consumers' Centre Ltd

Financial report for the year ended 30 June 2019

Directors' Report

The Board presents its report, together with the financial statements, on Superannuation Consumers' Centre Ltd (referred to hereafter as the 'Association') for the year ended 30 June 2019.

1. Directors

The following persons were Directors of the Association during or since the end of the financial year:

Rodney Stowe (Chair)

Jenni Mack

Susan Thorp

Kevin Davis (appointed 1 October 2019)

2. Secretary

The secretary of the Association during or since the end of the financial year was:

Linda Magee

3. About the Association

Superannuation Consumers' Centre advances and protects the interests of low and middle income people in Australia's superannuation system. It was founded in 2013 and received funding for the first time in 2018. We will change the superannuation system through:

- Campaigning and policy: We use real people's stories to shine a light on the biggest problems in superannuation.
- Investigative journalism: We uncover the truth about issues people have with their retirement savings and provide practical advice to help cut through the spin.
- Research and analysis: Our rigorous, conflict-free research lifts the lid on fund performance, fees and insurance. We turn this analysis into action by using it to back reform and make super easier for people to understand.

We work hard to keep the super industry accountable and fair

4. Performance

The surplus of the Association for the year amounted to \$832,984 (2018: \$nil).

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

5. Auditor's Independence Declaration

The auditor's independence declaration, for the financial year ended 30 June 2019 has been received and can be found on page 4.

6. Events after the reporting period

No matters or circumstances have arisen since the end of the reporting period which significantly affected or could significantly affect the operations of the Association, the results of those operations, or the state of affairs of the Association in future financial years.

Signed in accordance with a resolution of the Board:

Chair: 

Director: 

Dated: 21 November 2019

Dated: 21 November 2019

MOORE STEPHENS

Moore Stephens NSW
Level 7
9 Castlereagh Street
Sydney NSW 2000

T +61 (0)2 8377 9000
F +61 (0)2 8377 9050

www.moorestephens.com.au

AUDITOR'S INDEPENDENCE DECLARATION

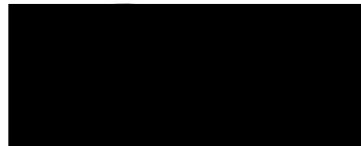
TO THE BOARD OF SUPERANNUATION CONSUMERS' CENTRE LTD

In accordance with the requirements of section 60-40 of the Australian Charities and Not-for-profits Commission Act, as lead auditor for the audit of Superannuation Consumers' Centre Ltd for the year ended 30 June 2019, 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 in relation to the audit; and
- ii. no contraventions of any applicable code of professional conduct in relation to the audit.

Name of Firm: Moore Stephens NSW

Name of Partner:



Date: 21 November 2019

Address: Level 7, 9 Castlereagh Street, Sydney NSW 2000

Superannuation Consumers' Centre Ltd

Financial report for the year ended 30 June 2019

Statement of Profit or Loss and Other Comprehensive Income

Figures in Australian Dollars	Notes	2019	2018
Income			
Revenue	2	1,145,833	-
Other income		369	-
Interest income		33,107	-
		<u>1,179,309</u>	<u>-</u>
Expenses			
General expenses	3	(346,325)	-
Surplus before tax		832,984	-
Tax expense		-	-
Surplus for the year		832,984	-

The accompanying notes form part of these financial statements

Superannuation Consumers' Centre Ltd

Financial report for the year ended 30 June 2019

Statement of Financial Position as at 30 June 2019

Figures in Australian Dollars	Notes	2019	2018
Assets			
Current Assets			
Cash and cash equivalents	4	2,320,437	9,775
Trade and other receivables	5	33,100	-
Total Current Assets		2,353,537	9,775
Total Assets		2,353,537	9,775
Liabilities			
Current Liabilities			
Trade and other payables	6	156,611	-
Amounts received in advance		1,354,167	-
Total Current Liabilities		1,510,778	-
Total Liabilities		1,510,778	-
Net Assets		842,759	9,775
Equity			
Accumulated surplus		842,759	9,775
Total Equity		842,759	9,775

The accompanying notes form part of these financial statements

Superannuation Consumers' Centre Ltd

Financial report for the year ended 30 June 2019

Statement of Changes in Equity as at 30 June 2019

Figures in Australian Dollars	Accumulated surplus	Total equity
Balance at 1 July 2017	9,775	9,775
Surplus for the year	-	-
Balance at 30 June 2018	9,775	9,775
Balance at 1 July 2018	9,775	9,775
Surplus for the year	832,984	832,984
Balance at 30 June 2019	842,759	842,759

The accompanying notes form part of these financial statements

Superannuation Consumers' Centre Ltd

Financial report for the year ended 30 June 2019

Statement of Cash Flows

Figures in Australian Dollars	Notes	2019	2018
Cash flows from operating activities			
Receipts from funders and other income		2,500,369	-
Payments to suppliers and employees		(222,814)	-
Interest received		33,107	-
Net cash flows from operating activities	7	2,310,662	-
Net change in cash and cash equivalents		2,310,662	-
Cash and cash equivalents at the beginning of the year		9,775	9,775
Cash and cash equivalents at the end of the year	4	2,320,437	9,775

The accompanying notes form part of these financial statements

Superannuation Consumers' Centre Ltd

Financial report for the year ended 30 June 2019

Notes to the Financial Statements

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements cover Superannuation Consumers' Centre Ltd (the Association) as an individual entity. The Association is incorporated and domiciled in Australia.

The financial statements were authorised for issue by the Board on 21 November 2019.

