

**Borneo Orangutan Survival  
(BOS) Australia Incorporated**

**Financial Statements**

**for the year ended 30th June 2016**

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## PRESIDENT'S REPORT

The President presents his report together with the financial statements for the year ended 30<sup>th</sup> June 2016. The names of the committee members in office at any time during the financial year are as follows:

	Role	Commenced	Resigned
Anthony Gilding	President	July 2012	
Louise Grossfeldt	Vice President	July 2012	
Jade Harley	Ordinary	September 2014	
Catherine Heawood	Ordinary	October 2012	
Lauren Jenkins	Secretary	September 2014	
Deborah Mohr	Treasurer	October 2010	
Dane Squance	Ordinary	September 2014	October 2015
Mariana Von Lucken	Ordinary	March 2012	

### Principal activities

Borneo Orangutan Survival (BOS) Australia Incorporated ("BOS Australia") contributes to the conservation and protection of orangutans and their habitat by fundraising and increasing awareness. It does so by funding, supporting, and assisting with the activities undertaken by the Borneo Orangutan Survival (BOS) Foundation ("BOS Indonesia") domiciled in Bogor, Indonesia for the protection, preservation and survival of orangutans. The principal activities remained unchanged during the year.

### Review of Operations

The year has focussed on more releases. So far we have helped fund the release of 222 Orangutans back in the wild. The programme has been a great success and we continue to focus on releases as our first priority. Land purchase and restoration has also been a major focus for the year.

We still have over 500 Orangutans in our care. That includes over 200 who have been designated as unreleasable for various health reasons. Another of our priorities is enrichment of these Orangutans lives so they can be as comfortable as possible.

Our VP Lou Grossfeldt has been active in this area and has travelled to Borneo with Australian volunteers to provide hands on assistance. We have also sent Australian volunteers to help build facilities for these Orangutans.

The funding for the release program, the enrichment programme and other financial support sent to BOS Indonesia was raised through your donations, orangutan adoptions, merchandise sales and other fundraising events and efforts organised by volunteer groups and the committee. To our donors, volunteers and our committee we extend our sincere gratitude.

### Subsequent events

There has not been any matter or circumstance occurring subsequent to the end of the financial year that has significantly affected, or may significantly affect, the operations of BOS Australia.

### Future developments

A report on your new committee's action plan for 2016-2017 will be presented at the AGM and sent to all members.

## ASSURANCE PRACTITIONER'S INDEPENDENCE DECLARATION

We hereby declare, that to the best of our knowledge and belief, during the financial year ended 30 June 2016 there have been no:

contraventions of the assurance practitioner independence requirements in relation to the audit; and

(ii)

contraventions of any applicable code of professional conduct in relation to the audit.

**Name of Firm:** Quality Financial Solutions Pty Ltd

**Name of Partner:**

  
David Petersen

**Address:** 1 Pymm Avenue Eltham North Vic., 3095

**Dated this**

7th November 2016

Borneo Orangutan Survival (BOS) Australia  
**Statement of Profit or Loss and Other Comprehensive Income**  
For the financial year ended 30 June 2016

	Note	Year ended 30 June 2016 \$	Year ended 30 June 2015 \$
<b>Continuing operations</b>			
<b>Revenue</b>			
Donations received	2	363,992	401,613
Fundraising revenue	2	220	2,505
Merchandise sales	2	1,311	7,952
Other revenue	2	3,252	4,228
<b>Total revenue</b>	2	<u>368,775</u>	<u>416,297</u>
<b>Expenses</b>			
BOS Indonesia financial support	3	244,427	324,079
Other orangutan project costs	3	48,419	835
Fundraising expenses	3	3,626	11,690
Cost of merchandise sold	3	1,578	7,176
Marketing costs	3	1,759	4,803
Other expenses	3	48,245	43,227
<b>Total expenses</b>	3	<u>348,054</u>	<u>391,810</u>
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<u>20,721</u>	<u>24,487</u>

Notes to and forming part of the financial statements are attached on pages 8 to 13.



**Borneo Orangutan Survival (BOS) Australia**  
**Statement of Financial Position**  
as at 30 June 2016

	Note	30 June 2016 \$	30 June 2015 \$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and bank balances	5	139,093	118,295
Inventories		1,952	2,581
Receivables	6	1,603	1,051
<b>Total Current Assets</b>		<b>142,648</b>	<b>121,927</b>
<b>Total Assets</b>		<b>142,648</b>	<b>121,927</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade and other payables	7	0	0
<b>Total Current Liabilities</b>		<b>0</b>	<b>0</b>
<b>Total Liabilities</b>		<b>0</b>	<b>0</b>
<b>Net Assets</b>		<b>142,648</b>	<b>121,927</b>
<b>EQUITY</b>			
<b>Capital and reserves</b>			
Reserves and accumulated funds	4	142,648	121,927
<b>Total Equity</b>		<b>142,648</b>	<b>121,927</b>

Notes to and forming part of the financial statements are attached on pages 8 to 13.

