

The Order of Australia Association Limited
ABN 40 008 612 664

Annual Report
For the Financial Year ended
31 December 2023

The Order of Australia Association Limited

ABN 40 008 612 664

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THE
ORDER OF AUSTRALIA
ASSOCIATION

Our Performance 2023

We welcomed **583** new members and **67** re-joining, but regrettably lost 626 #

At year end the Association strength was **8,069** members, an increase over 2022 of 10.

Membership fees were held at the level of previous years.

Income (Revenue) increased by 4.4%, including Branch, Regional Groups and investment income.

Assets were held in both National and Branch accounts. Of the National component, \$1,953,607 was actively invested by year end to generate dividends (and franking credits) that were used to better service member needs. Branches separately held \$564,857, largely in low interest deposits.

Asset Value increased by 10.5% with the value of investments increasing by \$251,445 or 14.8%, reflecting recovery in the investment market.

Life Members Reserve decreased by 1.2%.

Branch Administrative Grants (BAG) payments to Branches totalled \$56,860, an increase of 14.8%.

Investment Income decreased by 22%.

Surplus for the year was \$52,452 before investments value increase.

Members Equity (assets less liabilities) increased by 20.3%.

The Order magazine costs were \$63,729 an increase of 5% reflecting increases in cost of printing and postage.

Email Address provided by **95%** of members.

Electronic copy of 'The Order' taken by **41%** of members

includes deceased, resigned, and communication of RTS for Notices

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CHAIRMAN'S REPORT

Our Association enjoyed a relatively 'covid-free' year in 2023, with some members regrettably affected but normal activity resumed in all Branches. All are congratulated on the resilience of our organisation and its members.

Awards in the Order of Australia increased by 14.6% over 2022, with 1,623 recipients and 583 new members joining us. Increasing the attractiveness of membership of the Association was a priority during the year, with Branches responding with innovative messages and information to new recipients.

The Honourable Vicki O'Halloran AO CVO was appointed as our National President in April, for a term of 3 years.

The National Board continued to hold its meetings on-line with seven meetings and a single brief face-to-face meeting during the National Conference in Geelong in May. This was followed by a joint face-to-face meeting with Board and Branch Chairs to further develop strategic plans for Association development and growth.

Elections were held for the positions of National Chairman, National Deputy Chairman and National Treasurer during the May Board meeting with the incumbents (Barry Nunn AO, John Archer OAM and Muriel Barasso OAM) being re-elected for a further 3-year term. Muriel Barasso retired in late 2023 for health reasons.

Branch Nominated Director changes during the year included the retirement of Jim Mein OAM (NSW) and Joe Ienco OAM (SA), the appointment of David North OAM (NSW), Noel Hender OAM BEM (SA) and the reappointment of Alan Morrison AM (ACT) and Clive Robertson AM (WA). The eight Board Committees continued their important work during the year with contributions to improved governance and transparency, strategy, and marketing initiatives.

A successful National Conference was held in Geelong, Victoria in May, with attendance by 193 delegates. Highlights included several thought-provoking presentations, visits to significant sites in the Geelong area and an Annual Dinner at which our Patron the Governor General, His Excellency General the Honourable David Hurley AC DSC (Retd) presented scholarships to four deserving tertiary students. Two of these scholarships were funded from Association resources.

Financial performance was satisfying, with continued economies in expenditure and a \$153,362 increase in the value of the Association investment portfolio. The underlying surplus of \$52,452 was sufficient to allow consideration of a reduction in membership fees for coming years.

