

**EMERGENCY MEDICINE FOUNDATION LTD**  
**ACN 128 057 170**

**Financial Statements for the year ended**  
**30 June 2017**

**Emergency Medicine Foundation Ltd  
ACN 128 057 170**

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**Emergency Medicine Foundation Ltd**  
**ACN 128 057 170**

**STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR YEAR ENDED 30 JUNE 2017**

|  | Note | 2017             | 2016             |
|--|------|------------------|------------------|
|  |      | \$               | \$               |
| <b>REVENUE</b>   |      |                  |                  |
| Revenue  | 2    | 2,250,994        | 9,409,305        |
| <b>LESS EXPENSES</b>   |      |                  |                  |
| Corporate  | 3    | 528,393          | 410,656          |
| Grants Infrastructure  | 4    | 820,812          | 180,894          |
| Marketing, Public Relations and Business Development                         | 5    | 149,914          | 289,630          |
| Research and Grants  |      | 1,054,828        | 500,090          |
| <b>TOTAL EXPENSES</b>  |      | <u>2,553,947</u> | <u>1,381,270</u> |
| <b>SURPLUS(DEFICIT) BEFORE INCOME TAX</b>                                    |      | <u>(302,953)</u> | <u>8,028,035</u> |
| Income tax expense   | 1a   | -                | -                |
| <b>SURPLUS(DEFICIT) FOR THE YEAR AFTER INCOME TAX</b>                        |      | <u>(302,953)</u> | <u>8,028,035</u> |
| Other comprehensive income for the year                                      |      | -                | -                |
| <b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>                               |      | <u>(302,953)</u> | <u>8,028,035</u> |
| <b>Surplus(deficit) attributable to the members of the company</b>           |      | <u>(302,953)</u> | <u>8,028,035</u> |
| <b>Total Comprehensive Income attributable to the members of the company</b> |      | <u>(302,953)</u> | <u>8,028,035</u> |

The accompanying notes form part of these financial statements.

**Emergency Medicine Foundation Ltd**  
**ACN 128 057 170**

**STATEMENT OF FINANCIAL POSITION**  
**FOR YEAR ENDED 30 JUNE 2017**

|                                      | Note | 2017                 | 2016                 |
|--------------------------------------|------|----------------------|----------------------|
|                                      |      | \$                   | \$                   |
| <b>ASSETS</b>                        |      |                      |                      |
| <b>CURRENT ASSETS</b>                |      |                      |                      |
| Cash and cash equivalents            | 7    | 7,244,290            | 7,661,490            |
| Trade and other receivables          | 8    | 63,320               | 50,721               |
| Other assets                         | 9    | 28,221               | 18,709               |
| <b>TOTAL CURRENT ASSETS</b>          |      | <u>7,335,831</u>     | <u>7,730,920</u>     |
| <b>NON-CURRENT ASSETS</b>            |      |                      |                      |
| Property, Plant & Equipment          | 10   | 9,088                | 22,474               |
| <b>TOTAL NON-CURRENT ASSETS</b>      |      | <u>9,088</u>         | <u>22,474</u>        |
| <b>TOTAL ASSETS</b>                  |      | <u>7,344,919</u>     | <u>7,753,394</u>     |
| <br>                                 |      |                      |                      |
| <b>LIABILITIES</b>                   |      |                      |                      |
| <b>CURRENT LIABILITIES</b>           |      |                      |                      |
| Trade and other payables             | 11   | 126,774              | 234,314              |
| <b>TOTAL CURRENT LIABILITIES</b>     |      | <u>126,774</u>       | <u>234,314</u>       |
| <b>NON CURRENT LIABILITIES</b>       |      |                      |                      |
| Provisions                           | 12   | 4,540                | 2,522                |
| <b>TOTAL NON CURRENT LIABILITIES</b> |      | <u>4,540</u>         | <u>2,522</u>         |
| <b>TOTAL LIABILITIES</b>             |      | <u>131,314</u>       | <u>236,836</u>       |
| <br><b>NET ASSETS</b>                |      | <br><u>7,213,605</u> | <br><u>7,516,558</u> |
| <br>                                 |      |                      |                      |
| <b>EQUITY</b>                        |      |                      |                      |
| Retained surplus (deficit)           |      | 7,213,605            | 7,516,558            |
| <b>TOTAL EQUITY</b>                  |      | <u>7,213,605</u>     | <u>7,516,558</u>     |

The accompanying notes form part of these financial statements.