Borneo Orangutan Survival (BOS) Australia  
**Statement of Changes in Equity**  
For the financial year ended 30 June 2016

	Note	Accumulated funds \$	Total \$
<b>Balance as at 1 July 2014</b>	4	<b>97,440</b>	<b>66,773</b>
Profit / (Loss) for Year		<u>24,487</u>	<u>30,667</u>
<b>Balance as at 30 June 2015</b>	4	<b>121,927</b>	<b>97,440</b>
Profit / (Loss) for Year		<u>20,721</u>	<u>24,487</u>
<b>Balance as at 30 June 2016</b>	4	<b><u>142,648</u></b>	<b><u>121,927</u></b>

Notes to and forming part of the financial statements are attached on pages 8 to 13.

**Borneo Orangutan Survival (BOS) Australia**  
**Statement of Cash Flow**  
For the financial year ended 30 June 2016

	Note	Year ended 30 June 2016 \$	Year ended 30 June 2015 \$
<b>Cash flows from operating activities</b>			
Receipts from customers including government subsidies		366,839	415,844
Payments to suppliers and employees		(347,425)	(390,694)
Interest received		1,384	2,019
<b>Net cash inflows from operating activities</b>		<u>20,798</u>	<u>27,169</u>
<b>Cash flows from investing activities</b>			
<b>Net cash (used in)/generated by investing activities</b>		<u>0</u>	<u>0</u>
<b>Cash flows from financing activities</b>			
<b>Net cash flows from financing activities</b>		<u>0</u>	<u>0</u>
<b>Net increase/(decrease) in cash and cash equivalents</b>	5	<u>20,798</u>	<u>27,169</u>
Cash and cash equivalents at beginning of year		<u>118,295</u>	<u>91,126</u>
<b>Cash and cash equivalents at end of year</b>	5	<u>139,093</u>	<u>118,295</u>

Notes to and forming part of the financial statements are attached on pages 8 to 13.



# NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

## For the financial year ended 30 June 2016

### Note 1 Summary of Significant Accounting Policies

#### Financial reporting framework

The incorporated association is not a reporting entity because in the opinion of the directors there are unlikely to exist users of the financial report who are unable to command the preparation of reports tailored so as to satisfy specifically all of their information needs. Accordingly, these special purpose financial statements have been prepared to satisfy the financial reporting requirements of the Australia Charities and Not-for-profits Commission Act 2012 (ACNC Act) and the following Australian Accounting Standards:

AASB 101	Presentation of Financial Statements
AASB 107	Statement of Cash Flows
AASB 108	Accounting Policies, Changes in Accounting Estimates and Errors
AASB 1031	Materiality
AASB 1048	Interpretation of Standards
AASB 1054	Australian Additional Disclosures

#### Statement of compliance

The financial report has been prepared in accordance with the requirements of the Australian Accounting Standards-Reduced Disclosure Requirements and other authoritative pronouncements of the Australian Accounting Standards Board. Preparation under the Australian Accounting Standards is in line with the amendment to the NSW Incorporated Associations reporting requirements.

The financial report was authorised for issue by the committee and its members on the 7<sup>th</sup> November 2016.

#### Basis of preparation

The financial report has been prepared on a historical cost basis. Cost is based on the fair value of the consideration given in exchange for the assets. All amounts are presented in Australian dollars and rounded to the nearest dollar.

#### Adoption of new and revised Accounting Standards

In the current year, the Entity has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to the operations of the Entity and effective for the current annual reporting period.

# NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

## For the financial year ended 30 June 2016

### Note 1 Summary of Significant Accounting Policies (continued)

#### Accounting policies

The financial statements are prepared on a going concern basis. The following significant accounting policies have been adopted in the preparation and presentation of the financial report:

#### (a) Goods and services tax

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST) except:

- where the GST incurred is not recoverable from the Australian Taxation Office ("ATO"), it is recognised as part of the cost of acquisition of the asset or as part an item of expense; or
- for receivables and payables which are recognised inclusive of GST.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables.

Cash flows are included in the Cash Flow Statement on a gross basis. The GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the ATO is classified within operating cash flows.

#### (b) Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable.

The following specific recognition criteria must be met before revenue is recognised.

#### Sale of goods

Revenue from the sale of goods is recognised when

- the Association has transferred to the buyer the significant risks and rewards of ownership of the goods;
- the Association retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the Association; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Specifically, revenue from the sale of goods is recognised when goods are delivered and legal title is passed.