Barry Nunn AO

National Chairman

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DIRECTORS' REPORT

1 Directors

The Directors of the Association during the reporting period, along with details of the number of director's meetings (including meetings of the Executive Committee) held and the number of meetings attended by each of the directors of the Association during the year are:

Name	Board	Executive Committee
MAJGEN Barry N Nunn AO RFD ED (Retd)	8	8
Mr John Archer OAM	8	8
Mr Graham Hyde OAM *	8	8
Ms Muriel Barasso (Wood) OAM (Retired October 2023)	2	7
Ms Kathryn Wooldridge OAM	7	8
Dr Helene Bender AM-approved alternate Director VIC-August-October 2023	2	
Dr Rosemary Callingham AM	8	
Mr Noel Hender OAM.BEM-appointed May 2023	6	
Mr Joe Ienco OAM-retired May 2023	1	
Mr Alan James OAM	5	
Mr William Lye OAM.KC (approved leave August-October) 2023	6	
Mr James (Jim) Mein AM -retired May 2023	2	
Dr Alan Morrison AM	5	
Mr Peter McMurtrie AO KStJ	7	
Mr David North OAM-appointed May 2023	6	
Mr Clive Robartson AM	5	

- Acting National Treasurer October- December

The Board held 8 Meetings for the year ended 31 December 2023

The Executive Committee held 8 meetings for the year ended 31 December 2023

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2 The Association National Board

Members of the Association National Board at the end of the reporting period were:

MAJGEN Barry Nunn AO. RFD. ED (Rtd) BSc (Chem Eng.).

Retired Company Director National Chairman. Director appointed May 2020. Chairman Executive Committee, member of all Board Committees.

Mr John Archer OAM. FIML.

Retired Author and Journalist. Deputy National Chairman. Director appointed May 2020, member Executive Committee, Chairman Audit & Risk Committee.

Mr Graham Hyde OAM.FIPA.FFA(UK). FCHSM(Hon). FIML.FRSH(UK). AFAAQHC.

Health Service Manager (Rtd), Management Consultant, Public Accountant and Registered Tax Agent, National Secretary, Secretary Executive Committee, Secretary Audit & Risk Committee.

Ms Kathryn Wooldridge OAM. BN, RN, FACN

Retired Rual Health Nurse. National Membership Director, appointed May 2022. Member Executive Committee, Chair Strategy Committee, Member Marketing Committee.

Dr Rosemary Callingham AM. BSc (Hons). M Pub Admin. M ED Studies. Dip.Ed. PhD.

Retired academic, TAS Branch Nominated Director appointed May 2021. Member Strategy Committee, Member Investment Committee.

Mr Noel Hender OAM.BEM. BA(Adel). Dip Teaching, Grad Dip Educational Administration, Dip Management, Dip Business

Retired Secondary Teacher/Deputy Principal, Former Commissioner of Operations St John Ambulance Australia (SA), SA Branch Nominated Director appointed May 2023, Member Investment Committee and Nomination Committee.

Mr Alan James OAM. Dip Project Management, Dip Leadership and Management

Manager Yothu Yindi Foundation (Ret), General Manager Darwin Performing Arts Centre (Ret). NT Branch Nominated Director, Member Strategy Committee, Member Nominations Committee.

Mr William Lye OAM. KC. BSc. LLB. LLM. M Ent In. FRI

Barrister at Law. King's Counsel. VIC Branch Nominated Director appointed May 2021. Chair Constitution Committee, Member Nomination Committee, Member Audit & Risk Committee.

Dr Alan Morrison AM. JP.FAICD.FCIM.FIE(Aust) FEIT.

Chairman and Managing Director Clanmoor Holdings Pty Ltd, Former Chairman Standards Australia, President International Standards Organisation (ISO), ACT Branch Nominated Director appointed April 2020. Chair Marketing Committee.

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Mr Peter McMurtrie AO. KStJ. JP (Qual). MBA(HRM). Grad Dip HSM. FPA. FAIES. AFCHSM.

Commissioner, St John Ambulance Australia (Qld) (Rtd). Deputy Commissioner, Qld Ambulance Service (Rtd) QLD Branch Nominated Director appointed May 2021. Chair Nomination Committee, Member Constitution Committee.

Mr David North OAM. B Pharm, M Pharm (Clin), MPS.

