

**OCCUPATIONAL THERAPY AUSTRALIA LTD**

**ABN: 27 025 075 008**

**Annual Financial Report For The Year Ended  
31 December 2009**

# **Occupational Therapy Australia Ltd**

**31 December 2009**

**ABN: 27 025 075 008**

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**OCCUPATIONAL THERAPY AUSTRALIA LTD ABN: 27 025 075 008  
DIRECTORS' REPORT**

Your directors present this report on the entity for the financial year ended 31 December 2009.

**Directors**

The names of each person who has been a director during the year and to the date of this report are:

Carol Croker  
Julie Anne Connell  
Peta Raison

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

**Company Secretary**

Carol Crocker held the position of entity secretary at the end of the financial year.

**Principal Activities**

The principal activity of the entity during the financial year was:

- to support, promote and represent the profession of occupational therapist as a key element of the allied health sectors in Australia.

No significant changes in the nature of the entity's activity occurred during the financial year.

**Operating Results**

The loss of the entity amounted to \$63,302.

**Dividends Paid or Recommended**

No dividends were paid or declared since the start of the financial year. No recommendation for payment of dividends has been made.

**Review of Operations**

The review of the operations during the financial year and the results of those operations are noted elsewhere in the Annual Report.

**Significant Changes in State of Affairs**

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

**After Balance Date Events**

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the entity, the results of those operations, or the state of affairs of the entity in future financial years.

**OCCUPATIONAL THERAPY AUSTRALIA LTD ABN: 27 025 075 008  
DIRECTORS' REPORT**

**Future Developments**

The entity expects to maintain the present status and level of operations and hence there are no likely developments in the entity's operations.

**Environmental Issues**

The entity's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a state or territory.

**Options**

No options over issued shares or interests in the entity were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

**Information on Directors**

Carol Croker	—	Director, Secretary (Appointed 5/9/2007)
Qualifications	—	Diploma in Occupational Therapy (1976), Graduate Diploma in Administration.
Julie Anne Connell	—	Director, (Appointed 5/9/2007)
Qualifications	—	B.Occ Therapy (1979), Grad Dip Management
Peta Raison	—	Director (Appointed 5/9/2007)
Qualifications	—	Bachelor of Occupational Therapy
Experience	—	Senior Occupational Therapist at the Royal Hobart

**Meetings of Directors**

During the financial year, 1 meeting of directors was held. Attendees by each director were as follows:

	Directors Meetings	
	Number eligible to attend	Number attended
Carol Croker	1	1
Julie Anne Connell	1	1
Peta Raison	1	1

**Indemnifying Officers**

Indemnities have been given and insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer of the entity.

**Proceedings on Behalf of the Entity**

No person has applied for leave of Court to bring proceedings on behalf of the entity or intervene in any proceedings to which the entity is a party for the purpose of taking responsibility on behalf of the entity for all or any part of those proceedings.

OCCUPATIONAL THERAPY AUSTRALIA LTD ABN: 27 025 075 008  
DIRECTORS' REPORT

**Auditor's Independence Declaration**

The lead auditor's independence declaration for the year ended 31 December 2009 has been received and can be found on page 4 of the directors' report.

Signed in accordance with a resolution of the Board of Directors.

Director

  
Peta Raison

Dated this

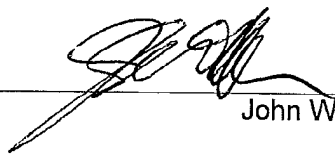
7<sup>th</sup> day of April 2010

OCCUPATIONAL THERAPY AUSTRALIA LTD ABN: 27 025 075 008  
AUDITOR'S INDEPENDENCE DECLARATION UNDER S 307C OF  
THE CORPORATIONS ACT 2001

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2009 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

Name of Firm TWB Chartered Accountants

Name of Partner  John Wheller

Date 14/04/2010

Address 1190 Dandenong Road, Mount Waverley, Vic, 3163

**OCCUPATIONAL THERAPY AUSTRALIA LTD ABN: 27 025 075 008  
INCOME STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2009**

	Note	2009 \$	2008 \$
<b>Revenue</b>	2	76,209	-
<b>Less Expenditure</b>			
Employee benefits expense		(60,181)	-
Repairs & maintenance		(1,413)	-
Fuel, light and power expense		(225)	-
Audit, legal and consultancy expense		(18,848)	(500)
Production expenses		(33,198)	-
Marketing expenses		(15,422)	-
Administration expenses		(8,308)	-
Other expenses		(1,915)	-
<b>(Deficit) for the year</b>		(63,302)	(500)

The accompanying notes form part of these financial statements.

