

# **Bushland Health Group Limited**

**ABN 56 857 928 614**



## **Financial Statements**

**For the Year Ended 30 June 2023**

# Bushland Health Group Limited

ABN: 56 857 928 614

## Financial Statements For the Year Ended 30 June 2023

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# Bushland Health Group Limited

ABN: 56 857 928 614

## Directors' Report

Your Directors present their report on Bushland Health Group Limited (the Company) for the financial year ended 30 June 2023.

### Directors

The names of the Directors in office at any time during or since the end of the financial year are:

Mr Graham P Brown  
Mr George O Wilson  
Dr Geoffrey J Fuller  
Mrs Margaret L Shelton  
Mr John B Saad  
Mrs Robyn A Roberts

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

### Company Secretary

The following person held the position of Company Secretary during the financial year:

Mr Errol P Curran. Mr Curran has worked for Bushland Health Group for the past 15 years as Director of Aged Care Services and Chief Executive Officer of the organisation. Mr Curran was appointed Company Secretary on 27 June 2022.

### Short-Term Objectives

The short-term objectives of the Company are:

- To provide the highest level of residential aged care in the Manning Valley.
- To meet the needs of residents in a respectful, dignified and compassionate manner.
- To provide a positive environment which promotes the growth and development of staff.
- To operate the facilities of the Company in a financially responsible and viable manner.

### Long-Term Objectives

The long-term objectives of the Company are:

- To expand services to meet the needs of aged persons in the Manning Valley.
- To enter into strategic partnerships and alliances that benefit the Company.
- To expand into other services that compliment the aged care operations of the Company.
- To continue to serve the Manning Valley community through the provision of high quality care and facilities.

# Bushland Health Group Limited

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## Directors' Report

### Strategies Adopted for Achieving Objectives

To achieve the objectives of the Company the following strategies have been adopted:

- Employing and training highly skilled staff committed to delivering quality care.
- Providing employee incentives and career paths to attract and retain staff and to be an employer of choice in the Manning Valley.
- Providing equipment to staff to enable them to deliver high quality care to residents.
- Continual review of care standards to ensure resident needs are being met.
- Close monitoring of monthly financial performance and cash flow.

### Principal Activities

The principal activities of Bushland Health Group Limited during the financial year was:

- Caring for the Aged.

No significant changes in the nature of the Company's principal activities occurred during the financial year.

### Means by which Principal Activities Assisted in Achieving the Company's Objectives

The cash flows generated from the Company's principal activities were utilised in achieving its objectives.

### Measurement of Performance

The Company measures and monitors performance in a number of ways:

- Financial performance by comparing actual results to budget on a monthly basis.
- Compare Key Performance Indicators against internally set targets on a monthly basis and against industry benchmarks on both a quarterly and annual basis.
- The delivery of care in accordance with the Aged Care Quality Standards.
- National Quality Indicators.

### Operating Results

The profit of the Company after providing for income tax amounted to \$658,672 (2022: \$(2,390,394)). The result represented an increase of \$3,049,066 when compared to the loss of \$2,390,394 for the previous financial year.

### Dividends Paid or Recommended

There have been no dividends paid or recommended to be paid during the financial year. The Constitution forbids the distribution of income or capital to members.

# Bushland Health Group Limited

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## Directors' Report

### Review of Operations

#### Aged Care Facilities

The 100 bed Karingal Gardens facility, along with the 91 suites of Alkira Lodge (formerly Bushland Place Hostel) and the 90 suites of Banyula Lodge have not been fully utilised at all times during the year due to staffing shortages.

All three aged care facilities provide high class residential care and have been engaged in continuous improvement programs associated with accreditation.

The current ongoing approvals for the facilities' accreditation are:

Banyula Lodge	1 May 2026
Alkira Lodge	9 August 2025
Karingal Gardens	14 June 2026

#### Villa Units and Apartments

A total of 252 villa units and 8 apartments provide independent living accommodation to residents in Bushland Place, the CC Drury Precinct at Jacaranda Avenue and Jarrah Place, Warrana Place, Parklands, Taree and Banyula Village, Old Bar.

