

Crohn's & Colitis Australia (CCA)

A trading name of Australian Crohn's and Colitis Association (ACCA)

ABN 42 082 747 135

Financial Report for the year ended
31 December 2019

CROHN'S & COLITIS AUSTRALIA

ABN 42 082 747 135

RESPONSIBLE ENTITIES' REPORT

The Responsible Entities of the Australian Crohn's and Colitis Association (ACCA) trading as Crohn's & Colitis Australia (CCA) present their report on the company for the year ended 31 December 2019. The Responsible Entities comprise the Non-Executive Directors on the Board.

The name of each person who has been a Responsible Entity during the period and to the date of this report are as follows. Responsible Entities have been in office since the start of the financial period to the date of this report unless otherwise stated.

Responsible Entities

Mr Bruce Rosengarten (Chairman)

Professor Paul Pavli

A/Professor Gregory Moore

Ms Anita Reilly (resigned 4th February 2019)

Mr David Reckenberg

The Hon Bernie Ripoll (resigned 4th February 2019)

Ms Julie Weldon

Mr James Oliver (Treasurer)

Mr Daniel Teller (appointed 13th May 2019)

Mr Anthony Aboud (appointed 23rd March 2019
resigned 5th August 2019)

Ms Sally Stockbridge (appointed 9th December 2019)

Company Secretary

The company secretary is Mr David Reckenberg

Chief Executive Officer

The chief executive officer is A/Professor Leanne Raven

Results for Period

The surplus of the company for the year ended 31 December 2019 amounted to \$156,949.

The Annual Report includes a more detailed review of the year's operations.

CROHN'S & COLITIS AUSTRALIA

ABN 42 082 747 135

CCA Board Meetings

The number of Board meetings of Responsible Entities held during the year and the number of meetings attended by each Entity is as follows:

Responsible Entities	No. of Board Meetings Attended	No. of Board Meetings for Period
Mr Bruce Rosengarten	8	8
Professor Paul Pavli	5	8
A/Professor Gregory Moore	6	8
Ms Anita Reilly (resigned 4 th February 2019)	1	1
Mr David Reckenberg	8	8
The Hon Bernie Ripoll (resigned 4 th February 2019)	0	1
Ms Julie Weldon	8	8
Mr James Oliver	8	8
Mr Daniel Teller (appointed 13 th May 2019)	4	6
Mr Anthony Aboud (appointed 23 rd March 2019 resigned 5 th August 2019)	3	4
Ms Sally Stockbridge (appointed 9 th December 2019)	1	1

Contribution 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 \$20.00 each towards meeting any outstanding obligations of the company. At 31 December 2019, the total number of financial members was 2,449 (2018: 2,709).

Corporate Governance

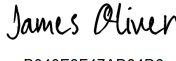
A copy of the auditor's independence declaration as required under division 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* is attached and forms part of the Responsible Entities' Report.

Signed in accordance with a resolution of the Responsible Entities.

On behalf of the Responsible Entities.

DocuSigned by:

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Bruce Rosengarten
Chairman

DocuSigned by:

 B040E3F47AD84D6...
James Oliver
Treasurer

Date: 27 March 2020

CROHN'S & COLITIS AUSTRALIA

ABN 42 082 747 135

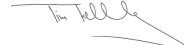
**AUDITORS INDEPENDENCE DECLARATION UNDER DIVISION 60-40 OF THE AUSTRALIAN
CHARITIES AND NOT-FOR-PROFITS COMMISSION ACT 2012**

**TO THE RESPONSIBLE ENTITIES OF AUSTRALIAN CROHN'S AND COLITIS ASSOCIATION TRADING
AS CROHN'S & COLITIS AUSTRALIA**

In accordance with the requirements of section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012*, as lead auditor for the audit of Crohn's and Colitis Australia for the year ended 31 December 2019, I declare that, to the best of my knowledge and belief, there have been:

- a) No contraventions of the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- b) No contraventions of any applicable code of professional conduct in relation to the audit.