Retired Pharmacist, Professional Member of the Pharmacy Clinical Council, Professional member on the New South Wales Civil and Administrative Tribunal (NCAT). NSW Branch Nominated Director, appointed May 2023 Member Audit & Risk Committee.

Mr Clive Robartson AM. LGM. B. App Sc.

Manager Animal Health Laboratories (Rtd) Department of Agriculture (WA), President Air Force Association (WA Division), Freeman of the City of Melville (WA), WA Branch Nominated Director appointed 2022, Member Strategy Committee.

3 Principal Activities

The principal activities of the Association during the year were to conduct activities at National, Branch and Regional levels that supported its objectives and were in accord with the Strategic Plan 2024-2026. This included receptions for new Order of Australia recipients, community programs supporting citizenship and recognition of youth achievement and public ceremonies designed to create a sense of unity and national pride.

The Strategic Plan objectives are tied to the four major goals: To grow the value of membership of the Association, To encourage and promote nominations and support diversity in nominations for invaluable contributions to the community; To build membership for the future of the Association and To invest in community partnerships and projects.

Each of those four goals have generated strategies and actions which are documented in the Futures Plan which is reviewed each year.

There were no significant changes in the nature of the activities of the Association during the period.

4 Operating and financial review

Overview of the Association

The Association, through its Branches, provides a variety of activities for members, by undertaking community works and supporting various community activities. Liaison with government agencies and community organisations has been conducted to improve community knowledge and understanding of the Order of Australia and the Association.

The Association operates a central office in Old Parliament House, Canberra, staffed by one-part time employee. Financial services were sourced from Jimmy Karagiorgas trading as i2C Business Solutions and the Investment Portfolio was managed by Independent Wealth Services Pty Ltd.

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The financial activities of regional groups are included in the financial report of the Association.

The surplus for the year amounted to \$52,452 (2022 \$77,466).

5 Charitable Purpose

The Association is a company limited by guarantee of members, recipients of awards in the Order of Australia.

The object of the Association is to pursue the following charitable purpose: To celebrate and promote outstanding Australian citizenship.

This purpose is reflected in the following activities:

- (a) raising public awareness about the Order of Australia and promote high quality nominations for appointments and awards that reflect the diversity of the Australian community,
- (b) supporting young Australians as they prepare for their careers and encourage them in service to the nation,
- (c) providing opportunities for recipients of appointments and awards in the Order of Australia to build networks with other recipients, and
- (d) other activities consistent with the purpose of the Association.

6 Dividends

The Association is a non-profit membership organisation and accordingly does not pay dividends.

7 Significant changes in the state of affairs

There were no significant changes in the state of affairs of the Association during the reporting period.

8 Contributed Equity

The Order of Australia Association is a Company limited by guarantee. Every member of the Association undertakes to contribute to the property of the Association in the event that the Association is wound up while they are a member or within one year after they cease to be a member, for payment of the debts and liabilities of the Association contracted before they cease to be a member and of the costs, charges and expenses of winding up and for adjustment of the contributories among themselves, such amount as may be required, not exceeding \$10. The number of members as at the balance date was 8,069 (2022: 8055).

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9 Events subsequent to Reporting Date

There has not arisen in the interval between the end of the financial period and the date of this report any item, transaction, or event of a material and unusual nature likely, in the opinion of the directors of the Association, to affect significantly the operations of the Association, the results of those operations, or the state of affairs of the Association, in the future years.

10 Indemnification and Insurance of Officers and Auditors' Indemnification

The Association has not made a relevant agreement for indemnifying against a liability any person who is or has been an officer or auditor of the Association.

11 Insurance Premiums

Since the end of the previous financial year, the Association has paid professional indemnity insurance premiums in respect of Directors.

12 Auditor's Independence Declaration

The auditor's independence declaration is set out on page 10 and forms part of the Directors' Report for the financial year ended 31 December 2023.