(a) Basis of Preparation

In the opinion of the responsible persons, the Association is not a reporting entity. These special purpose financial statements have been prepared to meet the reporting requirements of the Australian Charities and Not-for-profits Commission Act 2012.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of AASB 101 Presentation of Financial Statements, AASB 107 Statement of Cash Flows, AASB 108 Accounting Policies, AASB 1048, Interpretation of Standards Changes in Accounting Estimates and Errors and AASB 1054 Australian Additional Disclosures.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

(b) Income tax

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

(c) Revenue and other income

Revenue is recognised when it is probable that the economic benefit will flow to the Association and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable and is stated net of the amount of goods and services tax (GST).

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument.

Funding and donation income are recognised when the Association obtains control over the funds, which is generally at the time of receipt.

If conditions are attached to the funding received that must be satisfied before the Association is eligible to receive the contribution, recognition of the funding as revenue will be deferred until those conditions are satisfied.

Superannuation Consumers' Centre Ltd

Financial report for the year ended 30 June 2019

Notes to the Financial Statements

(d) Goods and services tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the assets and liabilities statement.

(e) Accounts receivable

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from third parties. 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) Accounts payable

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the Association 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) Cash and cash equivalents

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

(h) Impairment of assets

At the end of each reporting period, the Association 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, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in surplus or deficit.

(i) Changes in accounting standards issued but not yet effective

Several new standards, amendments to standards and interpretations are effective for annual reporting periods beginning after 30 June 2019, with early adoption permitted, but have not been applied in preparing these financial statements. None of these are expected to have a significant effect on the financial statements of the Association with the exception of the below:

AASB 1058 Income of Not-for-Profit Entities

AASB 1058 clarifies and simplifies the income recognition requirements that apply to not-for-profit (NFP) entities.

The application of AASB 1058 will become mandatory for the Association's financial statements for the year ending 30 June 2020. The impact of the new standard on the Association's financial statements has not yet been determined.

Superannuation Consumers' Centre Ltd

Financial report for the year ended 30 June 2019

Notes to the Financial Statements

Figures in Australian Dollars	2019	2018
2 Revenue		
Community Benefit Payments	1,145,833	-
3 Results for the year		
Results for the year were derived after accounting for the following specific items:		
Consulting fees	323,771	-
Accounting fees	8,565	-
Secretarial fees	6,750	-
Legal fees	6,719	-
Sundry expenses	520	-
	346,325	-
4 Cash and cash equivalents		
Term deposits	2,200,000	-
Bank balances	120,437	9,775
	2,320,437	9,775
5 Trade and other receivables		
GST receivable	33,100	-
6 Trade and other payables		
Trade payables	148,486	-
Accrued expenses	8,125	-
	156,611	-
7 Notes to the statement of cash flows		
Reconciliation of result for the period to cash flows from operating activities		
Surplus for the period	832,984	-
- increase in trade and other receivables	(33,100)	-
- increase in trade and other payables	156,611	-
- increase in amounts received in advance	1,354,167	-
	2,310,662	-

8 Events after the reporting period

The financial report was authorised for issue on 21 November 2019 by the Board.

No matters or circumstances have arisen since the end of the reporting period which significantly affected or could significantly affect the operations of the Association, the results of those operations, or the state of affairs of the Association in future financial years.

Superannuation Consumers' Centre Ltd

Financial report for the year ended 30 June 2019

Notes to the Financial Statements

Figures in Australian Dollars	2019	2018
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9 Contingencies

There are no contingent liabilities or contingent assets as at the end of the reporting period.

10 Related parties

There were no transactions with related parties during the reporting period.

11 Commitments

There are no capital or operating lease commitments as at the end of the reporting period.

Superannuation Consumers' Centre Ltd

Financial report for the year ended 30 June 2019

Directors' Declaration

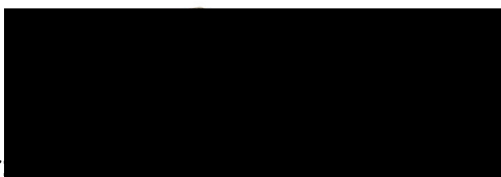
The Board has determined that the Association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In accordance with a resolution of the Board, the Directors of the Association declare that:


- (a) there are reasonable grounds to believe that the Association will be able to pay its debts as and when they become due and payable; and
- (b) the financial report and notes satisfy the requirements of the Australian Accounting Standards and the Australian Charities and Not-for-profits Commission Act.

Signed in accordance with subsection 60.15(2) of the Australian Charities and Not-for-profit Commission Regulation 2013.

Chair



Director:



Dated: _____
21 November 2019

Dated: _____
21 November 2019

INDEPENDENT AUDITOR'S REPORT

To the members of Superannuation Consumers' Centre Ltd

Opinion

We have audited the financial report of Superannuation Consumers' Centre Ltd (the Association), which comprises the statement of financial position as at 30 June 2019, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the statement by the Directors.

In our opinion, the financial report of the Association has been prepared in accordance with Division 60 of the Australian Charities and Not-for-Profits Commission Act 2012, including:

- (a) giving a true and fair view of the Association's financial position as at 30 June 2019, and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards to the extent described in Note 1 and Division 60 of the Australian Charities and Not-for-profits Commission Regulation 2013.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Association in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The special purpose financial report has been prepared to assist the Association to meet the requirements of the Australian Charities and Not-for-Profits Commission Act and its members. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of the Directors

The Directors of the Association is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Australian Charities and Not-for-profits Commission Act and for such internal control as they 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 Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

The Directors are responsible for overseeing the Association's financial reporting process.

Auditor's Responsibility

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.

- 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 Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the 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.

Name of Firm: Moore Stephens NSW

Name of Partner:


Charles Oosthuizen

Date: 27 November 2019

Address: Level 7, 9 Castlereagh Street, Sydney NSW 2000