#### Interest

Revenue is recognised as the interest accrues (using the effective interest method, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument) to the net carrying amount of the financial asset.

The interest revenue is recognised when it is probable that the economic benefits will flow to the Company and the amount of revenue can be measured reliably.



# NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

## For the financial year ended 30 June 2016

### **Note 1 Summary of Significant Accounting Policies**

#### **(b) Revenue recognition Continued**

##### *Donations and Bequests*

The timing of the recognition of contributions from donations and bequests depends on when control of these contributions or right to receive these contributions is obtained, which is usually upon receipt of the monies.

#### **(c) Income tax**

As the Association is an endorsed charity, it does not pay income tax under the Income Tax Assessment Act 1997.

#### **(d) Cash and cash equivalents**

Cash comprises cash on hand and demand deposits held with banks. Cash equivalents are short-term highly liquid investments that are readily convertible to known amounts of cash, which are subject to an insignificant risk of changes in value, and have a maturity of six months or less at the date of acquisition.

#### **(i) Inventories**

Inventories are valued at the lower of cost and net realisable value. Costs of inventories are determined on a first-in-first-out basis. Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale.

# NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

## For the financial year ended 30 June 2016

### Note 2 Revenue

	Year ended 30 June 2016 \$	Year ended 30 June 2015 \$
<b>Donations received</b>		
Regular Donations	108,174	66,216
Significant Donations	159,370	204,045
Cards for a cause	0	190
Rainforest Sq. Meters	2,510	6,850
Orangutan adoptions	89,308	119,347
Virtual gift certificates	4,630	4,965
	<u>363,992</u>	<u>401,612</u>
<b>Fundraising income</b>		
Event income	220	2,505
Raffle ticket sales	0	0
Auction income	0	0
Borneo Tours	0	0
	<u>220</u>	<u>2,505</u>
<b>Merchandise sales</b>	<b>1,311</b>	<b>7,952</b>
<b>Other revenue</b>		
Membership fees	1,868	2,209
Interest received	1,384	2,019
Other revenue	0	0
	<u>3,252</u>	<u>4,228</u>
<b>Total Revenue</b>	<u><u>368,775</u></u>	<u><u>416,297</u></u>

### Note 3 Expenses

	Year ended 30 June 2016 \$	Year ended 30 June 2015 \$
BOS Indonesia financial support	244,427	324,079
Other orangutan projects (including Orangutan Enrichment, Sewerage projects, VET equipment)	48,419	835
Fundraising expenses	3,626	11,690
Cost of merchandise sold	1,578	7,176
Marketing costs	1,759	4,803
<u>Other Expenses</u>		
Bank charges, merchant fees and commissions paid	9,121	7,302
Accounting, audit and filing fees	2,549	2,033
Administration	24,765	21,936
Insurance & legal costs	2,929	1,304
Postage, printing, stationery and telephone	4,216	5,199
Travel	2,041	0
Website and IT costs	2,638	2,211
All other costs	-15	3,242
<b>Total Other Expenses</b>	<u>48,245</u>	<u>43,227</u>
<b>Total Expenses</b>	<u><u>348,054</u></u>	<u><u>391,810</u></u>

# NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

## For the financial year ended 30 June 2016

### Note 4 Reserves and Accumulated Funds

	2016	2015
	\$	\$
Accumulated Funds		
Accumulated funds brought forward	121,927	97,440
Surplus / (Loss) for the year	20,721	24,487
<b>Total Accumulated Funds</b>	<b>142,648</b>	<b>121,927</b>
Reserves		
Opening balance	0	0
<b>Total Reserves</b>	<b>0</b>	<b>0</b>
<b>Total Equity</b>	<b>142,648</b>	<b>121,927</b>

### Note 5 Notes to the Statement of Cash Flow

<b>a) Reconciliation of cash and cash equivalents</b>	<b>2016</b>	<b>2015</b>
	\$	\$
For the purposes of the Cash Flow Statement, cash and cash equivalents comprise the following at 30 June:		
Cash on hand	0	0
Cash at bank	139,093	118,295
<b>Total cash and cash equivalents</b>	<b>139,093</b>	<b>118,295</b>

#### b) Reconciliation of cash flows from operations

Operating surplus / deficit	20,721	24,487
(Increase) / decrease in receivables	(552)	1,566
(Increase) / decrease in inventories	629	2,066
Increase / (decrease) in payables	0	(950)
<b>Net cash provided by / (used in) operating activities</b>	<b>20,798</b>	<b>27,169</b>

### Note 6 Trade and Other Receivables

	2016	2015
	\$	\$
<b>Current</b>		
Trade receivables	110	405
Accrued income	0	0
GST Receivable	1,493	576
Withholding tax receivable	0	70
<b>Current Receivables</b>	<b>1,603</b>	<b>1,051</b>

### Note 7 Trade and Other Payables

	2016	2015
	\$	\$
<b>Current</b>		
Trade payables	0	0
Accrued expenses	0	0
<b>Current Payables</b>	<b>0</b>	<b>0</b>

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**For the financial year ended 30 June 2016**

**Note 8 Commitments and Contingencies**

The Association has neither contingent liabilities nor financial commitments.