Barry Nunn AO

Director

Dated this 5th Day of April 2024



Graham P Hyde OAM

**National Secretary (Acting National
Treasurer October-December)**

Dated this 5th Day of April 2024

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Auditor's Independence Declaration under s 60-40 of the Australian Charities and Not-for-profits Commission Act 2012 to the Directors of The Order of Australia Association Limited

In accordance with Subdivision 60-C of the Australian Charities and Not-for-profits Commission Act 2012, I am pleased to provide the following declaration of independence to the directors of the Order of Australia Association Limited. As the lead audit partner for the review of the financial statements of The Order of Australia Association Limited for the year ended 31 December 2023, I declare that, to the best of my knowledge and belief, during the year ended 31 December 2023, there have been:

- (i) no contraventions of the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the review; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the review.

PKF Canberra

PKF Canberra



Anthony J Bandle FCA - Partner

Dated: 5 APRIL 2024

Canberra ACT

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**Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 31 December 2023**

	Note	2023 \$	2022 \$
Revenue	4	801,973	768,030
Meetings		(34,979)	(44,853)
Functions		(345,388)	(321,521)
Newsletter costs		(63,729)	(60,758)
Administration expenses		(76,503)	(81,797)
Right of use asset depreciation and interest		(16,814)	(16,495)
Donations and scholarships		(67,953)	(31,157)
Employee costs		(63,737)	(61,291)
Other expenses	5	(80,418)	(72,692)
Profit before income tax		52,452	77,466
Income tax expense		-	-
Profit from continuing operations		52,452	77,466
Profit for the year		52,452	77,466
Other comprehensive income			
Change in fair value of financial assets		153,362	(258,618)
Total comprehensive income for the year		205,814	(181,152)

The accompanying notes form part of these financial statements.

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Statement of Financial Position
As at 31 December 2023

	Note	2023 \$	2022 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	6	569,103	522,117
Trade and other receivables	7	22,553	27,234
Inventories	8	22,042	25,418
Prepayments		14,212	16,464
TOTAL CURRENT ASSETS		627,910	591,233
NON-CURRENT ASSETS			
Investments	9	1,953,607	1,702,162
Right of use asset	10	23,248	5,916
TOTAL NON-CURRENT ASSETS		1,976,855	1,708,078
TOTAL ASSETS		2,604,765	2,299,311
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	11	15,100	21,706
Lease liabilities		16,497	6,744
Employee provisions	12	16,683	13,836
Other liabilities	13	30,755	32,488
Provisions	14	102,386	-
TOTAL CURRENT LIABILITIES		181,421	74,774
NON-CURRENT LIABILITIES			
Other liabilities	13	1,154,322	1,109,164
Lease liabilities		7,221	-
Provisions	14	40,000	99,386
TOTAL NON-CURRENT LIABILITIES		1,201,543	1,208,550
TOTAL LIABILITIES		1,382,964	1,283,324
NET ASSETS		1,221,801	1,015,987
EQUITY			
Accumulated member's funds		1,014,185	961,733
Reserves		207,616	54,254
TOTAL EQUITY		1,221,801	1,015,987

The accompanying notes form part of these financial statements.

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**Statement of Changes in Equity
For the Year Ended 31 December 2023**

	Community Works Reserve	Fair Value Reserve	Member's Funds	Total
2022	\$	\$	\$	\$
Balance at 1 January 2022	43,036	269,836	884,267	1,197,139
Profit/(loss) for the current year	-	(258,618)	77,466	(181,152)
Balance at 31 December 2022	43,036	11,218	961,733	1,015,987

	Community Works Reserve	Fair Value Reserve	Member's Funds	Total
2023	\$	\$	\$	\$
Balance at 1 January 2023	43,036	11,218	961,733	1,015,987
Profit/(loss) for the current year	-	153,362	52,452	205,814
Balance at 31 December 2023	43,036	164,580	1,014,185	1,221,801

The accompanying notes form part of these financial statements.