**DFK BKM Audit Services
Camberwell, Victoria**

DocuSigned by:

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Timothy M. Kelleher

27 March 2020

CROHN'S & COLITIS AUSTRALIA

ABN 42 082 747 135

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2019**

	Note	2019	2018
REVENUE		\$	\$
Grants		117,613	136,999
Donations		347,729	341,873
Community fundraising & events		400,891	369,011
Sponsorship		459,997	375,652
Membership & merchandise		95,255	92,337
Other income		14,212	12,696
Total Revenue		1,435,697	1,328,568
EXPENSES			
Communications & Programs			
Communications & programs		272,376	197,473
Employee costs		396,940	326,192
		669,316	523,665
Membership & Merchandise			
Membership & merchandise		21,046	18,960
Employee costs		60,043	54,612
		81,089	73,572
Fundraising			
Fundraising		117,084	174,570
Employee costs		99,917	168,711
		217,001	343,281
Administration			
ROU asset depreciation & interest	1(r)	79,681	-
Rent	1(r)	-	69,257
Depreciation		22,941	39,125
Website & technology		32,617	20,950
Other administration		65,581	69,731
Employee costs		110,522	97,852
		311,342	296,915
Total Expenses		1,278,748	1,237,433
SURPLUS FOR YEAR		156,949	91,135
Other comprehensive income		-	-
Total comprehensive income for the year		156,949	91,135

The accompanying notes form part of these financial statements

CROHN'S & COLITIS AUSTRALIA

ABN 42 082 747 135

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2019**

	2019	2018
	\$	\$
Opening retained surpluses	678,179	587,044
Surplus for year	156,949	91,135
Other comprehensive income	-	-
Total comprehensive income for the year	156,949	91,135
Closing retained surpluses	835,128	678,179

The accompanying notes form part of these financial statements

CROHN'S & COLITIS AUSTRALIA

ABN 42 082 747 135

**STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2019**

	Note	2019	2018
		\$	\$
ASSETS			
Current Assets			
Cash Assets	2	729,897	442,190
Inventories		11,066	6,286
Receivables and Prepayments		23,883	23,263
Bonds/Deposits		16,134	17,031
Investments	3, 1(n)	565,238	356,784
GST Receivable		1,839	-
Total Current Assets		1,348,057	845,554
Non-Current Assets			
Investments	3, 1(n)	62,128	73,131
Plant and Equipment	4	74,334	86,658
Right of Use Assets	5, 1(q), 1(r)	160,783	-
Total Non-Current Assets		297,245	159,789
TOTAL ASSETS		1,645,302	1,005,343
LIABILITIES			
Current Liabilities			
Payables and Accruals	6	158,354	63,990
Prepaid Memberships		8,370	11,021
Unearned Revenue		431,638	218,501
GST Payable		-	733
Employees Entitlements	7	44,889	32,919
Lease Liability	8, 1(q), 1(r)	71,187	-
Total Current Liabilities		714,438	327,164
Non-Current Liabilities			
Lease Liability	8, 1(q), 1(r)	95,736	-
Total Non-Current Liabilities		95,736	-
TOTAL LIABILITIES		810,174	327,164
NET ASSETS		835,128	678,179
EQUITY			
Retained Surpluses		835,128	678,179
NET EQUITY		835,128	678,179

