

PUBLIC HEALTH EDUCATION AND RESEARCH TRUST

**FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2010**

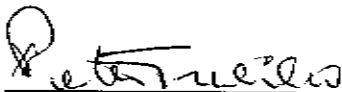
PUBLIC HEALTH EDUCATION AND RESEARCH TRUST

DECLARATION OF TRUSTEES

The Trustees declare that:

1. The financial report comprising the balance sheet, statement of comprehensive income, statement of changes in equity, statement of cash flows and accompanying notes presents fairly the Trust's financial position as at 30 June 2010 and performance for the financial year ended on that date in accordance with Australian Accounting Standards and other mandatory professional reporting requirements;
2. In the Trustees' opinion there are reasonable grounds to believe that the Trust 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 Trustees:



Mr Peter Trebilco – Trustee
Public Health Education and Research Trust

Dated: 8th Sept 2010

PUBLIC HEALTH EDUCATION AND RESEARCH TRUST

**BALANCE SHEET
AS AT 30 JUNE 2010**

	Note	2010 \$	2009 \$
CURRENT ASSETS			
Cash and cash equivalents	4	<u>51,593</u>	<u>46,129</u>
TOTAL CURRENT ASSETS		<u>51,593</u>	<u>46,129</u>
TOTAL ASSETS		<u>51,593</u>	<u>46,129</u>
NET ASSETS		<u>51,593</u>	<u>46,129</u>
EQUITY			
Settlement capital		10	10
Retained surplus		<u>51,583</u>	<u>46,119</u>
TOTAL EQUITY		<u>51,593</u>	<u>46,129</u>

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2010**

	Note	2010 \$	2009 \$
Revenue from ordinary activities	2	7,726	10,743
Awards, scholarship and donation costs		(1,372)	(440)
Administration costs		(890)	(2,803)
Net surplus / (deficit) from ordinary operations		<u>5,464</u>	<u>7,500</u>
Other comprehensive income		-	-
Total comprehensive income for the year		<u>5,464</u>	<u>7,500</u>

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2010**

	2010 \$	2009 \$
RETAINED EARNINGS		
Balance at beginning of the year	46,129	38,629
Net surplus / (deficit) for the year	<u>5,464</u>	<u>7,500</u>
Balance at end of the year	<u>51,593</u>	<u>46,129</u>

There were no changes in the balances of settlement capital during the year.

The accompanying notes form part of these financial statements.

PUBLIC HEALTH EDUCATION AND RESEARCH TRUST

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2010**

		2010	2009
		\$	\$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from donors and others		549	2,860
Payments to suppliers, awards and donations		(2,262)	(3,243)
Royalties received		3,640	5,605
Scholarships received		2,500	-
Interest received		1,037	2,278
Net cash provided by/(used in) operating activities	8 (a)	<u>5,464</u>	<u>7,500</u>
Net increase/(decrease) in cash held		5,464	7,500
Cash at beginning of financial year		46,129	38,629
Cash at end of financial year	4	<u><u>51,593</u></u>	<u><u>46,129</u></u>

The accompanying notes form part of these financial statements.

PUBLIC HEALTH EDUCATION AND RESEARCH TRUST

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2010

The financial report covers the Public Health Education and Research Trust ("The Trust") as an individual entity. The Trust is a discretionary trust established in Australia.

Note 1: Summary of significant of accounting policies

Basis of Preparation

This general purpose financial report has been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations and the requirements of the Trust Deed. The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

Any new Accounting Standards that have been issued but are not yet effective at balance date have not been applied in the preparation of this financial report. The possible impacts of the initial application of these Accounting Standards have not been assessed.

The financial report of the Trust complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards (AIFRS). A statement of compliance with International Financial Reporting Standards cannot be made due to the Trust applying the not-for-profit sector specific requirements contained in the AIFRS.

The following is a summary of the significant accounting policies adopted by the Trust in the preparation of this financial report. The accounting policies have been consistently applied, unless otherwise stated.

The financial report has been prepared on an accruals basis and is based on historical costs.

Accounting Policies

(a) Cash and cash equivalents

Cash and cash equivalents include cash on hand and deposits held at call with banks or financial institutions. For the purposes of the statement of cash flows, cash includes cash on hand, travellers' cheques, cash at bank and bank bills maturing within one year.

(b) Financial Instruments

Recognition

Financial instruments are initially measured at fair value, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

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 stated at amortised cost using the effective interest rate method.

Held-to-maturity investments

Term deposits have fixed maturities, and it is the Trust's intention to hold these investments to maturity. Any held-to-maturity investments held by the Trust are stated at amortised cost using the effective interest rate method.

PUBLIC HEALTH EDUCATION AND RESEARCH TRUST

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2010

Note 1: Summary of significant of accounting policies (continued)

(c) Revenue recognition

Interest

Interest income is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Royalties

Royalties are recognised as revenue in the period of receipt.

Other

All other sources of income are recognised as income when the related goods or services have been provided and income earned.

(d) Comparative Figures

Where necessary, comparative figures have been adjusted to conform to changes in presentation in this financial report.

(e) Income Tax and Goods and Services Tax (GST)

The Trust is exempt from income tax as a charitable fund and has been endorsed by the Australian Taxation Office as a Deductible Gift Recipient.

The Trust is not registered for GST and consequently goods and services tax is recognised as part of the cost acquisition of the asset or as part of an item of the expense. Receivables and payables in balance sheet are shown inclusive of goods and services tax.