**OCCUPATIONAL THERAPY AUSTRALIA LTD ABN: 27 025 075 008**  
**BALANCE SHEET AS AT 31 DECEMBER 2009**

	<b>Note</b>	2009 \$	2008 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	4	97,893	-
Trade and other receivables	5	63,283	-
<b>TOTAL CURRENT ASSETS</b>		161,176	-
<b>TOTAL ASSETS</b>		161,176	-
 <b>CURRENT LIABILITIES</b>			
Trade and other payables	6	106,386	500
Borrowings	7	118,592	-
<b>TOTAL CURRENT LIABILITIES</b>		224,977	500
<b>TOTAL LIABILITIES</b>		224,977	500
<b>NET ASSETS</b>		(63,802)	(500)
 <b>FUNDS</b>			
Accumulated Deficits		(63,802)	(500)
<b>DEFICIENCY IN TOTAL FUNDS</b>		(63,802)	(500)

The accompanying notes form part of these financial statements



**OCCUPATIONAL THERAPY AUSTRALIA LTD ABN: 27 025 075 008**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

	Accumulated Losses	Total
	\$	\$
<b>Balance at 5 September 2007</b>	-	-
Net Loss for the period	(500)	(500)
<b>Balance at 31 December 2008</b>	(500)	(500)
Net Loss for the year	(63,302)	(63,302)
<b>Balance at 31 December 2009</b>	(63,802)	(63,802)

The accompanying notes form part of these financial statements.

**OCCUPATIONAL THERAPY AUSTRALIA LTD ABN: 27 025 075 008**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2009**

	Note	2009 \$	2008 \$
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Receipt from customers & members		13,426	-
Payments to suppliers and employees		(34,124)	-
Net cash provided from operating activities	10(b)	(20,698)	-
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Proceeds from borrowings		118,591	-
Net cash used in financing activities		118,591	-
Net increase in cash held		97,893	-
Cash at the beginning of the financial year		-	-
Cash at the end of the financial year	10(a)	97,893	-

The accompanying notes form part of these financial statements.

**OCCUPATIONAL THERAPY AUSTRALIA LTD ABN: 27 025 075 008**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2009**

The financial report is for Occupational Therapy Australia Ltd as an individual entity, incorporated and domiciled in Australia. Occupational Therapy Australia Ltd is a company limited by guarantee.

**Note 1 Statement of Significant Accounting Policies**

**Basis of Preparation**

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the *Corporations Act 2001*.

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

The financial report has been prepared on an accruals basis and is based on historical costs, modified, where applicable by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

**Accounting Policies**

**(a) Revenue**

Revenue from the sale of goods is recognised upon the delivery of goods to customers.

Grant revenue is recognised in the income statement when the entity obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the entity 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 entity 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 balance sheet as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Donations and bequests are recognised as revenue when received.

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

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 (GST).

**(b) Impairment of Assets**

At each reporting date, the entity reviews the carrying values of its tangible and intangible assets to determine whether there is any 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 value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the Income Statement.

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

**(c) Employee Benefits**

Provision is made for the entity's liability for employee benefits arising from services rendered by employees to Balance Sheet date. Employee benefits expected to be settled within one year together with benefits arising from wages, salaries and annual leave which may be settled after one year, have been measured at the amounts expected to be paid when the liability is settled. Other employee benefits payable later than one year have been measured at the net present value.

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

**OCCUPATIONAL THERAPY AUSTRALIA LTD ABN: 27 025 075 008**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2009**

**(d) Cash and Cash Equivalents**

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

**(e) 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. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense. Receivables and payables in the Balance Sheet are shown inclusive of GST.

Cash flows are presented in the Cash Flow Statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

**(f) Income Tax**

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

**(g) 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 reporting date.

**(h) Comparative Figures**

Where required by Accounting Standards comparative figures have been adjusted to conform with changes in presentation for the current financial year.