The accompanying notes form part of these financial statements

CROHN'S & COLITIS AUSTRALIA

ABN 42 082 747 135

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2019**

	Note	2019	2018
		\$	\$
Cash Flows from Operating Activities			
Receipts from donors, supporters and members		1,421,191	1,519,373
Interest received		13,859	11,540
Other income		-	1,156
Payments to suppliers and employees	1(r)	(866,632)	(1,151,338)
Interest paid - lease liability	1(r)	(8,424)	-
Net cash provided by operating activities	9	<u>559,994</u>	<u>380,731</u>
Cash Flows from Investing Activities			
Purchase of plant and equipment		(10,617)	(22,672)
Proceeds from/(purchase of) investments		(197,451)	9,190
Refund of/(payments for) bonds and deposits		897	(340)
Net cash used in by investing activities		<u>(207,171)</u>	<u>(13,822)</u>
Cash Flows used in Financing Activities			
Repayment of lease liability	1(r)	(65,116)	-
Net cash used in financing activities		<u>(65,116)</u>	<u>-</u>
Net Increase in Cash Held		287,707	366,909
Cash at the beginning of the financial year		<u>442,190</u>	<u>75,281</u>
Cash at the end of the financial year	2, 9	<u><u>729,897</u></u>	<u><u>442,190</u></u>

The accompanying notes form part of these financial statements

CROHN'S & COLITIS AUSTRALIA

ABN 42 082 747 135

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019****1. Summary of Accounting Policies**

The Responsible Entities have prepared the financial statements on the basis that the company is a non-reporting entity because there are no users who are dependent on its general purpose financial statements. These financial statements are therefore special purpose financial statements that 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 the Australian Accounting Standards.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards (AASs) applicable to entities reporting under the Australian Charities and Not-for-profits Commission Act 2012 and the significant accounting policies disclosed below, which the Responsible Entities have determined are appropriate to meet the needs of members. The financial statements include the recognition and measurement requirements of all AASs and the disclosure requirements of the following AASs:

AASB 101 *Presentation of Financial Statements*

AASB 107 *Statement of Cash Flows*

AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors*

AASB 1048 *Interpretation of Standards*

AASB 1054 *Australian Additional Disclosures*

Such accounting policies are consistent with those of previous periods unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. Material accounting policies adopted in the preparation of the 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**

Grant revenue is recognised in the profit or loss on a systematic and rational basis over the periods of the grant upon satisfying performance obligations of the grant. Until these performance obligations are met, the entity incurs an obligation to deliver this economic value directly back to the contributor and the amount is recognised in the statement of financial position as a liability until the service has been delivered to the contributor.

If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

Donations and bequests are recognised as revenue when received.

Interest revenue is recognised as it is received.

CROHN'S & COLITIS AUSTRALIA

ABN 42 082 747 135

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

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

b) Inventories on Hand

Inventories are measured at the lower of cost and current replacement cost.

Inventories acquired at no cost, or for nominal consideration, are valued at the current replacement cost as at the date of acquisition.

c) Plant and Equipment

Plant and equipment are measured on the cost basis less depreciation and any impairment losses.

The carrying amount of plant and equipment is reviewed annually by the Responsible Entities to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets' employment and subsequent disposal.

In the event the carrying amount of plant and equipment is greater than the recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(d) for details of impairment).

Plant and equipment that have been contributed at no cost, or for nominal cost, are recognised at the fair value of the asset at the date it is acquired.

Depreciation

Depreciation is provided on plant and equipment. Depreciation is calculated on a diminishing balance basis so as to write off the cost of each asset over its expected useful life.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are recognised in profit or loss in the period in which they arise.

CROHN'S & COLITIS AUSTRALIA

ABN 42 082 747 135

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

d) Impairment of Assets

At the end of each reporting period, the entity reviews the carrying amounts of its tangible and intangible assets to determine whether there is an 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 amount 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 immediately in profit or loss.

Where the future economic benefits of the asset are not primarily dependent upon on the asset's ability to generate net cash inflows and when the entity would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement cost of an asset.

Where it is not possible to estimate the recoverable amount of a class of asset, the entity estimates the recoverable amount of the cash-generating unit to which the asset belongs.

e) Employee Provisions

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 before 12 months after the end of the annual reporting period in which the employee renders the related service. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The company's obligations for short-term employee benefits are recognised as a part of payables and accruals in the statement of financial position.