**Emergency Medicine Foundation Ltd**  
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**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 JUNE 2017**

|  | Retained<br>Surplus | Total            |
|--|---------------------|------------------|
|  | \$                  | \$               |
| <b>Balance at 30 June 2015</b>                   | <b>(511,477)</b>    | <b>(511,477)</b> |
| Surplus attributable to the company for the year | 8,028,035           | 8,028,035        |
| Other comprehensive income for the year          | -                   | -                |
| <b>Balance at 30 June 2016</b>                   | <b>7,516,558</b>    | <b>7,516,558</b> |
| Surplus attributable to the company for the year | (302,953)           | (302,953)        |
| Other comprehensive income for the year          | -                   | -                |
| <b>Balance at 30 June 2017</b>                   | <b>7,213,605</b>    | <b>7,213,605</b> |

**STATEMENT OF CASH FLOWS**  
**FOR YEAR ENDED 30 JUNE 2017**

|  | Note       | 2017             | 2016             |
|--|------------|------------------|------------------|
|  |            | \$               | \$               |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>      |            |                  |                  |
| Receipt from customers                           |            | 2,283,003        | 8,757,693        |
| Interest received                                |            | 161,656          | 49,503           |
| Payments to suppliers and employees              |            | (2,861,859)      | (1,432,449)      |
| <b>Net cash provided by operating activities</b> | <b>16a</b> | <b>(417,200)</b> | <b>7,374,747</b> |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>      |            |                  |                  |
| Proceeds from borrowings                         |            | -                | 140,000          |
| <b>Net cash from financing activities</b>        |            | <b>-</b>         | <b>140,000</b>   |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>      |            |                  |                  |
| Purchase of plant and equipment                  |            | -                | -                |
| <b>Net cash used in investing activities</b>     |            | <b>-</b>         | <b>-</b>         |
| Net increase/ (decrease) in cash held            |            | (417,200)        | 7,514,747        |
| Cash at beginning of financial period            |            | 7,661,490        | 146,743          |
| <b>Cash at end of financial period</b>           | <b>7</b>   | <b>7,244,290</b> | <b>7,661,490</b> |

The accompanying notes form part of these financial statements.

**Emergency Medicine Foundation Ltd**  
**ACN 128 057 170**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

These financial statements cover the economic entity Emergency Medicine Foundation Ltd (EMF) as an individual entity. EMF Ltd is a company limited by guarantee and is domiciled in Australia.

The financial statements were authorised for issue on 4<sup>th</sup> October 2017 by the directors of the company.

**Basis of Preparation**

Emergency Medicine Foundation Ltd applies Australian Accounting Standards – Reduced Disclosure Requirements as set out in AASB: Application of Tiers of Australian Accounting Standards and AASB 2010-2 – Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements, of the Australian Accounting Standards Board (AASB) and the Australian Charities and Not-for-profits Commission Act 2012. The company is a not for-profit entity for financial purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions to which they apply. Material accounting policies adopted in the preparation of these financial statements are presented below. They have been consistently applied unless otherwise stated.

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.

**a. Income Tax**

No provision for income tax has been raised as the company operates solely as a non-profit public charitable entity and accordingly is exempt from income tax under Section 50-5 of the Income Tax Assessment Act 1997.

**b. Leases**

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership are classified as finance leases.

Finance leases are capitalised by recognising an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight-line basis over their estimated useful lives.

Lease payments for operating leases with fixed rental increases, where substantially all the risks and benefits remain with the lessor, are recognised as expenses on a straight-line basis over the life of the lease term.

Lease incentives under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

c. Financial Instruments

*Initial Recognition and Measurement*

Financial assets and financial liabilities are recognised when the company becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Company commits itself to either purchase or sell the asset (ie trade date accounting is adopted). Financial instruments are initially measured at fair value plus transactions costs except where the instrument is classified 'at fair value through profit or loss' in which case transaction costs are expensed to profit or loss immediately.