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**Statement of Cash Flows
For the Year Ended 31 December 2023**

	2023	2022
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	796,240	803,742
Payments to suppliers and employees	<u>(705,012)</u>	<u>(752,430)</u>
Net cash provided by/(used in) operating activities	<u>91,228</u>	<u>51,312</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of financial assets	<u>(98,082)</u>	<u>(125,544)</u>
Net cash provided by/(used in) investing activities	<u>(98,082)</u>	<u>(125,544)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Interest received	7,231	969
Dividends received	<u>46,609</u>	<u>66,748</u>
Net cash provided by/(used in) financing activities	<u>53,840</u>	<u>67,717</u>
Net increase/(decrease) in cash and cash equivalents held	46,986	(6,515)
Cash and cash equivalents at beginning of year	<u>522,117</u>	<u>528,632</u>
Cash and cash equivalents at end of financial year	6 <u>569,103</u>	<u>522,117</u>

The accompanying notes form part of these financial statements.

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Notes to the Financial Statements For the Year Ended 31 December 2023

The financial report covers The Order of Australia Association Limited as an individual entity. The Order of Australia Association Limited is a not-for-profit Company, registered and domiciled in Australia.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Simplified Disclosures of the Australian Accounting Standards Board (AASB) and the Australian Charities and Not-for-profits Commission Act 2012. The Order of Australia Association Limited is a not-for-profit entity for financial reporting 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. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements except for the cash flow information, have been prepared on an accruals basis and are based on historic costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

2 Summary of Significant Accounting Policies

(a) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the Company and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

Memberships and subscriptions

Revenue from lifetime memberships are recognised over the average expected lifetime of the members, based on actuarial assumptions from the year the lifetime membership was received.

The unearned element of all lifetime memberships and other term memberships is reported as deferred income.

Functions & Events

Revenues from functions and events are recognised when the economic benefit flows to the company.

(b) Income Tax

The Company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

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Notes to the Financial Statements For the Year Ended 31 December 2023

2 Summary of Significant Accounting Policies

(c) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

(d) Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment.

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the assets useful life to the Company, commencing when the asset is ready for use.

The depreciation rates used for each class of depreciable asset are shown below:

Fixed asset class	Depreciation rate
Right-of-Use - Buildings	Term of the Lease

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

(e) Financial instruments

Financial instruments are recognised initially on the date that the Company becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

Financial assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

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Notes to the Financial Statements For the Year Ended 31 December 2023

2 Summary of Significant Accounting Policies

(e) Financial instruments

Financial assets

Classification

On initial recognition, the Company classifies its financial assets into the following categories, those measured at:

- amortised cost
- fair value through other comprehensive income.

Financial assets are not reclassified subsequent to their initial recognition unless the Company changes its business model for managing financial assets.

Amortised cost

Assets measured at amortised cost are financial assets where:

- the business model is to hold assets to collect contractual cash flows; and
- the contractual terms give rise on specified dates to cash flows are solely payments of principal and interest on the principal amount outstanding.

The Company's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position.

Interest income, foreign exchange gains or losses and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

Impairment of financial assets

Impairment of financial assets is recognised on an expected credit loss (ECL) basis for the following assets:

- financial assets measured at amortised cost
- debt investments measured at FVOCI

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECL, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis based on the Company's historical experience and informed credit assessment and including forward looking information.

The Company uses the presumption that an asset which is more than 30 days past due has seen a significant increase in credit risk.

The Company uses the presumption that a financial asset is in default when:

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Notes to the Financial Statements For the Year Ended 31 December 2023

2 Summary of Significant Accounting Policies

(e) Financial instruments

Financial assets

- the other party is unlikely to pay its credit obligations to the Company in full, without recourse to the Company to actions such as realising security (if any is held); or
- the financial assets is more than 90 days past due.