### Financial Position

The net assets of Bushland Health Group Limited have increased by \$658,672 from \$21,289,218 at 30 June 2022 to \$21,947,890 at 30 June 2023. This increase has resulted from the Company's profit for the year.

### Significant Changes in State of Affairs

There have been no significant changes in the state of affairs of the Company during the financial year.

### Future Developments, Prospects and Business Strategies

The Board of Directors has maintained a Future Developments and Maintenance Program which has been considered during the twelve months.

Projects currently under consideration or in progress include:

#### Alkira Lodge (formerly Bushland Place Hostel)

The older section of the aged care home continues to be redeveloped with work currently in progress to extend and modernise the existing Central Kitchen. These works are expected to be completed in late 2023.

The final stage of the project involves the refurbishment of the old Dining Area in the Mainstream section of the home into a Community Centre. It is expected these works will commence in the first half of 2024.

### Manning Rise

Manning Rise, the name chosen for the proposed village at 494 Wingham Road Taree, is in the master planning stage with architects and associated consultants working on developing a plan for the 60 acre site that has frontage to both Wingham Road and Marie Avenue .

It is proposed Manning Rise will offer independent living and residential aged care along with central service facilities for the residents of both Manning Rise and Warrana Place.

# Bushland Health Group Limited

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## Directors' Report

### Future Developments, Prospects and Business Strategies (continued)

#### Fig Trees on the Manning

The construction of the new infrastructure for this riverfront development has been completed.

In recognition of our involvement with this project, the Company will be given a parcel of land for development. Once the transfer of land is finalised, a Development Application will be lodged with Council for the construction of 64 villa units in 2 separate buildings.

#### Environmental Issues

The Company's operations are not subject to any significant environmental regulation under the law of the Commonwealth and State which are observed in the undertakings of the Company.

The Directors believe the Company has adequate systems in place for the management of its environmental requirements and is not aware of any breach of these environmental requirements as they apply to the Company.

#### Meetings of Directors

During the financial year, 12 meetings of Directors were held. Attendances by each Director during the year were as follows:

Directors' Meetings	
Number eligible to attend	Number attended
12	11
12	11
12	4
12	8
12	11
12	11

Mr Graham P Brown  
Mr George O Wilson  
Dr Geoffrey J Fuller  
Mrs Margaret L Shelton  
Mr John B Saad  
Mrs Robyn A Roberts

#### Information on Current Directors

##### Mr Graham P Brown

Qualifications  
Experience  
Special Responsibilities

Chairman/Treasurer  
Chartered Accountant  
Board Member since 1989

##### Mr George O Wilson

Experience  
Special Responsibilities

Vice Chairman  
Board Member since 1994

##### Mrs Margaret L Shelton

Qualifications  
Experience  
Special Responsibilities

Vice Chairman  
B. Com LLB  
Board Member since 1998

# Bushland Health Group Limited

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## Directors' Report

### Information on Current Directors (continued)

**Dr Geoffrey J Fuller**

Qualifications  
Experience  
Special Responsibilities

Director  
MBBS, FRCPA  
Board Member since 1997  
Member of Clinical Governance Committee

**Mr John B Saad**

Experience  
Special Responsibilities

Director  
Board Member since 1998

**Mrs Robyn A Roberts**

Qualifications  
Experience  
Special Responsibilities

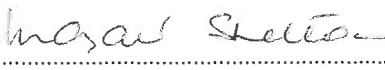
Directors  
B.N., MTD  
Board Member since 2004  
Member of Clinical Governance Committee

### Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under Subdivision 60-40(1) of the *Australian Charities and Not-for-profits Commission Act 2012* has been received and can be found on page 6 of these financial statements.