**Note 9 Related Party Transactions**

The Committee are voluntary and receive no compensation for their services. There were no loans to committee members. There were no transactions with key management personnel during 2016 (2015: \$0).

**Note 10 Remuneration of auditors**

Review of the financial report:

<b>2016</b>	<b>2015</b>
\$1,010	\$1,045

The reviewer of the financial reports of Borneo Orangutan Survival (BOS) Australia for the year ended 30 June 2016 is Quality Financial Solutions Pty Ltd.



## DIRECTORS' DECLARATION

The directors declare that the entity 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 the Presidents' opinion:

- there are reasonable grounds to believe that the Association will be able to pay all of its debts as and when they become due and payable; and
- the financial statements and notes, thereto are in accordance with the Associations Incorporation Act (NSW) 1981 and satisfy the requirements of the Australian Charities and Not-for-profits Commission Act 2012 including compliance with accounting standards and giving a true and fair view of the financial position and performance of the Association.

This declaration is signed in accordance with a resolution of the directors made pursuant to subsection 60.15(2) of the Australian Charities and Not-for-profit Commission Regulation 2013.



**Tony Gilding**  
President

Dated this 7<sup>th</sup> day of November 2016



**Louise Grossfeldt**  
Vice President



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**INDEPENDENT ASSURANCE PRACTITIONER'S REPORT  
TO THE MEMBERS OF BORNEO ORANGUTAN SURVIVAL (BOS) AUSTRALIA INCORPORATED**

***Report on the Financial Report***

We have reviewed the accompanying annual financial report, being a special purpose financial report of Borneo Orangutan Survival (BOS) Australia Inc. (the association), which comprises the statement of financial position as at 30 June 2016, the statement of profit or loss or other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the Presidents' declaration.

***Committee's Responsibility for the Financial Report***

The committee of the association is responsible for the preparation of the annual financial report that gives a true and fair view in accordance with the requirements of the Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act) and the Australian Accounting Standards and the Associations Incorporation Act (NSW) 1981 to the extent noted in Note 1. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies and making estimates that are reasonable in the circumstances.

***Assurance Practitioner's Responsibility***

Our responsibility is to express a conclusion on the financial report based on our review. We conducted our review in accordance with Auditing Standards on Review Engagements 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, anything has come to our attention that causes us to believe that the financial report does not satisfy the requirements of Division 60 of the ACNC Act including : giving a true and fair view of Borneo Orangutan Survival (BOS) Australia Inc. financial position as at 30 June 2016 and its performance for the year ended on that date; and complying with the Australian Accounting Standards and the Australian Charities and Not-for-profits Commission Regulation 2013 (ACNC Regulation).

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 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 professional accounting bodies.



### Conclusion

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the annual financial report of Borneo Orangutan Survival (BOS) Australia Inc. does not satisfy the requirements of Division 60 of the Australian Charities and Not-for profits Commission Act 2012 including:

- (a) giving a true and fair view of the Borneo Orangutan Survival (BOS) Australia Inc's financial position as at 30 June 2016 and of its financial performance and cash flows for the year ended on that date; 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 and the Associations Incorporation Act (NSW) 1981.

all material respects, the Borneo Orangutan Survival (BOS) Australia Inc.'s financial position as at 30 June 2016 and of its financial performance and its cash flows for the year then ended on that date in accordance with the Australian Auditing Standards as noted in Note 1 and the financial reporting requirements of the Associations Incorporation Act (NSW) 1981.

### Emphasis of Matter

The committee has determined that Borneo Orangutan Survival (BOS) Australia Inc. is a non-reporting incorporation association. The financial report has been prepared in accordance with special purpose reporting framework in order to meet the requirements of the members. Our conclusion is not modified in respect of this matter.

### Basis of Accounting

Without modifying our conclusion, we draw attention to Note1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling Borneo Orangutan Survival (BOS) Australia Inc.'s financial reporting responsibilities under the ACNC Act and to meet the requirements of the Associations Incorporation Act (NSW) 1981. As a result, the financial report may not be suitable for another purpose.

Quality Financial Solutions Pty Ltd

David Petersen

Director

Certified Practising Accountants

Eltham,

this .....<sup>7<sup>th</sup></sup>.....day of .....November.....2016