**(i) New Accounting Standards for application in future periods**

The AASB has issued new, revised and amended standards and interpretations that have mandatory application dates for future reporting periods and which the Company has decided not to early adopt. A discussion of those future requirements and their impact on the Company is as follows:-

- AASB 101: Presentation of Financial Statements, AASB 2007-8: Amendments to Australian Accounting Standards arising from AASB 101, and AASB 2007-10: Further Amendments to Australian Accounting Standards arising from AASB 101 (all applicable to annual reporting periods commencing from 1 January 2009). The revised AASB 101 and amendments supersede the previous AASB 101 and redefines the composition of financial statements including the inclusion of a statement of comprehensive income. There will be no measurement or recognition impact on the Company. If an entity has made a prior period adjustment or reclassification, a third balance sheet as at the beginning of the comparative period will be required.

- AASB 123: Borrowing Costs and AASB 2007-6: Amendments to Australian Accounting Standards arising from AASB 123 [AASB 1, AASB 101, AASB 107, AASB 111, AASB 116 & AASB 138 and Interpretations 1 & 12] (applicable for annual reporting periods commencing from 1 January 2009). The revised AASB 123 has removed the option to expense all borrowing costs and will therefore require the capitalisation of all borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset. Management has determined that there will be no effect on the Company as a policy of capitalising qualifying borrowing costs has been maintained by the Company.

- AASB 2008-5: Amendments to Australian Accounting Standards arising from the Annual Improvements Project (July 2008) (AASB 2008-5) and AASB 2008-6: Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project (July 2008) (AASB 2008-6) detail numerous non-urgent but necessary changes to accounting standards arising from the IASB's annual improvements project. No changes are expected to materially affect the Company.

The Company does not anticipate early adoption of any of the above reporting requirements and does not expect them to have any material effect on the Company's financial statements.

**OCCUPATIONAL THERAPY AUSTRALIA LTD ABN: 27 025 075 008**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2009**

**(j) Going Concern Basis**

The company has sustained losses of \$63,302 for the year ended 31 December 2009 and has accumulated losses of \$63,802. The company has commenced actively trading from the 28th November 2009 as a result of the establishment of a national single entity and the transfer of activities and operations of the Australian Association of Occupational Therapists to the company. The transfer was a result of the members of the Australian Association of Occupational Therapists passing a special resolution at a special meeting on the 28th November 2009. The net assets of the Australian Association of Occupational Therapists was valued at \$1,321,303 as at 28th November 2009 and the net assets will be transferred when the conditions of the wind up of the Association have been completed. Further the Association has agreed to lend money to the company to ensure that operations and activities are fully funded. The key conditions of the funding guarantee agreed to between the parties are that no interest is charged on the loan, the loan is unsecured and that loan may be forgiven when, or immediately before the Association is wound up (refer to note 9 for conditions of the windup).

**Note 2 Revenue and Other Income**

	2009 \$	2008 \$
<b>Revenue from Government Grants and Other Grants</b>		
— Central Service Fees	58,326	-
— Accreditation Fees	2,550	-
— Advertising	13,261	-
— Publication Sales	974	-
— Rebate Revenue	507	-
— Commissions	570	-
— Donations	20	-
<b>Total Revenue and Other Income</b>	<b>76,209</b>	<b>-</b>

**Note 3 Profit for the Year**

	2009 \$	2008 \$
Auditor Remuneration		
— audit services	3,365	500
<b>Total Audit Remuneration</b>	<b>3,365</b>	<b>500</b>

**Note 4 Cash and Cash Equivalents**

	2009 \$	2008 \$
<b>CURRENT</b>		
Cash at bank	97,882	-
Cash on hand	11	-
	<b>97,893</b>	<b>-</b>

**Note 5 Trade and Other Receivables**

	2009 \$	2008 \$
<b>CURRENT</b>		
Trade receivables	63,283	-
	<b>63,283</b>	<b>-</b>

**Note 6 Trade and Other Payables**

	2009 \$	2008 \$
<b>CURRENT</b>		
Trade payables	106,386	500
	<b>106,386</b>	<b>500</b>

**OCCUPATIONAL THERAPY AUSTRALIA LTD ABN: 27 025 075 008**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2009**

**Note 7 Borrowings**

	2009	2008
	\$	\$
CURRENT Borrowings	118,592	-
	118,592	-
	118,592	-

The borrowing is from Australian Association of Occupational Therapists Inc. The terms of the loan is unsecured & interest free.

**Note 8 Contingent Liabilities and Assets**

At year end no contingent liabilities exist which would require disclosure in the financial report.