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

Director: .....  
Mr George O Wilson

Director: .....  
Mrs Margaret L Shelton

Dated 28 August 2023

**PARTNERS**

Paul Fahey B Bus CA

Bart Lawler B Com CA

Patrick Brennan B Com CA

Alison McKinnon B Bus CA

**Auditor's Independence Declaration  
Under Subdivision 60-40(1) of the  
Australian Charities and Not-for-profits Commission Act 2012**

**To the Directors of Bushland Health Group Limited**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2023, there have been no contraventions of:

- (i) the auditor independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

**NorthCorp Accountants**



**Alaine Ylias  
Registered Company Auditor**

**Suites 1-3 Bourne House  
10-12 Short Street  
Port Macquarie NSW 2444**

**28 August 2023**



## Bushland Health Group Limited

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### Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2023

		2023	2022
	Note	\$	\$
Revenue	2	27,954,869	24,876,639
Other income	2(c)	34,864	25,641
		<u>27,989,733</u>	<u>24,902,280</u>
Administration expenses		(582,951)	(507,881)
Catering expenses		(944,571)	(907,907)
Depreciation, amortisation and impairments	3	(2,549,721)	(2,433,440)
Employee benefits expense		(19,132,337)	(19,391,585)
Finance costs		(100,189)	(83,238)
Insurance		(558,815)	(534,327)
Motor vehicle expenses		(76,240)	(58,112)
Repairs and maintenance		(634,752)	(709,187)
Resident care expenses		(685,035)	(699,683)
Utilities		(722,775)	(703,925)
Villa resident loan capital appreciation expense		(1,096,803)	(1,026,387)
Other expenses		(246,872)	(237,002)
		<u>(27,331,061)</u>	<u>(27,292,674)</u>
<b>Profit / (loss) before income tax</b>		<b>658,672</b>	<b>(2,390,394)</b>
Income tax expense	1(a)	-	-
<b>Profit / (loss) for the year</b>		<u><b>658,672</b></u>	<u><b>(2,390,394)</b></u>
<b>Other comprehensive income</b>		-	-
<b>Total comprehensive income for the year</b>		<u><b>658,672</b></u>	<u><b>(2,390,394)</b></u>
Profit / (loss) attributable to members of the Company		<u><b>658,672</b></u>	<u><b>(2,390,394)</b></u>
Total comprehensive income attributable to members of the Company		<u><b>658,672</b></u>	<u><b>(2,390,394)</b></u>

The accompanying notes form part of these financial statements.

# Bushland Health Group Limited

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## Statement of Financial Position As at 30 June 2023

	Note	2023 \$	2022 \$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	4	4,841,967	4,851,950
Trade and other receivables	5	868,375	398,132
Financial assets	6	33,710,402	32,710,402
Other assets	7	453,527	112,679
<b>Total Current Assets</b>		<b>39,874,271</b>	<b>38,073,163</b>
<b>Non-Current Assets</b>			
Property, plant and equipment	8	58,991,103	60,130,263
<b>Total Non-Current Assets</b>		<b>58,991,103</b>	<b>60,130,263</b>
<b>TOTAL ASSETS</b>		<b>98,865,374</b>	<b>98,203,426</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade and other payables	9	72,811,800	73,011,619
Provisions	10	3,637,021	3,331,030
Other liabilities	11	43,611	61,573
<b>Total Current Liabilities</b>		<b>76,492,432</b>	<b>76,404,222</b>
<b>Non-Current Liabilities</b>			
Provisions	10	425,052	509,986
<b>Total Non-Current Liabilities</b>		<b>425,052</b>	<b>509,986</b>
<b>TOTAL LIABILITIES</b>		<b>76,917,484</b>	<b>76,914,208</b>
<b>NET ASSETS</b>		<b>21,947,890</b>	<b>21,289,218</b>
<b>EQUITY</b>			
Retained earnings		21,947,890	21,289,218
<b>TOTAL EQUITY</b>		<b>21,947,890</b>	<b>21,289,218</b>

The accompanying notes form part of these financial statements.

