

WINE VICTORIA INCORPORATED

ABN 25 484 327 174

FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2018

wineVictoria
AUSTRALIA



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WINE VICTORIA INCORPORATED
ABN 25 484 327 174

COMMITTEE'S REPORT

Your committee members submit the financial report of Wine Victoria Incorporated for the financial year ended 30 June 2018.

Committee Members

The names of the committee members in office at anytime during or since the end of the year are:

Angie Bradbury
Ross Wilson
Nikki Palun
Damien Sheehan
Jon Evans
Cecelia Burgman
Gerry Ryan
Tom Carson
Alex King

Principal Activities

The principal activities of the association during the financial year were:

Representing the Victorian wine industry with the main aim to advocate to the Victorian government, responding to the issues that impact our members.

Significant Changes

No significant change in the nature of these activities occurred during the financial year.

Operating Result

The profit after providing for income tax amounted to \$52,927.

Signed in accordance with a resolution of the members of the committee:

Angie Bradbury

Ross Wilson

Dated:

WINE VICTORIA INCORPORATED
ABN 25 484 327 174

STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED 30 JUNE 2018

	Note	2018	2017
		\$	\$
Revenue		284,535	334,062
Other income		50,636	64,300
Consumables used	2	-	(640)
Other expenses	2	<u>(282,244)</u>	<u>(415,336)</u>
Profit (loss) for the year		<u><u>52,927</u></u>	<u><u>(17,614)</u></u>

The accompanying notes form part of these financial statements.

These statements should be read in conjunction with the attached compilation report.

WINE VICTORIA INCORPORATED
ABN 25 484 327 174

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2018

	Note	2018 \$	2017 \$
ASSETS			
CURRENT ASSETS			
Cash on hand	3	43,683	47,051
Accounts receivable and other debtors	4	82,277	64,461
TOTAL CURRENT ASSETS		<u>125,960</u>	<u>111,512</u>
NON-CURRENT ASSETS			
Property, plant & equipment	5	-	-
TOTAL NON-CURRENT ASSETS		<u>-</u>	<u>-</u>
TOTAL ASSETS		<u><u>125,960</u></u>	<u><u>111,512</u></u>
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable and other payables	6	69,023	107,502
TOTAL CURRENT LIABILITIES		<u>69,023</u>	<u>107,502</u>
TOTAL LIABILITIES		<u>69,023</u>	<u>107,502</u>
NET ASSETS		<u><u>56,937</u></u>	<u><u>4,010</u></u>
MEMBERS' FUNDS			
Retained earnings		<u>56,937</u>	<u>4,010</u>
TOTAL MEMBERS' FUNDS		<u><u>56,937</u></u>	<u><u>4,010</u></u>

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WINE VICTORIA INCORPORATED
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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2018

	Retained Earnings \$	Total \$
Balance at 1 July 2016	21,624	21,624
Comprehensive income		
Profit (loss) for the year	<u>(17,614)</u>	<u>(17,614)</u>
Total comprehensive income for the year attributable to members of the association	<u>(17,614)</u>	<u>(17,614)</u>
Balance at 30 June 2017	<u>4,010</u>	<u>4,010</u>
Balance at 1 July 2017	4,010	4,010
Comprehensive income		
Profit for the year	<u>52,927</u>	<u>52,927</u>
Total comprehensive income for the year attributable to members of the association	<u>52,927</u>	<u>52,927</u>
Balance at 30 June 2018	<u>56,937</u>	<u>56,937</u>

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WINE VICTORIA INCORPORATED
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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2018

	Note	2018	2017
		\$	\$
Cash flows from operating activities			
Receipts from members and government		258,751	460,217
Interest received		100	129
Payments to suppliers		<u>(262,220)</u>	<u>(474,592)</u>
Net cash provided by (used in) operating activities	7	<u>(3,369)</u>	<u>(14,246)</u>
Net increase (decrease) in cash held		(3,369)	(14,246)
Cash on hand at beginning of financial year		<u>47,051</u>	<u>61,297</u>
Cash on hand at end of financial year	7	<u><u>43,683</u></u>	<u><u>47,051</u></u>

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WINE VICTORIA INCORPORATED
ABN 25 484 327 174

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Reform Act 2012 Victoria. The committee has determined that the association is not a reporting entity.

Basis of Preparation

The financial statements have been prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where stated specifically, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of these financial statements.

(a) Income Tax

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

(b) Property, Plant and Equipment

All property, plant and equipment except for freehold land and buildings are initially measured at cost and are depreciated over their useful lives to the association.

The carrying amount of plant and equipment is reviewed annually by the committee to ensure it is not in excess of the recoverable amount. The recoverable amount is assessed on the basis of expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to present values in determining recoverable amounts.