*Classification and Subsequent Measurement*

Financial instruments are subsequently measured at either fair value, amortised cost using the effective interest rate method or cost. *Fair value* represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties. 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, if any, between the amount initially recognised and the maturity amount calculated using the *effective interest method*.

The *effective interest method* is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss.

Fair value is determined based on current bid prices for 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, where they are derivatives not held for hedging purposes, or designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management 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 fair value (ie gains or losses) being recognised in profit or loss.

(ii) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Gains and losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

c. Financial Instruments (cont.)

*Classification and Subsequent Measurement (cont.)*

(iii) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the Company's intention to hold these investments to maturity. They are subsequently measured at amortised cost. Gains and losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

(iv) Available-for-sale financial assets

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 are subsequently measured at fair value with any re-measurements recognised in other comprehensive income. Available-for-sale assets are classified as non-current assets when they are expected to be sold after 12 months for the end of the reporting period. All other available-for-sale assets are classified as current assets.

(v) Financial liabilities

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost.

*Impairment*

At each reporting date, the company assesses whether there is objective evidence that a financial instrument has been impaired. A financial asset (or a group of financial assets) is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events (a "loss event") having occurred, which has an impact in the estimated future cash flows of the financial asset(s).

In the case of available-for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether an impairment has arisen. Impairment losses are recognised in profit or loss. Also, any cumulative decline in fair value previously recognised in other comprehensive income is reclassified to profit or loss at this point.

In the case of financial assets carried at amortised cost, loss events may include: indications that the debtors or a group of debtors are experiencing significant financial difficulty, default or delinquency in interest or principal payments; indications that they will enter bankruptcy or other financial reorganisation; and changes in arrears or economic conditions that correlate with defaults.

*Derecognition*

Financial assets are derecognised where the contractual rights to receipt of cash flows expires or the asset is transferred to another party whereby the company no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expired. The difference between the carrying value of the financial liability, which is extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.



**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)**

**d. Impairment of Assets**

At the end of each reporting period, the company assesses whether there is any indication that an asset may be impaired. The assessment will include considering external and internal sources of information. 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 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 unless the asset is carried at a revalued amount in accordance with another Standard (eg in accordance with the revaluation model in AASB 116). Any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that Standard.

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

**e. Employee Benefits**

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may not satisfy any vesting requirements. Those cash flows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

**f. Provisions**

Provisions are recognised when the Company 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.

**g. Cash and Cash Equivalents**

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

**h. Revenue and Other Income**

Donations are recognised as revenue upon receipt.

Non-Reciprocal Grant revenue is recognised in the statement of comprehensive income when the Company obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the Company and the amount of the grant can be measured reliably.

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.

When grant revenue is received whereby the Company incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

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

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

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)**

**h. Revenue and Other Income (Cont.)**

Revenue from the sale of goods or delivery of services is recognised upon the transfer of the goods or the provision of the service.

**i. Trade & Other Receivables**

Trade and other receivables include amounts due from customers for goods sold and services performed in the ordinary course of business. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Trade and other receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest rate method, less any impairment losses. Refer to Note 1d for further discussion on the determination and treatment of impairment losses.

**j. 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 statement of financial position.

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

**k. Comparative Figures**

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial period.

**l. Trade and Other Payables**

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the company 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.

**m. Property, Plant and Equipment**

Each class of property, plant and equipment is carried at cost or fair values as indicated, less, where applicable, accumulated depreciation and impairment losses.

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

The carrying amount of plant and equipment is reviewed annually by Directors 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. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

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

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)**

**m. Property, Plant and Equipment (Cont.)**

**Depreciation**

The depreciable amount of all fixed assets are depreciated on a straight line basis over the asset's useful life to the company commencing from the time the asset is held ready for use. Leasehold improvements are depreciated at the lesser of the useful life or lease term, in this case the lease term.

The depreciation rates used for each class of depreciable assets are:

| <b>Class of Fixed Asset</b>   | <b>Depreciation Rate</b> |
|-------------------------------|--------------------------|
| Office furniture and fittings | 10 -33%                  |
| Computer Equipment            | 33%                      |
| Leasehold improvement         | 20%                      |

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. 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.