Trade receivables

Impairment of trade receivables have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses. The Company has determined the probability of non-payment of the receivable and multiplied this by the amount of the expected loss arising from default.

The amount of the impairment is recorded in a separate allowance account with the loss being recognised in finance expense. Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance.

Where the Company renegotiates the terms of trade receivables due from certain customers, the new expected cash flows are discounted at the original effective interest rate and any resulting difference to the carrying value is recognised in profit or loss.

Other financial assets measured at amortised cost

Impairment of other financial assets measured at amortised cost are determined using the expected credit loss model in AASB 9. On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised. Where the asset has experienced significant increase in credit risk then the lifetime losses are estimated and recognised.

Financial liabilities

The Company measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

The financial liabilities of the Company comprise trade payables, bank and other loans and lease liabilities.

(f) Impairment of non-financial assets

At the end of each reporting period the Company determines whether there is evidence of an impairment indicator for non-financial assets.

Where an indicator exists and regardless for indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the asset is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-

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Notes to the Financial Statements For the Year Ended 31 December 2023

2 Summary of Significant Accounting Policies

(f) Impairment of non-financial assets – Cont.

generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss.

(g) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

(h) Leases

At inception of a contract, the Company assesses whether a lease exists - i.e. does the contract convey the right to control the use of an identified asset for a period of time in exchange for consideration.

This involves an assessment of whether:

- The contract involves the use of an identified asset - this may be explicitly or implicitly identified within the agreement. If the supplier has a substantive substitution right then there is no identified asset.
- The Company has the right to obtain substantially all of the economic benefits from the use of the asset throughout the period of use.
- The Company has the right to direct the use of the asset i.e. decision making rights in relation to changing how and for what purpose the asset is used.

Lessee accounting

The non-lease components included in the lease agreement have been separated and are recognised as an expense as incurred.

At the lease commencement, the Company recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where the Company believes it is reasonably certain that the option will be exercised.

The right-of-use asset is depreciated over the lease term on a straight line basis and assessed for impairment in accordance with the impairment of assets accounting policy.

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Notes to the Financial Statements For the Year Ended 31 December 2023

2 Summary of Significant Accounting Policies

(h) Leases – Cont.

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Company's incremental borrowing rate is used.

(i) 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 wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits expected to be settled more than one year after the end of the reporting period 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 satisfy vesting requirements. Cashflows are discounted using market yields on high quality corporate bond rates incorporating bonds rated AAA or AA by credit agencies, with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

(j) Adoption of new and revised accounting standards

The Company has adopted all standards which became effective for the first time at 31 December 2023, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Company.

3 Critical Accounting Estimates and Judgments

Those charged with governance make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

Key estimates

Judgement has been exercised in estimating the life expectancy of members and the recognition of subscriptions received in advance. Please refer to Note 13.

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**Notes to the Financial Statements
For the Year Ended 31 December 2023**

	2023	2022
4 Revenue	\$	\$
Memberships & Subscriptions	311,672	303,045
Functions & Events	326,866	289,682
Sale of Merchandise	26,621	28,401
Sponsorship & Donations	14,998	8,056
Other income from customers	68,722	71,129
	748,879	700,313
Other Revenue		
Investment Income	53,094	67,717
	801,973	768,030
5 Other Expenses		
Bookkeeping Fees	29,002	22,076
Merchandise	23,751	26,534
Sundry Expenses	27,665	24,082
	80,418	72,692
6 Cash and Cash Equivalents		
Cash on Hand	310	300
Cash at Bank	568,793	521,817
	569,103	522,117
7 Trade and other receivables		
CURRENT		
Trade & Other Receivables	14,772	18,707
Imputation Credits	7,781	8,527
	22,553	27,234
8 Inventories		
CURRENT		
Merchandise for Sale at Cost	22,042	25,418
	22,042	25,418
9 Investments		
NON-CURRENT		
Financial Assets at fair value through Other Comprehensive Income	1,953,607	1,702,162
	1,953,607	1,702,162