Freehold land and buildings are carried at their recoverable amounts, based on periodic, but at least triennial, valuations by the directors.

(c) Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. 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.

(d) Cash on Hand

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

WINE VICTORIA INCORPORATED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

(e) Revenue and Other Income

Non-reciprocal grant revenue is recognised in profit or loss when the association obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the association 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 association 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.

The association receives non-reciprocal contributions of assets from the government and other parties for zero or a nominal value. These assets are recognised at fair value on the date of acquisition in the statement of financial position, with a corresponding amount of income recognised in the statement of profit or loss.

Donations and bequests are recognised as revenue when received.

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

Revenue from the rendering of services is recognised upon the delivery of the service to the customer.

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

(f) 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.

WINE VICTORIA INCORPORATED
ABN 25 484 327 174

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

	2018 \$	2017 \$
2. PROFIT (LOSS) FOR THE YEAR		
(a) Expenses:		
Auditors' remuneration	3,750	-
Cost of sales	-	640
3. CASH ON HAND		
Westpac Bank Account 921036	24,924	28,391
Westpac Cash Reserve	18,759	18,660
	<u>43,683</u>	<u>47,051</u>
4. ACCOUNTS RECEIVABLE AND OTHER DEBTORS		
CURRENT		
Trade receivables	<u>82,277</u>	<u>64,461</u>
5. PROPERTY, PLANT AND EQUIPMENT		
Office furniture and equipment	1,073	1,073
Less accumulated depreciation	(1,073)	(1,073)
Total property, plant and equipment	<u>-</u>	<u>-</u>
6. ACCOUNTS PAYABLE AND OTHER PAYABLES		
CURRENT		
Goods and services tax	5,387	1,144
Income in Advance	63,636	106,358
	<u>69,023</u>	<u>107,502</u>
7. CASH FLOW INFORMATION		
(a) Reconciliation of cash		
Cash on hand at the end of financial year as included in the statement of cash flows is reconciled to the related items in the statement of financial position as follows:		
Cash at Bank	<u>43,683</u>	<u>47,051</u>
	<u>43,683</u>	<u>47,051</u>

WINE VICTORIA INCORPORATED
ABN 25 484 327 174

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

	2018	2017
	\$	\$
(b) Reconciliation of cash flow from operating activities with net current year profit		
Current year profit after income tax	52,927	(17,614)
Cash flows excluded from current year profit:		
Bad debts written off	15,781	-
Changes in assets and liabilities:		
Decrease / (increase) in Accounts Receivables and Other Debtors	(33,597)	(43,734)
Increase / (Decrease) in Accounts Payables and Other Creditors	-	(25,001)
Increase / (Decrease) in Accrued Expenses	-	(36,000)
Increase / (Decrease) in Income in Advance	(42,722)	106,358
Increase / (Decrease) in GST Payable	4,242	1,745
Net cash provided by (used in) operating activities	(3,369)	(14,246)

WINE VICTORIA INCORPORATED
ABN 25 484 327 174

STATEMENT BY MEMBERS OF THE COMMITTEE

The committee has determined that the association 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 accordance with a resolution of the committee of Wine Victoria Incorporated, the members of the committee declare that the financial statements for the year then ended, a summary of significant accounting policies and other explanatory notes:

1. present a true and fair view of the financial position of Wine Victoria Incorporated as at 30 June 2018 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the Associations Incorporation Reform Act 2012; and
2. at the date of this statement there are reasonable grounds to believe that Wine Victoria Incorporated will be able to pay its debts as and when they fall due.

This statement is signed for and on behalf of the committee by:

President

Angie Bradbury

Treasurer

Ross Wilson

Dated:

COMMITTEE'S REPORT

Your committee members submit the financial report of Wine Victoria Incorporated for the financial year ended 30 June 2018.

Committee Members

The names of the committee members in office at anytime during or since the end of the year are:

Angie Bradbury
Ross Wilson
Nikki Palun
Damien Sheehan
Jon Evans
Cecelia Burgman
Gerry Ryan
Tom Carson
Alex King

Principal Activities

The principal activities of the association during the financial year were:

Representing the Victorian wine industry with the main aim to advocate to the Victorian government, responding to the issues that impact our members.

Significant Changes

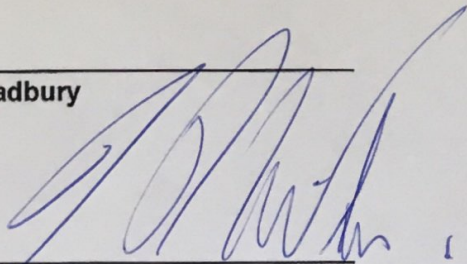
No significant change in the nature of these activities occurred during the financial year.

Operating Result

The profit after providing for income tax amounted to \$52,927.