**n. Critical Accounting Estimates and Judgments**

The Directors of the company evaluate estimates and judgments 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.

*Key estimates — Impairment*

The company assesses impairment at each reporting date by evaluating conditions specific to the company that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

*Key judgments — Provision for impairment of receivables*

At balance date the Directors of the company assess receivables for impairment and make judgements in respect of the recoverability of such amounts

There were no impaired receivables at 30 June 2017.

**o. Economic Dependence**

The Company is dependent on the Department of Health for the majority of its revenue used to operate the business. At the date of this report Directors of the trustee company have no reason to believe the Department will not continue to support the Company.

**Emergency Medicine Foundation Ltd**  
**ACN 128 057 170**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017**

**NOTE 2: REVENUE**

|                                    | Note | 2017<br>\$       | 2016<br>\$       |
|------------------------------------|------|------------------|------------------|
| <b>Operating Revenue</b>           |      |                  |                  |
| Debt forgiveness                   | 2a   | -                | 780,939          |
| Donations received -related entity | 2b   | -                | 6,400,993        |
| Donations received – other         | 2c   | 502              | 61,020           |
| Grants received                    | 2d   | 2,075,000        | 2,000,000        |
| Overhead recovery                  | 2e   | -                | 116,915          |
| Interest                           |      | 175,492          | 49,438           |
|                                    |      | <b>2,250,994</b> | <b>9,409,305</b> |

- a Debt forgiveness** - On 31 March 2016 a loan of \$545,621 and other outstanding debts of \$235,318 were forgiven upon dissolution of Queensland Emergency Medicine Research Foundation (QEMRF). Amounts previously recorded as outstanding between the company and QEMRF will be managed through financial reporting process and monies allocated back to the Queensland operations at a time in the future when the national operations of the company are self-sustaining.
- b Donations received - related entity** – represents the transfer of the net assets of Queensland Emergency Medicine Research Foundation (QEMRF) upon its dissolution on 31 March 2016. This amount constitutes largely cash investments which are to be used in line with the terms applicable to its use through QEMRF.
- c Donations received - other** – amounts donated to the company by individual donors to support emergency medicine research.
- d Grants received** – for investment into emergency medicine research in Queensland and received from Queensland Health in line with the current funding agreement which expired on 30 June 2017. In addition \$75,000 received from PREDICT (Paediatric Research in Emergency Departments International Collaborative) to help fund one of the Research Support Network’s focuses on paediatric research.
- e Overhead recovery** - represents the recharge of overhead expenditure to QEMRF prior to the merging of the two entities.

**Emergency Medicine Foundation Ltd**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017**

**NOTE 3: CORPORATE EXPENSES**

|  | Note | 2017           | 2016           |
|--|------|----------------|----------------|
|  |      | \$             | \$             |
| Accounting and Audit                     |      | 10,000         | 17,095         |
| Bank Fees                                |      | 9,319          | 3,154          |
| Communication and Information Technology |      | 37,472         | 32,122         |
| Depreciation                             |      | 13,386         | 4,006          |
| Electricity                              |      | 7,422          | 7,386          |
| Employee Expense                         |      | 214,239        | 101,532        |
| Interest Expense                         |      | -              | 13,130         |
| Insurance                                |      | 16,472         | 10,930         |
| Legal fees                               |      | 291            | 37,734         |
| Maintenance and Minor Assets             |      | 15,229         | 16,425         |
| Printing and Stationery                  |      | 9,636          | 9,540          |
| Rent                                     |      | 163,631        | 132,407        |
| Subscriptions and Memberships            |      | 5,509          | 751            |
| Travel and Conference                    |      | 11,697         | 12,820         |
| Other Expenses                           |      | 14,091         | 11,624         |
|  |      | <b>528,393</b> | <b>410,656</b> |

**NOTE 4: GRANTS INFRASTRUCTURE EXPENSES**

|   |  |                |                |
|---|--|----------------|----------------|
| Database                                    |  | 18,182         | -              |
| Employee Expense – Administration           |  | 219,543        | 76,806         |
| Employee Expense – Research Support Network |  | 205,866        | 39,232         |
| Honorariums                                 |  | 11,152         | 10,445         |
| Legal Fees                                  |  | 855            | 10,640         |
| Other Expenses                              |  | 7,919          | 1,024          |
| Research Support Network Grant              |  | 355,327        | 41,960         |
| Travel                                      |  | 1,968          | 787            |
|   |  | <b>820,812</b> | <b>180,894</b> |