The Order of Australia Association Limited

A.B.N 40 008 612 664

**Notes to the Financial Statements
For the Year Ended 31 December 2023**

	2023	2022
10 Right of use assets		
	\$	\$
Right-of-Use – Office Lease at cost	92,076	59,256
Accumulated depreciation	(68,828)	(53,340)
	<u>23,248</u>	<u>5,916</u>
11 Trade and Other Payables		
Trade payables	3,090	11,145
GST & PAYG withholding tax	10	561
Sundry creditors and accruals	12,000	10,000
	<u>15,100</u>	<u>21,706</u>
12 Employee Provisions		
Employee leave entitlements	16,683	13,836
	<u>16,683</u>	<u>13,836</u>
13 Other Liabilities		
CURRENT		
Conference advances and deposits	30,755	32,488
	<u>30,755</u>	<u>32,488</u>
NON-CURRENT		
Deferred Income – Three Year Memberships	140,476	96,142
Deferred Income – Ten Year Memberships	27,804	15,005
Deferred Income – Lifetime Memberships	986,042	998,017
	<u>1,154,322</u>	<u>1,109,164</u>
14 Provisions		
CURRENT		
Victoria – Oration 2023	2,171	-
Western Australia Scholarship	10,000	-
National Scholarship	90,215	-
	<u>102,386</u>	-
NON-CURRENT		
Victoria – Oration 2023	-	4,171
Western Australia Scholarship	-	10,000
National Scholarship	-	45,215
Conference Losses	40,000	40,000
	<u>40,000</u>	<u>99,386</u>

The Order of Australia Association Limited

A.B.N 40 008 612 664

**Notes to the Financial Statements
For the Year Ended 31 December 2023**

15 Financial Risk Management

The company's financial instruments consist mainly of deposits with banks, accounts receivable, listed investments, payable and lease liabilities.

The carrying amount of each category of financial instrument, measured in accordance with AASB 9: *Financial Instruments* as detailed in the accounting policies to these financial statements, are as follows:

		2023	2022
	Note		
Financial Assets at Amortised Cost		\$	\$
Cash and Cash Equivalents	6	569,103	522,117
Trade and Other Receivables	7	22,553	27,234
Investments	9	1,953,607	1,702,162
		<hr/>	<hr/>
		2,545,263	2,251,513
Financial Liabilities at Amortised Cost			
Trade and Other Payables	11	15,100	21,706
Lease Liabilities		23,718	6,744
		<hr/>	<hr/>
		38,818	28,450
		<hr/>	<hr/>

16 Contingent Liabilities

The company had no contingent liabilities as at the 31 December 2023 and 31 December 2022.

17 Commitments

The company had no commitments for expenditure as at the 31 December 2023 and 31 December 2022.

18 Related Parties

The directors of the company receive no compensation for their services.

19 Events Occurring After the Reporting Date

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

20 The registered office and principal place of business of the company is:

Old Parliament House
18 King George Terrace
Parkes ACT 2600

The Order of Australia Association Limited

A.B.N 40 008 612 664

**Notes to the Financial Statements
For the Year Ended 31 December 2023**

21 Auditors Remuneration	2023	2022
	\$	\$
Review of the financial report	6,550	9,550
Review of the State Offices	1,900	1,900
Non-Review services	3,550	3,550
	<u>12,000</u>	<u>15,000</u>

22 Contributed Equity

The Order of Australia Association Limited is a company limited by guarantee. Every member of the company undertakes to contribute to the property of the company in the event that it is wound up. The liability to make such a contribution extends to current members and to former members within one year after they cease their membership. The members are liable for the payment of debts and liabilities of the company that were contracted before they ceased their membership and for the costs and charges of the winding-up. The maximum contribution of a member or former member cannot exceed \$10. The number of members at the balance date were 8,069. (2022 – 8,055).