Contributions are made by the entity to an employee superannuation fund and are charged as expenses when incurred.

f) Cash on Hand

Cash on hand 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.

g) Receivables and Other Debtors

Receivables and other debtors include amounts due from donors and any outstanding grant receipts. 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.

CROHN'S & COLITIS AUSTRALIA

ABN 42 082 747 135

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

h) Goods and Services Tax (GST)

Revenues, expense 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 statement of financial position.

i) Income Tax

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

j) Provisions

Provisions are recognised when the entity has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

k) Comparative Figures

The classification of expenses in the statement of profit or loss and other comprehensive income has been refined from the previous period to more appropriately reflect the results for the period to the users of the financial report. Comparative amounts have not been restated.

l) Payable and Accruals

Payables and Accruals represent the liability outstanding at the end of the reporting period for goods and services received by the company during the reporting period which remain unpaid.

m) Financial Instruments

Initial recognition and measurement

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

Financial instruments are initially measured at fair value plus transaction costs except where the instrument is classified "at fair value through profit loss", in which case transaction costs are expensed to profit or loss immediately.

CROHN'S & COLITIS AUSTRALIA

ABN 42 082 747 135

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019***Classification and subsequent measurement*

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest method, or cost. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as the amount at which the financial asset or financial liability is measured at initial recognition less principal repayments and any reduction for impairment, and adjusted for any cumulative amortisation of the difference between that initial amount and the maturity amount calculated using the effective interest method.

Fair value is the price the company would receive to sell an asset or would have to pay to transfer a liability in an orderly (i.e. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date. Fair value is determined based on current bid prices of all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

(i) Financial assets at fair value through profit or loss

Financial assets are classified at "fair value through profit or loss" when they are held for trading for the purpose of short-term profit taking, derivatives not held for hedging purposes, or when they are designated such as to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management or personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying amount included in profit or loss

(ii) Available-for-sale investments

Available-for-sale investments are non-derivative financial assets that are either not capable of being classified into other categories of financial assets due to their nature or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

They are subsequently measured at fair value with measurements other than impairment losses and foreign exchange gains and losses recognised in other comprehensive income. When the financial asset is derecognised, the cumulative gain or loss pertaining to that asset previously recognised in other comprehensive income is reclassified into profit or loss. Available-for-sale financial assets are classified as non-current assets when they are not expected to be sold within 12 months after the end of the reporting period. All other available-for-sale financial assets are classified as current assets.

Investments are valued at market value as at 31 December 2019 and reflect the volatility of the financial market. No unrealised loss or gain was recorded during the financial period.

n) Contingent Liabilities

There are no contingent liabilities that have been incurred in relation to 2019 or 2018.

CROHN'S & COLITIS AUSTRALIA

ABN 42 082 747 135

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

o) Subsequent Events

No adjusting or significant non-adjusting events have occurred between the reporting date and the date of authorisation.

p) Critical Accounting Estimates and Judgments

The Responsible Entities evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the company.

There are no critical accounting estimates and judgements that have any significant effect on the financial statements.

q) Lease accounting

The entity has chosen not to restate comparatives on the initial application of AASB16 Leases.

On transition to AASB16 and at the subsequent lease commencement, the entity recognises a right-of-use asset and associated lease liability for the lease term.

The right-of-use asset is measured using the cost model where cost on initial recognition comprises of the lease liability.

The right-of use asset is depreciated over the lease term on a straight-line-basis and assessed for impairment in accordance with the impairment of assets accounting policy. The right-of-use asset is assessed for impairment indicators at each reporting date. The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the entity's incremental borrowing rate.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method.