Signed in accordance with a resolution of the members of the committee:

Angie Bradbury



Ross Wilson

Dated:

WINE VICTORIA INCORPORATED
ABN 25 484 327 174

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBER OF
WINE VICTORIA INCORPORATED**

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Wine Victoria Incorporated (the association), which comprises the committee's report, statement of financial position as at 30 June 2018 and the statement of profit or loss for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial report of Wine Victoria Incorporated presents fairly, in all material respects, the financial position of Wine Victoria Incorporated as at 30 June 2018 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the Associations Incorporation Reform Act 2012 Victoria.

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 association in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Wine Victoria Incorporated to meet the requirements of the Associations Incorporation Reform Act 2012. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of the Committee for the Financial Report

The committee of Wine Victoria Incorporated is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the Associations Incorporation Reform Act 2012 Victoria and for such internal control as the committee determines is necessary to enable the preparation and fair presentation of a financial report that is free of material misstatement, whether due to fraud or error.

In preparing the financial report, the committee is responsible for assessing the association's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the committee either intends to liquidate the association or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibility 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.

WINE VICTORIA INCORPORATED
ABN 25 484 327 174

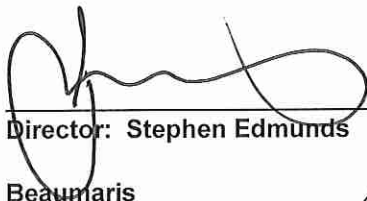
**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBER OF
WINE VICTORIA INCORPORATED**

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 association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee.
- Conclude on the appropriateness of the committee's 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 association'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 association 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 committee 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.

Bruce Edmunds & Associates Assurance Pty Ltd
Chartered Accountants
13 North Concourse
Beaumaris, Vic, 3193



Director: Stephen Edmunds
Beaumaris

Dated:

15/11/2018

WINE VICTORIA INCORPORATED
ABN 25 484 327 174

CERTIFICATE BY MEMBER OF THE COMMITTEE

I,, certify that:

- a. I attended the annual general meeting of the association held on
- b. The financial statements for the year ended 30 June 2018 were submitted to the members of the association at its annual general meeting.

Dated:

Committee Member _____

WINE VICTORIA INCORPORATED
ABN 25 484 327 174

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2018

	Note	2018 \$	2017 \$
INCOME			
Interest received		100	129
Miscellaneous income		1,852	2,727
Government grant		124,994	194,642
Wine equalisation tax Wshop contrib		-	17,000
Vic cellar door rebate advocacy contr		636	47,300
GWRDC Industry development grant		50,000	-
Producers		52,346	45,125
Regional association membership fees		105,243	89,586
AGM Dinner		-	1,583
Pan Asian delegation		-	270
Gross profit (loss) from trading		-	(640)
		335,171	397,722
LESS EXPENDITURE			
Executive support		134,800	134,057
Auditors' remuneration		3,750	-
Bad debts		15,781	-
Bank charges		120	94
Merchant fees		360	400
Bookkeeping services		1,075	901
Computer hardware/software		-	50
Consultancy fees		7,291	4,404
Vic cellar door rebate advocacy		-	41,505
Wine growth trade expenses		25,000	-
Somms of world expenses		-	89,545
China outbound mission expenses		-	85,597
US Spring roadshow expenses		-	34,500
GWRDC Regional program		50,000	-
Wet rebat workshop		-	8,000
China Trade Program Expenses		34,437	-
Insurance		2,058	1,400
IDO liability insurance		-	320
Legal Fees		229	-
Executive meeting expenses		1,684	1,154
Conferences		2,591	452
Database of Vic wine producers		-	250
Events		-	455
Catering		1,459	347
Other meeting expenses		-	5,318
Photography		480	355
Printing and stationery		-	769
Rent		-	1,540
Repairs and maintenance		520	1,997

The accompanying notes form part of these financial statements.

These statements should be read in conjunction with the attached compilation report.

WINE VICTORIA INCORPORATED
ABN 25 484 327 174

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2018

	Note	2018	2017
		\$	\$
Storage fees		534	497
Teleconferencing		75	1,076
Travelling expense - accom and meals		-	353
		<hr/>	<hr/>
		282,244	415,336
		<hr/>	<hr/>
NET OPERATING PROFIT (LOSS)		52,927	(17,614)
Retained Profits at the beginning of the financial year		<hr/>	<hr/>
		4,010	21,624
		<hr/>	<hr/>
TOTAL AVAILABLE FOR APPROPRIATION		56,937	4,010
		<hr/>	<hr/>
RETAINED PROFITS AT THE END OF THE FINANCIAL YEAR		56,937	4,010
		<hr/> <hr/>	<hr/> <hr/>

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