**Note 9 Events After the Balance Date**

The activities and operations of the Australian Association of Occupational Therapists Inc have been transferred to the Occupational Therapy Australia Ltd as a result of the members of the Australian Association of Occupational Therapists passing a special resolution at a special meeting on the 28th November 2009. The assets and liabilities of the Australian Association of Occupational Therapists will be transferred when the conditions of the wind up of the Association has been completed.

**Note 10 Cash Flow Information**

	Note	2009	2008
		\$	\$
<b>(a) Reconciliation of cash</b>			
Cash at bank	4	97,893	-
		97,893	-
<b>(b) Reconciliation of cash flow from operations with profit after income tax</b>			
Net surplus for the year		(63,302)	-
Change in assets and liabilities			
(Increase)/decrease in trade and other receivables		(63,283)	
Increase/(decrease) in trade and other payables		105,887	
		(20,698)	-
		(20,698)	-

**Note 11 Financial Risk Management**

The company's financial instruments consist mainly of deposits with banks, local money market instruments, short-term investments, accounts receivable and payable and leases.

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:

	Note	2009	2008
		\$	\$
<b>Financial Assets</b>			
Cash and cash equivalents	4	97,893	-
Loans and receivables	5	63,283	-
		161,176	-
<b>Financial Liabilities</b>			
Financial liabilities at amortised cost			
— Trade and other payables	6	106,386	500
— Borrowings	7	118,592	-
		224,978	500
		224,978	500

**Financial Risk Management Policies**

Consisting of senior committee members, the finance committee's 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 approved and reviewed by the finance committee on a regular basis. These include credit risk policies and future cash flow requirements.

**OCCUPATIONAL THERAPY AUSTRALIA LTD ABN: 27 025 075 008**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2009**

**Note 12      Entity Details**

The registered office of the entity is:  
Occupational Therapy Australia Ltd  
Unit 6, 340 Gore Street  
FITZROY, VIC 3065

The principal place of business is:  
Occupational Therapy Australia Ltd  
Unit 6, 340 Gore Street  
FITZROY, VIC 3065

**Note 13      Members' Guarantee**

The entity is incorporated under the Corporations Act 2001 and is an entity limited by guarantee. If the entity is wound up, the constitution states that each member is required to contribute a maximum of \$1 each towards meeting any outstandings and obligations of the entity.

OCCUPATIONAL THERAPY AUSTRALIA LTD ABN: 27 025 075 008  
DIRECTORS' DECLARATION

The directors of the entity declare that:

1. The financial statements and notes, as set out on pages 3 to 13, are in accordance with the Corporations Act 2001:
  - (a) comply with Australian Accounting Standards; and
  - (b) give a true and fair view of the financial position as at 31 December 2009 and of the performance for the year ended on that date of the entity.
2. In the directors' opinion there are reasonable grounds to believe that the entity 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.

Director



*Peta Raison*

Dated this

7<sup>th</sup>

day of

April

2010



**OCCUPATIONAL THERAPY AUSTRALIA LTD ABN: 27 025 075 008**  
**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF**  
**OCCUPATIONAL THERAPY AUSTRALIA LTD**

We have audited the accompanying financial report of Occupational Therapy Australia Ltd, which comprises the balance sheet as at 31 December 2009 and the income statement, statement of recognised income and expenditure and cash flow statement for the year ended on that date, a summary of significant accounting policies and other explanatory notes and the directors' declaration.

*The responsibility of the Directors for the Financial Report*

The directors of the company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes designing, implementing 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 accounting estimates that are reasonable in the circumstances.

*Auditor's Responsibility*

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

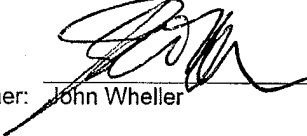
*Independence*

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, has been provided to the directors of Occupational Therapy Australia Ltd on 14 April 2010.

*Auditor's Opinion*

In our opinion, the financial report presents fairly, in all material respects, the financial position of Occupational Therapy Australia Ltd as of 31 December 2009, and of its financial performance and its cash flows for the year then ended in accordance with the *Corporations Act 2001* and the Australian Accounting Standards (including Australian Accounting Interpretations).

Name of Firm: TWB Chartered Accountants

Name of Partner:  John Wheller

Address: 1190 Dandenong Road Murrumbeena 3163

Dated this

14<sup>th</sup>

day of

April

2010