

CROATIAN STUDIES FOUNDATION OF AUSTRALIA & NEW ZEALAND INC.

(ASSOCIATION)

AUDITED FINANCIAL ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2005

CROATIAN STUDIES FOUNDATION OF AUSTRALIA & NEW ZEALAND INC.

AUDITED FINANCIAL REPORT

FOR THE YEAR ENDED

30 JUNE 2005

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CROATIAN STUDIES FOUNDATION OF AUSTRALIA & NEW ZEALAND INC.

STATEMENT OF FINANCIAL PERFORMANCE

FOR THE YEAR ENDED 30 JUNE 2005

	NOTE	2005	2004
		\$	\$
CLASSIFICATION OF EXPENSES BY NATURE			
Revenue from ordinary activities	2	14,804	2,863
Depreciation expense	3	-	-
Other expenses from ordinary activities		(16,020)	(10,214)
		-----	-----
Profit (loss) from ordinary activities attributable to the association	8	(1,216)	(7,351)
		-----	-----
Total changes in equity of the association		<u>(1,216)</u>	<u>(7,351)</u>

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2005

	NOTES	2005 \$	2004 \$
CURRENT ASSETS			
Cash	4	12,190	36,629
Prepayments	5	-	1,000
		-----	-----
TOTAL CURRENT ASSETS		12,190	37,629
		-----	-----
TOTAL ASSETS		12,190	37,629
		=====	=====
CURRENT LIABILITIES			
Payables	6	12,778	37,001
		-----	-----
TOTAL CURRENT LIABILITIES		12,778	37,001
		-----	-----
TOTAL LIABILITIES		12,778	37,001
		=====	=====
NET ASSETS		(588)	628
		=====	=====
MEMBERS' FUNDS			
Accumulated Surplus/(Deficiency)	7	(588)	628
		=====	=====
TOTAL MEMBERS' FUNDS		(588)	628
		=====	=====

The accompanying notes form part of these financial statements.

CROATIAN STUDIES FOUNDATION OF AUSTRALIA & NEW ZEALAND INC.

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2005

	NOTES	2005 \$	2004 \$
Cash Flows from operating activities:			
Membership Fees		1,500	770
Interest Received		621	989
Fundraising Income		12,683	1,104
Payments to Suppliers		(16,020)	(11,214)
		-----	-----
Net Cash Provided by operating activities	8(b)	(1,216)	(8,351)
		-----	-----
Cash flows from financing activities:			
Increase / (Decrease) in loan payable to Croatian Studies Foundation		(24,223)	(2,346)
Credit Union		-	(15)
(Increase) / Decrease in receivable from: TFN tax paid		-	194
Prepayments		1,000	-
		-----	-----
Net cash provided by financing activities		(23,223)	(2,167)
Net Increase (Decrease) in Cash held		(24,439)	(10,518)
Cash at the beginning of the Financial Year		36,629	47,147
		-----	-----
Cash at the end of the Financial Year	8(a)	12,190	36,629
		=====	=====

The accompanying notes form part of these financial statements.

CROATIAN STUDIES FOUNDATION OF AUSTRALIA & NEW ZEALAND INC.

NOTES TO AND FORMING PART OF THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2005

NOTE 1: SUMMARY OF ACCOUNTING POLICIES

The financial statements are a general purpose financial report that have been prepared in accordance with Australian Accounting Standards and other mandatory professional reporting requirements (Urgent Issues Group Consensus Views) and the requirements of the Associations Incorporations Act NSW. The financial statements have also been prepared on the basis of historical costs and do not take into account changing money values or, except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets. The accounting policies have been consistently applied, unless otherwise stated.

The following is a summary of the material accounting policies adopted by the organisation in the preparation of the financial statements.

(a) Income Tax

The organisation is exempt from income tax under Section 50-10 of the Income Tax Assessment Act 1999.

(b) Cash

For the purposes of the Statement of Cash Flows, cash includes cash on hand, and at bank.

(c) Revenue

Interest revenue is recognised on a cash receipts basis.

CROATIAN STUDIES FOUNDATION OF AUSTRALIA & NEW ZEALAND INC.

NOTES TO AND FORMING PART OF THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2005

	2005	2004
	\$	\$
NOTE 2 REVENUE		
Operating activities		
- Members subscriptions	1,500	770
- Fundraising	12,683	1,104
	-----	-----
	14,183	1,874
	-----	-----
Non-operating activities		
- Interest received	621	989
	-----	-----
	621	989
	-----	-----
Total Revenue	14,804	2,863

NOTE 3 PROFIT FROM ORDINARY ACTIVITIES

Profit from ordinary activities has been determined after:

(a) Expenses:

Depreciation of property, plant and equipment	-	-
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NOTE 4 CASH

Credit union	12,190	36,629
	-----	-----
	12,190	36,629
	=====	=====

CROATIAN STUDIES FOUNDATION OF AUSTRALIA & NEW ZEALAND INC.