CROHN'S & COLITIS AUSTRALIA

ABN 42 082 747 135

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

	2019
	\$
(r) <i>Effect of the adoption of new Leasing Standard</i>	
Previous treatment	
Statement of profit or loss and other comprehensive income	
Expenses	
Administration - Rent	73,540
Statement of cash flows	
Cash flows from operating activities	
Payments to suppliers and employees	(73,540)
Current treatment	
Statement of profit or loss and other comprehensive income	
Expenses	
Administration - ROU Asset - Interest	8,424
Administration - ROU Asset - Depreciation	71,257
	<u>79,681</u>
Statement of financial position	
Non-current assets	
Right of Use Assets	
Right of Use Asset - Ricoh Photocopier	13,500
Accumulated amortisation - Ricoh Photocopier	(2,250)
Right of Use Asset - Rental Property	218,540
Accumulated amortisation - Rental Property	(69,007)
	<u>160,783</u>
Current liabilities	
Lease liability	
Ricoh Photocopier	(3,289)
Rental Property	(67,898)
	<u>(71,187)</u>
Non-current liabilities	
Lease liability	
Ricoh Photocopier	(8,936)
Rental Property	(86,800)
	<u>(95,736)</u>
Statement of cash flows	
Cash flows from operating activities	
Interest paid - lease liability	(8,424)
Cash flows from financing activities	
Repayment of lease liability	(65,116)
	<u>(73,540)</u>

CROHN'S & COLITIS AUSTRALIA

ABN 42 082 747 135

(s) Other standards adopted which did not have a material impact on the financial statements

AASB15 Revenue from Contracts with Customers

AASB 1058 Income of Not-for-Profit Entities

t) New standards and interpretations not yet adopted

The company is not aware of any new standards and interpretations not yet adopted that will have any significant impact on its financial statements.

CROHN'S & COLITIS AUSTRALIA

ABN 42 082 747 135

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

	2019	2018
	\$	\$
2 Cash Assets		
Working Bank Accounts	654,873	417,160
Investment Bank Account	75,024	25,030
	<u>729,897</u>	<u>442,190</u>
3 Investments		
Current		
Term Deposits	565,238	356,784
	<u>565,238</u>	<u>356,784</u>
Non-Current		
Mortgage Funds at fair value	62,128	73,131
	<u>62,128</u>	<u>73,131</u>
4 Plant and Equipment		
Office Equipment		
Cost	5,431	5,431
Accumulated Depreciation	(3,269)	(2,444)
	<u>2,162</u>	<u>2,987</u>
Fixtures & Fittings		
Cost	103,071	103,071
Accumulated Depreciation	(67,978)	(63,585)
	<u>35,093</u>	<u>39,486</u>
Computer Equipment & Software		
Cost	136,397	125,780
Accumulated Depreciation	(99,318)	(81,595)
	<u>37,079</u>	<u>44,185</u>
Total	<u>74,334</u>	<u>86,658</u>
5 Right of Use Assets		
Rental property		
Right of Use Asset - Rental Property	218,540	-
Accumulated Amortisation - Rental Property	(69,007)	-
	<u>149,533</u>	<u>-</u>
Ricoh photocopier		
Right of Use Asset - Ricoh photocopier	13,500	-
Accumulated Amortisation - Ricoh photocopier	(2,250)	-
	<u>11,250</u>	<u>-</u>
Total	<u>160,783</u>	<u>-</u>