23 Branch Information

The financial performance of the National Office and the State & Territory Branches for the year under review is detailed below:

	National Office	State & Territory Branches	Total
	\$	\$	\$
Revenues	376,503	425,470	801,973
Meetings & Functions	(25,598)	(354,769)	(380,367)
Newsletter	(62,132)	(1,597)	(63,729)
Administration & Other Costs	(105,540)	(68,195)	(173,735)
Employee Costs	(63,737)	-	(63,737)
Sponsorship & Donations	(46,026)	(21,927)	(67,953)
Profit/(Loss)	<u>73,470</u>	<u>(21,018)</u>	<u>52,452</u>

The Order of Australia Association Limited

A.B.N 40 008 612 664

**Directors' Declaration
For the Year Ended 31 December 2023**

The directors declare that in their opinion:

- the attached financial statements and notes give a true and fair view of the company's financial position as at the 31 December 2023 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay all of its debts, as and when they become due and payable; and
- the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and other mandatory professional reporting requirements.
- the financial statements and notes comply with Australian Accounting Standards – Simplified Disclosures as applicable to the company.

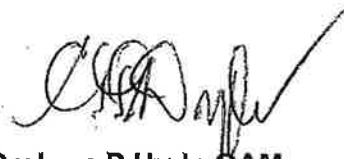
Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*.



Barry Nunn AO

Director

Dated this 5th Day of April 2024



Graham P Hyde OAM

**National Secretary (Acting National
Treasurer October-December)**

Dated this 5th Day of April 2024

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF
THE ORDER OF AUSTRALIA ASSOCIATION LIMITED
ABN: 40 008 612 664**

Report on the Financial Report

We have reviewed the accompanying financial report of The Order of Australia Association Limited (the company), which comprises the Statement of Financial Position as at 31 December 2023, the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility 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 – Simplified Disclosures of the Australian Accounting Standards Board (AASB) and the Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act) 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.

Auditor's Responsibility

Our responsibility is to express a conclusion on the financial report based on our review. We conducted our review in accordance with Australian Auditing Standard on Review Engagements ASRE 2415 *Review of a Financial Report – Company Limited by Guarantee, or an Entity Reporting under the ACNC Act or Other Applicable Legislation or Regulation* in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report does not satisfy the requirements of Division 60 of the ACNC Act including: giving a true and fair view of the company's financial position as at 31 December 2023 and its performance for the year ended on that date; and complying with the Australian Accounting Standards and the *Australian Charities and Not-for-profits Commission Regulation 2022*. ASRE 2415 requires that we comply with the ethical requirements relevant to the review of the financial report.

A review of a financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the Australian Charities and Not-for-profits Commission Act 2012. We confirm that the independence declaration required by the *Australian Charities and Not-for-Profits Act 2012*, which has been given to the directors of The Order of Australia Association Limited, would be in the same terms if given to the directors as at the time of this review report.

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF
THE ORDER OF AUSTRALIA ASSOCIATION LIMITED**

ABN: 40 008 612 664

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the financial report of The Order of Australia Association Limited does not satisfy the requirements of Division 60 of the Australian Charities and Not-for-profits Commission Act 2012 including:

- a) Giving a true and fair view of the company's financial position as at 31 December 2023 and of its performance for the year ended on that date; and
- b) Complying with Australian Accounting Standards – Simplified Disclosures and the Australian Charities and Not-for-Profits Commission Regulation 2022.

Report on Other Legal and Regulatory Requirements

In accordance with the requirements of section 60-50(3)(b) of the Australian Charities and Not-for-profits Commission Act 2012, we are required to describe any deficiency, failure or shortcoming in respect of the matters referred to in paragraph 60-30(4)(b),(c) or (d) of the Australian Charities and Not-for-profits Commission Act 2012; we have no matters to report.

PKF Canberra

PKF Canberra
Chartered Accountants



Anthony J Bandle FCA
Partner

Dated: *5 APRIL 2024*