**Emergency Medicine Foundation Ltd**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017**

**NOTE 5: MARKETING, PUBLIC RELATIONS AND BUSINESS DEVELOPMENT EXPENSES**

|   | Note | 2017           | 2016           |
|---|------|----------------|----------------|
|   |      | \$             | \$             |
| Consulting Fees (Public Relations and Business Development) |      | 59,436         | 169,822        |
| Contractor Fees   |      | -              | 74,001         |
| Database and Website  |      | -              | 26,513         |
| Employee Expense  |      | 72,800         | -              |
| Printing and Stationery                                     |      | 11,144         | 16,617         |
| Promotion   |      | 6,734          | 2,677          |
|   |      | <b>149,914</b> | <b>289,630</b> |

**NOTE 6: OTHER**

|           |   |         |         |
|-----------|---|---------|---------|
| <b>a.</b> | <b>Auditors' remuneration:</b>                              |         |         |
|           | —auditing or reviewing the financial statements             | 10,000  | 12,500  |
|           |   |         |         |
| <b>b.</b> | <b>Lease payments</b>                                       |         |         |
|           | Rental expense on operating leases – minimum lease payments | 163,631 | 132,407 |
|           |   |         |         |

**NOTE 7: CASH AND CASH EQUIVALENTS**

|                                    |    |                  |                  |
|------------------------------------|----|------------------|------------------|
| Cash at bank                       |    | 307,605          | 1,916,685        |
| Short-term bank deposits – at call |    | 6,936,685        | 5,744,805        |
|                                    | 19 | <b>7,244,290</b> | <b>7,661,490</b> |

**Reconciliation of cash**

Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the statement of financial position as follows:

|                                    |  |                  |                  |
|------------------------------------|--|------------------|------------------|
| Cash at bank                       |  | 307,605          | 1,916,685        |
| Short-term bank deposits – at call |  | 6,936,685        | 5,744,805        |
|                                    |  | <b>7,244,290</b> | <b>7,661,490</b> |

**Emergency Medicine Foundation Ltd**  
**ACN 128 057 170**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017**

**NOTE 8: TRADE AND OTHER RECEIVABLES**

|                  | Note | 2017          | 2016          |
|------------------|------|---------------|---------------|
|                  |      | \$            | \$            |
| <b>CURRENT</b>   |      |               |               |
| GST Receivable   |      | 6,717         | 47,306        |
| Trade Debtors    |      | 42,697        | 3,344         |
| Accrued interest |      | 13,906        | 71            |
|                  | 19   | <b>63,320</b> | <b>50,721</b> |

**a. Provision for Impairment of Receivables**

Current receivables are generally on 30-day terms. These receivables are assessed for recoverability and a provision for impairment is recognised when there is objective evidence that an individual trade receivable is impaired.

**NOTE 9: OTHER ASSETS**

|                |  |               |               |
|----------------|--|---------------|---------------|
| <b>CURRENT</b> |  |               |               |
| Prepayments    |  | 28,021        | 18,509        |
| Bond           |  | 200           | 200           |
|                |  | <b>28,221</b> | <b>18,709</b> |

**NOTE 10: PROPERTY, PLANT AND EQUIPMENT**

|  |  |              |               |
|--|--|--------------|---------------|
| Office Furniture and Fittings at cost      |  | 3,034        | 3,034         |
| Less accumulated depreciation              |  | (1,859)      | (248)         |
|  |  | <b>1,175</b> | <b>2,786</b>  |
| Computer equipment at cost                 |  | 14,590       | 14,590        |
| Less accumulated depreciation              |  | (9,145)      | (4,282)       |
|  |  | <b>5,445</b> | <b>10,308</b> |
| Leasehold Improvements at cost             |  | 9,874        | 9,874         |
| Less accumulated amortisation              |  | (7,406)      | (494)         |
|  |  | <b>2,468</b> | <b>9,380</b>  |
| <b>Total property, plant and equipment</b> |  | <b>9,088</b> | <b>22,474</b> |