# Bushland Health Group Limited

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## Statement of Changes in Equity For the Year Ended 30 June 2023

2023

	Retained Earnings	Total
	\$	\$
<b>Balance at 1 July 2022</b>	<b>21,289,218</b>	<b>21,289,218</b>
Profit / (loss) attributable to members of the Company	658,672	658,672
Other comprehensive income	-	-
<b>Total comprehensive income for the year</b>	<b>658,672</b>	<b>658,672</b>
<b>Balance at 30 June 2023</b>	<b>21,947,890</b>	<b>21,947,890</b>

2022

	Retained Earnings	Total
	\$	\$
<b>Balance at 1 July 2021</b>	23,679,612	23,679,612
Profit / (loss) attributable to members of the Company	(2,390,394)	(2,390,394)
Other comprehensive income	-	-
<b>Total comprehensive income for the year</b>	<b>(2,390,394)</b>	<b>(2,390,394)</b>
<b>Balance at 30 June 2022</b>	<b>21,289,218</b>	<b>21,289,218</b>

The accompanying notes form part of these financial statements.

# Bushland Health Group Limited

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## Statement of Cash Flows For the Year Ended 30 June 2023

	2023	2022
Note	\$	\$
<b>Cash flows from operating activities:</b>		
Receipts from residents and government subsidies	25,343,883	22,188,122
Receipts from FigTrees Development	3,374,713	5,100,000
Payments to suppliers, employees and other expenses	(22,605,675)	(22,646,427)
Payments for FigTrees Development	(3,687,903)	(1,257,961)
Interest received	1,350,035	408,675
<b>Net cash provided by/(used in) operating activities</b>	<b>3,775,053</b>	<b>3,792,409</b>
<b>Cash flows from investing activities:</b>		
Proceeds from sale of property, plant and equipment	88,182	75,256
Purchase of property, plant and equipment	(1,428,951)	(3,705,044)
Net (increase) / decrease in other financial assets	(1,000,000)	-
<b>Net cash provided by/(used in) investing activities</b>	<b>(2,340,769)</b>	<b>(3,629,788)</b>
<b>Cash flows from financing activities:</b>		
Net movement in resident loans, accommodation bonds, RADs and RACs	(1,444,267)	736,195
<b>Net cash provided by/(used in) financing activities</b>	<b>(1,444,267)</b>	<b>736,195</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(9,983)</b>	<b>898,816</b>
Cash and cash equivalents at beginning of financial year	4,851,950	3,953,134
<b>Cash and cash equivalents at end of financial year</b>	<b>4,841,967</b>	<b>4,851,950</b>

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The accompanying notes form part of these financial statements.

# Bushland Health Group Limited

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## Notes to the Financial Statements For the Year Ended 30 June 2023

The financial statements are for Bushland Health Group Limited as an individual entity. Bushland Health Group Limited is a Company limited by guarantee, incorporated and domiciled in Australia.

### Note 1 Summary of Significant Accounting Policies

#### 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 Company 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 historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

The financial statements were authorised for issue on 28 August 2023 by the Directors of the Company.

#### Accounting Policies

##### (a) Income Tax

As the Company is a Charity and a Public Benevolent Institution it is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*. The exempt status of the Company applies indefinitely or until such time as a change in circumstances warrants a review of the exempt status.

##### (b) Property, Plant and Equipment

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

#### Freehold Property

Freehold land and buildings are measured on the cost basis less, where applicable, accumulated depreciation for buildings and impairment losses.

# Bushland Health Group Limited

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## Notes to the Financial Statements For the Year Ended 30 June 2023

### Note 1 Summary of Significant Accounting Policies (continued)

#### (b) Property, Plant and Equipment (continued)

##### Plant and Equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses.

In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to its estimated recoverable amount and impairment losses are recognised in profit or loss. An assessment of the recoverable amount is made when impairment indicators are present (refer to Note 1(d) for details of impairment).

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are recognised as expenses in profit or loss during the financial period in which they are incurred.

##### Depreciation

The depreciable amount of all fixed assets, including buildings, plant and equipment and capitalised leased assets but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Company commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements. Depreciation is recognised in profit or loss.

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

<b>Class of Fixed Asset</b>	<b>Depreciation Rate</b>
Buildings	2.5% - 12.5%
Plant and Equipment	2.5 - 40%
Motor Vehicles	10 - 20%
Computer Equipment	20 - 40%

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

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are recognised in profit or loss in the period in which they arise. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

#### (c) Financial Instruments

##### *Initial Recognition and Measurement*

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Company commits itself to either the purchase or sale of the asset.