CROHN'S & COLITIS AUSTRALIA

ABN 42 082 747 135

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

	2019	2018
	\$	\$
6 Payables and Accruals		
Trade Creditors	90,782	35,555
Sundry Creditors and Accruals	67,572	28,435
	<u>158,354</u>	<u>63,990</u>
7 Employees Entitlements		
Provision for Annual Leave	42,934	31,177
Provision for Long Service Leave	1,955	1,742
	<u>44,889</u>	<u>32,919</u>
8 Lease Liability		
Current		
Rental property	67,898	-
Ricoh photocopier	3,289	-
	<u>71,187</u>	<u>-</u>
Non-Current		
Rental property	86,800	-
Ricoh photocopier	8,936	-
	<u>95,736</u>	<u>-</u>
9 Cash Flow Reconciliation		
<i>Reconciliation of Cash</i>		
Cash at Bank	729,897	442,190
	<u>729,897</u>	<u>442,190</u>
<i>Reconciliation of Net Cash provided by Operating Activities</i>		
Operating Surplus	156,949	91,135
<i>Non-cash flows in profit for the year</i>		
Depreciation, assets written off & loss on disposal	94,197	39,124
<i>Changes in Assets and Liabilities</i>		
(Increase)/decrease in Receivables and Prepayments	(620)	42,634
(Increase)/decrease in Inventories	(4,780)	1,489
Increase/(decrease) in Payables and Accruals	94,364	6,981
Increase/(decrease) in Employees Entitlements	11,970	(4,603)
Increase/(decrease) in Prepaid Memberships and Unearned Revenue	210,486	204,801
Increase/(decrease) in GST Payable	(2,572)	(830)
Net Cash provided by Operating Activities	<u>559,994</u>	<u>380,731</u>

CROHN'S & COLITIS AUSTRALIA

ABN 42 082 747 135

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

10 Members' Guarantee

CCA is a public company limited by guarantee. Should CCA be wound up, the constitution states that each member is required to contribute a maximum of \$20 each towards any outstanding obligations of CCA. At 31 December 2019, the number of members was 2,449 (2018: 2,709).

11 Registered Office

The registered office and principal place of business of CCA is:

Suite 4, Level 1

363 Camberwell Road

Camberwell VIC 3124

CROHN'S & COLITIS AUSTRALIA

ABN 42 082 747 135

RESPONSIBLE ENTITIES' DECLARATION

In the opinion of the Responsible Entities of Australian Crohn's & Colitis Association trading as Crohn's and Colitis Australia:

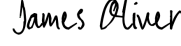
- a. The financial statements and notes of Crohn's and Colitis Australia are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:
 - i. Giving a true and fair view of its financial position as at 31 December 2019 and of its performance for the financial year ended on that date; and
 - ii. Complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Australian Charities and Not-for-profits Commission Regulation 2013*; and
- b. There are reasonable grounds to believe that Crohn's and Colitis Australia will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Responsible Entities.

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Bruce Rosengarten
Chairman

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James Oliver
Treasurer

Date: 27 March 2020

CROHN'S & COLITIS AUSTRALIA

ABN 42 082 747 135

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF AUSTRALIAN CROHN'S AND COLITIS
ASSOCIATION TRADING AS CROHN'S & COLITIS AUSTRALIA**

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Crohn's and Colitis Australia (the company), which comprises the statement of financial position as at 31 December 2019 and statement of profit or loss and other 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 Responsible Entities' declaration.

In our opinion, the accompanying financial report of Crohn's and Colitis Australia has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- o giving a true and fair view of the company's financial position as at 31 December 2019 and of its performance for the year then ended; and
- o complying with Australian Accounting Standards 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 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* (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.

Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Responsible Entities' financial reporting responsibilities under the Australian Charities and Not-for-profits Commission Act 2012. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

CROHN'S & COLITIS AUSTRALIA

ABN 42 082 747 135

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF AUSTRALIAN CROHN'S AND COLITIS
ASSOCIATION TRADING AS CROHN'S & COLITIS AUSTRALIA**

Responsibilities of the Responsible Entities for the Financial Report

The Responsible Entities of the company are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the Australian Charities and Not-for-profits Commission Act 2012 and is appropriate to meet the needs of the members. The Responsible Entities' responsibility also includes such internal control as the Responsible Entities determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

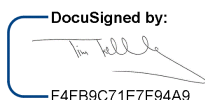
In preparing the financial report, the Responsible Entities are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the Responsible Entities either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities 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. 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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:
<http://www.auasb.gov.au/Home.aspx>. This description forms part of our auditor's report.

**DFK BKM Audit Services
Camberwell, Victoria**

DocuSigned by:

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Timothy M. Kelleher

27 March 2020