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**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017**

**NOTE 10: PROPERTY, PLANT AND EQUIPMENT (CONT.)**

**Movements In Carrying Amounts**

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year. The assets' useful lives were reviewed at the end of the reporting period and an adjustment made in relation to leasehold improvements to reflect expiration of the current rental lease in November 2018.

|  | Leasehold<br>Improvements | Office Furniture<br>and Fittings | Computer<br>Equipment | Total         |
|--|---------------------------|----------------------------------|-----------------------|---------------|
|  | \$                        | \$                               | \$                    | \$            |
| <b>Carrying amount at 30 June 2015</b> | -                         | -                                | 7,177                 | 7,177         |
| Additions at cost                      | 9,874                     | 3,034                            | 6,395                 | 19,303        |
| Disposals                              | -                         | -                                | -                     | -             |
| Depreciation expense                   | (494)                     | (248)                            | (3,264)               | (4,006)       |
| <b>Carrying amount at 30 June 2016</b> | <b>9,380</b>              | <b>2,786</b>                     | <b>10,308</b>         | <b>22,474</b> |
| Additions at cost                      | -                         | -                                | -                     | -             |
| Disposals                              | -                         | -                                | -                     | -             |
| Depreciation expense                   | (6,912)                   | (1,611)                          | (4,863)               | (13,386)      |
| <b>Carrying amount at 30 June 2017</b> | <b>2,468</b>              | <b>1,175</b>                     | <b>5,445</b>          | <b>9,088</b>  |

**NOTE 11: TRADE AND OTHER PAYABLES**

|                      | Note       | 2017           | 2016           |
|----------------------|------------|----------------|----------------|
|                      |            | \$             | \$             |
| <b>CURRENT</b>       |            |                |                |
| Grants payable       |            | -              | 145,675        |
| Trade payable        |            | 5,439          | 8,499          |
| Other payables       |            | 39,489         | 45,178         |
| Unearned Income      |            | 46,525         | -              |
| Annual leave accrual |            | 35,321         | 34,962         |
|                      | <b>11a</b> | <b>126,774</b> | <b>234,314</b> |



**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017**

**NOTE 11: TRADE AND OTHER PAYABLES (CONT.)**

| a. Financial liabilities at amortised cost classified as trade and other payables | Note | 2017<br>\$    | 2016<br>\$     |
|---|------|---------------|----------------|
| Trade and other payables  |      |               |                |
| — Total current   |      | 126,774       | 234,314        |
| — Total non-current   |      | -             | -              |
| <hr/>   |      |               |                |
| Less: Annual leave entitlements   |      | (35,321)      | (34,962)       |
| Financial liabilities as trade and other payables                                 | 19   | <u>91,453</u> | <u>199,352</u> |

**NOTE 12: PROVISIONS**

**NON CURRENT**

|                    |              |              |
|--------------------|--------------|--------------|
| Long Service Leave | 4,540        | 2,522        |
|                    | <u>4,540</u> | <u>2,522</u> |

**NOTE 13: CONTINGENT LIABILITIES**

The company has provided a Bank Guarantee for the amount of \$76,286 (2016: \$76,286) as security for lease of office premises. The Bank Guarantee is backed by a term deposit held for that amount with the Bank of Queensland. There were no other contingent liabilities at 30 June 2017.

**NOTE 14: EVENTS AFTER THE STATEMENT OF FINANCIAL POSITION DATE**

There were no post balance date events affecting the financial statements of the company.

**NOTE 15: LEASING AND OTHER COMMITMENTS**

| a. Operating Lease Commitments  | 2017<br>\$     | 2016<br>\$     |
|---|----------------|----------------|
| Cancellable operating leases contracted for but not capitalised in the financial statements |                |                |
| Payable — minimum lease payments  |                |                |
| — not later than 12 months  | 184,481        | 180,956        |
| — later than 12 months but not later than 5 years   | 66,211         | 257,175        |
| Minimum lease payments  | <u>250,692</u> | <u>438,131</u> |

The operating lease commitment consists of a property lease and equipment rental agreements which are non-cancellable operating leases contracted for but not capitalised in the financial statements with a 5 year term, with an option to renew for another 3 years at the end of the term where applicable.