(f) Impairment

At each reporting date, the Trustees review the carrying values of any 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. As a not-for-profit entity, value in use for the Trust according to *AASB 136 Impairment of Assets*, is depreciated replacement cost. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

(g) Critical accounting estimates and judgements

The Trustees evaluate estimates and judgements incorporated into the financial report 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 Trust.

Key estimates - Impairment

The Trustees assess impairment at each reporting date by evaluating conditions specific to the Trust that may lead to impairment of assets. Should an impairment indicator exist, the determination of the recoverable amount of the asset may require incorporation of a number of key estimates. No impairment indicators were present at 30 June 2010 or 30 June 2009.

PUBLIC HEALTH EDUCATION AND RESEARCH TRUST

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2010

	2010	2009
	\$	\$
Note 2: Revenue		
<i>Operating activities:</i>		
- Donations	549	2,860
- Scholarship	2,500	-
- Royalties	3,640	5,605
- Interest	1,037	2,278
Total revenue	<u>7,726</u>	<u>10,743</u>
Note 3: Auditors' remuneration		
Remuneration of the auditor for:		
- auditing or reviewing the financial report	<u>792</u>	<u>759</u>
Note 4: Cash and cash equivalents		
Cash at bank	14,850	10,423
Deposits at call	<u>36,743</u>	<u>35,706</u>
	<u>51,593</u>	<u>46,129</u>

Note 5: Key management personnel

The Public Health Association of Australia Incorporated is appointer of the Trust, having the power to appoint the trustees of the Trust. In effect, the trustees act on behalf of the Public Health Association of Australia Incorporated, incurring the liabilities of the Trust and discharging them out of the assets of the Trust.

(a) Details of Key Management Personnel

The Trustees of the Trust during the financial year were:

Mr Peter Trebilco
Associate Professor Jane Freemantle
Ms Christine Morris
Associate Professor Jeanne Daly
Professor Peter Howat

(b) Compensation of Key Management Personnel

No Trustees receive any remuneration directly or indirectly from the Trust in connection with the management of the Trust.

Note 6: Related party transactions

There were no transactions between the Trustee Association (Public Health Association of Australia Incorporated) and the Trust during the financial year.

Note 7: Trust details

The registered office and principal place of business of the Trust is:

c/o Public Health Association of Australia Incorporated
Unit 2/20 Napier Close
Deakin ACT 2600

PUBLIC HEALTH EDUCATION AND RESEARCH TRUST

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2010

	2010	2009
	\$	\$
Note 8: Cash flow information		
<i>(a) Reconciliation of net cash flows from operating activities to net surplus /(deficit)</i>		
Net surplus /(deficit) from ordinary activities	5,464	7,500
Net cash relating to operating activities	<u>5,464</u>	<u>7,500</u>

(b) Non-cash transactions

There were no non cash transactions during the year

Note 9: Financial instruments

(a) Financial Risk Management Policies

The Trust's principal financial instruments comprise cash at bank and investments. These financial instruments arise from the operations of the Trust.

The Trust does not have any derivative instruments at 30 June 2010.

It is, and has been throughout the period under review, the Trust's policy that no trading in financial instruments shall be undertaken.

i. Financial Risk Exposures and Management

The main risks arising from the Trust's financial instruments are interest rate risk, liquidity risk, and credit risk. The policies for managing each of these risks are summarised below.

Interest rate risk

The Trust's exposure to market risk for changes in interest rates relates primarily to the Trust's holdings of cash and cash equivalents. The interest rate applicable to each class of financial asset and liability subject to interest rate risk are as follows:

- Fixed rate deposits totalling \$36,743 maturing within one year at the rate of 2.5% (2009: \$35,706 at 4.0%).

The Trust's policy is to manage its interest income is through regularly reviewing the interest rate being received on cash and cash equivalents and comparing this return to the market.

Liquidity risk

The Trust has no external funding or facilities in place. The Trust manages its liquidity to ensure that it has sufficient cash and cash equivalent holdings to meet all short, medium and long term requirements.

Credit risk

The Trust does not provide credit. With respect to credit risk arising from the other financial assets of the Trust, which comprise cash and cash equivalents, the Trust's exposure to credit risk arises from default of the counter party, with a maximum exposure equal to the carrying amount of these instruments.

The Trust does not have any material credit risk exposure to any single receivable or group of receivables under financial instruments entered into by the Trust.

The Trust manages credit risk by maintaining cash deposits with established financial institutions.

(b) Net fair values

The net fair value of financial assets and liabilities approximates the values shown in the balance sheet and the notes thereto.

Note 10: Capital Management

The directors manages cash to ensure that adequate cash flows are generated to fund the operations of the Trust. Management procedures include estimation of operating cash flows and future cash requirements.

Note 11: Subsequent events

The financial report of the Trust was authorised for issue on the date of signing of the Declaration of the Trustees.

PUBLIC HEALTH EDUCATION AND RESEARCH TRUST

DETAILED INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2010

Unaudited - refer attached review report

	<u>2010</u>	<u>2009</u>
	\$	\$
INCOME		
Donations	549	2,860
Scholarship	2,500	-
Royalties	3,640	5,605
Interest	1,037	2,278
TOTAL INCOME	<u>7,726</u>	<u>10,743</u>
LESS EXPENSES		
Audit fees	792	759
Bank charges	-	50
Prizes/Awards	1,372	440
Venue Hire	-	1,544
Telephone	98	450
TOTAL EXPENSES	<u>2,262</u>	<u>3,243</u>
NET SURPLUS/(DEFICIT)	<u>5,464</u>	<u>7,500</u>