NOTES TO AND FORMING PART OF THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2005

	2005	2004
	\$	\$
NOTE 5 PREPAYMENTS		
Prepayments	-	1,000
	-----	-----
	-	1,000
	=====	=====
NOTE 6 PAYABLES		
Payable to Croatian Studies Foundation	12,478	36,701
Other Creditors	300	300
	-----	-----
	12,778	37,001
	=====	=====

CROATIAN STUDIES FOUNDATION OF AUSTRALIA & NEW ZEALAND INC.

NOTES TO AND FORMING PART OF THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2005

	2005	2004
	\$	\$
NOTE 7 RETAINED PROFITS		
Accumulated surplus at the beginning of the financial year	628	7,979
Net surplus (deficiency) attributable to the association	(1,216)	(7,351)
	-----	-----
Accumulated surplus at the end of the financial year	(588)	628
	=====	=====

NOTE 8 CASH FLOW INFORMATION

(a) Reconciliation of Cash		
Cash at Bank	12,190	36,629
	=====	=====
(b) Reconciliation of Net Cash Provided by Operating Activities to Operating Surplus (loss)		
Operating Surplus (loss)	(1,216)	(7,351)
(Increase) / Decrease in assets:		
Prepayments	-	(1,000)
	-----	-----
Net Cash Provided by Operating Activities	(1,216)	(8,351)
	=====	=====
(c) The organisation has no credit stand-by or Financing facilities in place.		

CROATIAN STUDIES FOUNDATION OF AUSTRALIA & NEW ZEALAND INC.

NOTES TO AND FORMING PART OF THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2005

NOTE 9 INFORMATION AND DECLARATIONS TO BE FURNISHED UNDER THE CHARITABLE FUNDRAISING ACT, 1991.

Statement showing how funds were applied to charitable purposes.

During the year the organisation derived a net profit of \$1,934 from function and fundraising proceeds.

This profit was transferred to "accumulated funds".

The functions conducted during the financial period included a radiothon appeal and a gala ball.

Comparisons by monetary figures and percentages:

Comparisons	\$	%
Total cost of fundraising/ gross income from fundraising	10,749/ 12,683	85
Net profit from fundraising/ gross income from fundraising	1,934/ 12,683	15
Total costs of services/ total expenditure	12,683/ 16,020	79
Total costs of services/ total income received	12,683 / 14,804	86

CROATIAN STUDIES FOUNDATION OF AUSTRALIA & NEW ZEALAND INC.

PRESIDENT’S DECLARATION UNDER THE CHARITABLE FUNDRAISING ACT

Declaration to be furnished under the Charitable Fundraising Act 1991. This declaration is made in accordance with Authority Conditions 7(4) and 7(5) issued by the Minister under Section 19 of the Charitable Fundraising Act 1991.

I, as President of the Croatian Studies Foundation of Australian and New Zealand Inc. declare that in my opinion:

- a) the financial statements give a true and fair view of all income and expenditure of the Croatian Studies Foundation of Australian and New Zealand Inc. with respect to fundraising appeals; and
- b) the statement of Financial Position gives a true and fair view of the state of affairs with respect to fundraising appeals; and
- c) the provisions of the Charitable Fundraising Act 1991, the Regulations under the Act and the conditions attached to the authority have been complied with; and
- d) the internal controls exercised by the Croatian Studies Foundation of Australian and New Zealand Inc. are appropriate and effective in accounting for all income received and applied by the Croatian Studies Foundation of Australian and New Zealand Inc. from any of its fundraising appeals.

Signature of President

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**AUDITORS' REPORT TO THE MEMBERS OF
THE CROATIAN STUDIES FOUNDATION OF AUSTRALIA &
NEW ZEALAND INC.**

Audit Scope

We have audited the financial report of The Croatian Studies Foundation of Australia & New Zealand Inc. for the year ended 30 June, 2005 as set out on pages 2 to 9.

The Committee of Management is responsible for the preparation and presentation of the financial accounts. We have conducted an independent audit of these accounts in order to express an opinion to the members of the organisation.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance as to whether the accounts are free from material misstatement. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial accounts, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial accounts are presented fairly in accordance with Australian Accounting Standards so as to present a view which is consistent with our understanding of the organisation's financial position and the results of its operations and its cash flows.