**Emergency Medicine Foundation Ltd**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017**

**NOTE 15: LEASING AND OTHER COMMITMENTS (CONT.)**

**b. Grant Commitments**

The company has awarded grants and assumed, upon merging, the obligation for grants previously awarded by Queensland Emergency Medicine Research Foundation, to various administering institutions for the support of research.

The amounts payable under the grants awarded are recognised as a commitment, rather than a liability, as the company does not have a present obligation to settle the commitment until the grant recipients have provided to the company the pre-determined deliverables or completed the pre-determined milestones and the company is satisfied with the deliverables and milestones.

When the deliverables and milestones have been satisfactorily achieved the company will recognise a liability for any of the grants payable.

It is the company's policy to ensure that sufficient funds are maintained within its cash reserves to fund the balance of the grant commitments.

The company's expectations of the timing of the payment of the remaining grant commitments is as follows:

| Grants Payable                                    | Note | 2017<br>\$       | 2016<br>\$       |
|---|------|------------------|------------------|
| — not later than 12 months                        |      | 1,374,724        | 1,677,475        |
| — later than 12 months but not later than 5 years |      | 1,395,672        | 1,107,802        |
|   |      | <b>2,770,396</b> | <b>2,785,277</b> |

**NOTE 16: CASH FLOW INFORMATION**

**a. Reconciliation of Cash Flow from Operations with Surplus After Income Tax**

|  |                  |                  |
|--|------------------|------------------|
| Net Surplus/(Deficit) after income tax             | (302,953)        | 8,028,035        |
| Adjustment for donation from related entity        | -                | (564,924)        |
| Depreciation                                       | 13,386           | 4,006            |
| Changes in assets and liabilities:                 |                  |                  |
| Decrease/(Increase) in trade and other receivables | (12,599)         | 36,385           |
| Decrease/(Increase) other assets                   | (9,512)          | (10,258)         |
| Increase/(decrease) in trade and other payables    | (107,540)        | (121,019)        |
| Increase/(decrease) in provisions                  | 2,018            | 2,522            |
| Net cash provided by operating activities          | <b>(417,200)</b> | <b>7,374,747</b> |

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017**

**NOTE 16: CASH FLOW INFORMATION (CONT.)**

**b. Credit Facilities**

There were no credit facilities in place at balance date.

**c. Non cash financing and investing Activities**

There were no non-cash financing and investing activities during the year.

**NOTE 17: KEY MANAGEMENT PERSONNEL COMPENSATION**

Key management personnel are the directors and other officers that have the authority and responsibility for planning, directing and controlling the activities of the company.

Remuneration paid to the key management personnel of the company during the period 1 July 2016 to 30 June 2017 was as follows.

|                    | <b>Short-term<br/>Benefits</b> | <b>Post-<br/>employment<br/>Benefits</b> | <b>Other Long-term<br/>Benefits</b> | <b>Total</b> |
|--------------------|--------------------------------|--|-------------------------------------|--------------|
|                    | \$                             | \$                                       | \$                                  | \$           |
| <b>2017</b>        |                                |  |                                     |              |
| Total compensation | 127,634                        | 11,955                                   | -                                   | 139,589      |
| <b>2016</b>        |                                |  |                                     |              |
| Total compensation | 66,787                         | 5,522                                    | -                                   | 72,309       |

**NOTE 18: RELATED PARTY TRANSACTIONS**

There were no related party transactions during the year.

**NOTE 19: FINANCIAL RISK MANAGEMENT**

The Company's financial instruments consist mainly of deposits with banks and accounts receivable, accounts payable and borrowings.

The totals for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

|  | <b>Note</b> | <b>2017</b>      | <b>2016</b>      |
|--|-------------|------------------|------------------|
|  |             | \$               | \$               |
| <b>Financial assets</b>                                |             |                  |                  |
| Cash and cash equivalents                              | 7           | 7,244,290        | 7,661,490        |
| Trade and other receivables                            | 8           | 63,320           | 50,721           |
|  |             | <b>7,307,610</b> | <b>7,712,211</b> |
| <b>Financial liabilities</b>                           |             |                  |                  |
| Trade and other payables (excluding employee benefits) | 11a         | 91,453           | 199,352          |
|  |             | <b>91,453</b>    | <b>199,352</b>   |

**Emergency Medicine Foundation Ltd**  
**ACN 128 057 170**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017**

**NOTE 19: FINANCIAL RISK MANAGEMENT (Cont.)**

**Financial Risk Management Policies**

The Directors' overall risk management strategy seeks to assist the company in meeting its financial targets, whilst minimising potential adverse effects on financial performance. Risk management policies are assessed, approved and reviewed by the Finance, Risk and Audit Committee which makes recommendations to the Board of Directors of the company on a regular basis. These include the credit risk policies and future cash flow requirements.

**NOTE 20: CAPITAL MANAGEMENT AND RESERVE**

Management controls the capital of the company in order to maintain a good debt to equity ratio and ensure that the company can fund its operations and continue as a going concern.

The company has established a policy to ensure sufficient capital to settle all of its liabilities and unpaid grant commitments so that in the event that grant funding is not made available from Queensland Health in future years, these reserves will fund the grant commitments and operations of the company.

The table following demonstrates the reserve available at the end of the financial year.

|                                    | Note | 2017<br>\$       | 2016<br>\$       |
|------------------------------------|------|------------------|------------------|
| <b>Assets available</b>            |      |                  |                  |
| Cash and cash equivalents          | 7    | 7,244,290        | 7,661,490        |
| Trade and other receivables        | 8    | 63,320           | 60,721           |
|                                    |      | <b>7,307,610</b> | <b>7,712,211</b> |
| <b>Liabilities and commitments</b> |      |                  |                  |
| Trade and other payables           | 11   | 126,774          | 234,314          |
| Provisions                         | 12   | 4,540            | 2,522            |
| Operating lease commitments        | 15a  | 250,692          | 438,131          |
| Unpaid grant commitments           | 15b  | 2,770,396        | 2,785,277        |
|                                    |      | <b>3,152,402</b> | <b>3,460,244</b> |
| <b>RESERVE AVAILABLE</b>           |      | <b>4,155,208</b> | <b>4,251,967</b> |

Note: Reserve formerly referred to as Corpus

**NOTE 21: COMPANY DETAILS**

The registered office and principal place of business of the company is:  
 2/15 Lang Parade  
 Milton QLD 4064

**DIRECTORS' DECLARATION**

The Directors of the company declare that:

1. The financial statements and notes, as set out on pages 3 to 21, are in accordance with the Australian Charities and Not-for-profits Commission Act 2012 and:
  - a. comply with Australian Accounting Standards – Reduced Disclosure Requirements; and
  - b. give a true and fair view of the financial position of the company as at 30 June 2017 and of the performance for the year ended on that date.
2. In the Directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.



**Dr Anthony Bell**  
**Chair**

Dated this 5<sup>th</sup> day of October 2017

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF  
EMERGENCY MEDICINE FOUNDATION LIMITED**

**Report on the Audit of the Financial Report**

**Opinion**

We have audited the financial report of Emergency Medicine Foundation Ltd (the company), which comprises the statement of financial position as at 30 June 2017, the 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 directors' declaration.

In our opinion, the accompanying financial report of Emergency Medicine Foundation Ltd is in accordance with the Corporations Act 2001, including:

- i) giving a true and fair view of the company's financial position as at 30 June 2017 and of its financial performance for the year then ended; and
- ii) complying with Australian Accounting Standards – Reduced Disclosure Requirements and the Corporations Regulations 2001.

**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 Corporations Act 2001 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 confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of the company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

**Information Other than the Financial Report and Auditor's Report Thereon**

The directors are responsible for the other information. The other information comprises the information included in the company's annual report for the year ended 30 June 2017, but does not include the financial report and our auditor's report thereon. Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Responsibilities of the Directors for the Financial Report**

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF  
EMERGENCY MEDICINE FOUNDATION LIMITED**

In preparing the financial report, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or 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.

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 company'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 company'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 company 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.

  
PRIESTLEYS

**Chartered Accountants**

*Liability limited by a scheme approved under Professional Standards Legislation*



**M C Andreassen**

**Partner**

Signed this 12<sup>th</sup> day of October 2017, at Brisbane.