The audit opinion expressed in this report has been formed on the above basis.

Qualification

It is not practicable for the organisation to maintain an effective system of internal control over fund raising activities until their initial entry in the accounting records. No accounting controls are exercised over cash collections prior to the entry of such contributions in the accounting records. Accordingly, we were unable to extend our examination of such receipts beyond the amounts recorded.

**AUDITORS' REPORT TO THE MEMBERS OF
THE CROATIAN STUDIES FOUNDATION OF AUSTRALIA & NEW ZEALAND
INC.**

Qualified Audit Opinion

In our opinion, except for the qualification noted above, the financial statements of The Croatian Studies Foundation of Australia & New Zealand Inc. are properly drawn up:

- a) So as to give a true and fair view of the state of affairs at 30 June 2005, and of the surplus (deficiency) for the year ended on that date; and
- b) In accordance with applicable accounting standards.

We also report that:

- (a) the financial statements show a true and fair view of the financial result of fundraising appeals conducted during the year;
- (b) the accounting and associated records have been properly kept during the year in accordance with the Charitable Fundraising Act 1991 and the Regulations;
- (c) money received as a result of fundraising appeals conducted during the year has been properly accounted for and applied in accordance with the Charitable Fundraising Act 1991 and the Regulations; and
- (d) at the date of this report, there are reasonable grounds to believe that the organisation will be able to pay its debts as and when they fall due.

**FURZER CRESTANI AUDIT SERVICES
Chartered Accountants**

**ANTHONY S. CRESTANI
Director**

Dated this day of , 2005.

COMPILATION REPORT TO THE MEMBERS OF

THE CROATIAN STUDIES FOUNDATION OF AUSTRALIA & NEW ZEALAND INC.

Scope

On the basis of the information provided by the Committee of Management of the Croatian Studies Foundation of Australia & New Zealand Inc. we have compiled, in accordance with APS 9: Statement on Compilation of Financial Reports, the special purpose financial report of the Croatian Studies Foundation of Australia & New Zealand Inc. for the period ended 30 June 2005 comprising the attached Income and Expenditure Statement.

The specific purpose for which the special purpose financial report has been prepared is to provide financial information to the members. Accounting Standards and other mandatory professional reporting requirements have not been adopted in the preparation of the special purpose financial report.

The Committee of Management is solely responsible for the information contained in the special purpose financial report and has determined that the accounting policies used are consistent with the financial reporting requirements of the Association's Constitution and are appropriate to meet the needs of the Committee of Management for the purposes of complying with the Association's Constitution.

Our procedures use accounting expertise to collect, classify and summarise the financial information which the Committee of Management provided into a financial report. Our procedures do not include verification or validation of procedures. No audit or review has been performed and accordingly no assurance is expressed.

To the extent permitted by law, we do not accept liability for any loss or damages which any person, other than the Association, may suffer arising from any negligence on our part. No person should rely on the special purpose financial report without having an audit or review conducted.

The special purpose financial report was prepared for the benefit of the Association and the purpose identified above. We do not accept responsibility to any other person for the contents of the special purpose financial report.

FURZER CRESTANI ACCOUNTING SERVICES

Chartered Accountants

ANTHONY S. CRESTANI

Director

Dated this day of , 2005.

THE CROATIAN STUDIES FOUNDATION OF AUSTRALIA & NEW ZEALAND INC.

INCOME & EXPENDITURE STATEMENT

FOR THE YEAR ENDED 30 JUNE 2005

	2005	2004
	\$	\$
OTHER INCOME		
Various Functions & Fund Raising	12,683	1,104
Members Subscriptions	1,500	770
Interest Received	621	989
	-----	-----
TOTAL INCOME	14,804	2,863
	-----	-----
EXPENDITURE		
Audit Fees	733	733
Bank Charges	20	26
Computer Requisites and Training	550	198
Filing Fees	41	98
Floral Tributes	-	64
Function & Fundraising Costs	10,749	1,791
Insurance	1,225	1,200
Postage & Office expenses	2,552	4,792
Subscriptions	150	-
Subsidy Airfares	-	1,312
	-----	-----
TOTAL EXPENDITURE	16,020	10,214
	-----	-----
OPERATING PROFIT / (LOSS) BEFORE INCOME TAX	(1,216)	(7,351)
Retained Profits – Beginning of Year	628	7,979
	-----	-----
UNAPPROPRIATED PROFITS AT 30TH JUNE 2005	(588)	628
	=====	=====