# Bushland Health Group Limited

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## Notes to the Financial Statements For the Year Ended 30 June 2023

### Note 1 Summary of Significant Accounting Policies (continued)

#### (c) Financial Instruments (continued)

##### *Initial Recognition and Measurement (continued)*

Financial instruments (except for trade receivables) are initially measured at fair value plus transaction costs, except where the instrument is classified at "fair value through profit or loss," in which case transaction costs are expensed to profit or loss immediately.

Trade receivables are initially measured at the transaction price.

##### *Classification and Subsequent Measurement*

###### *Financial liabilities*

Financial liabilities are subsequently measured at amortised cost using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest expense in profit or loss over the relevant period.

The effective interest rate is the internal rate of return of the financial asset or financial liability. That is, it is the rate that exactly discounts the estimated future cash flows through the expected life of the instrument to the net carrying amount at initial recognition.

###### *Financial assets*

Financial assets are subsequently measured at amortised cost.

Financial assets comprising cash and cash equivalents, trade and other receivables and interest bearing deposits are subsequently measured at amortised cost as they meet the following conditions:

- the financial assets are managed solely to collect contractual cash flows; and
- the contractual terms within the financial assets give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates.

##### *Derecognition*

Derecognition refers to the removal of a previously recognised financial asset or financial liability from the statement of financial position.

###### *Derecognition of financial liabilities*

A liability is derecognised when it is extinguished (i.e. when the obligation in the contract is discharged, cancelled or expires). An exchange of an existing financial liability for a new one with substantially modified terms, or a substantial modification to the terms of a financial liability, is treated as an extinguishment of the existing liability and recognition of a new financial liability.

The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

## Bushland Health Group Limited

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# Notes to the Financial Statements

## For the Year Ended 30 June 2023

### Note 1 Summary of Significant Accounting Policies (continued)

#### (c) Financial Instruments (continued)

##### *Derecognition (continued)*

###### *Derecognition of financial assets*

A financial asset is derecognised when the Company's contractual rights to its cash flows expires, or the asset is transferred in such a way that all the risks and rewards of ownership are substantially transferred.

All of the following criteria need to be satisfied for derecognition of a financial asset:

- the right to receive cash flows from the asset has expired or been transferred;
- all the risks and rewards of ownership of the asset have been substantially transferred; and
- the Company no longer controls the asset.

On derecognition of a financial asset measured at amortised cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in profit or loss.

##### *Impairment of Financial Assets*

The Company recognises a loss allowance for expected credit losses on financial assets that are measured at amortised cost.

###### *Recognition of expected credit losses in financial statements*

At each reporting date, the Company recognises the movement in the loss allowance as an impairment gain or loss in the statement of profit or loss and other comprehensive income.

The carrying amount of financial assets measured at amortised cost includes the loss allowance relating to that asset.

#### (d) Impairment of Non-Financial Assets

At the end of each reporting period, the Company 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 recognised in profit and loss.

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

Impairment testing is performed annually for intangible assets with indefinite useful lives.



# Bushland Health Group Limited

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## Notes to the Financial Statements For the Year Ended 30 June 2023

### Note 1 Summary of Significant Accounting Policies (continued)

#### (e) Intangible Assets

##### Bed Licences

The right to receive Australian Government financial assistance for approved persons entering the certified aged care facilities of the Company (referred to as bed licences) meets the definition of an intangible asset under AASB 138. The Company's bed licences were originally approved by the Department of Health for nil consideration. Under AASB 138, Para 24, in respect of not-for-profit entities, where an asset is acquired at no cost, or for a nominal cost, the cost is its fair value as at the date of acquisition. The amortised cost at date of transition to Australian equivalents to IFRS at 1 July 2005, was \$nil. The Board of Directors has formed the view that an active market does not exist in the area for bed licences and as such, the bed licences have not been revalued.

#### (f) Trade and Other Payables

Trade and other payables represent the liabilities for goods and services received by the Company during the reporting period which remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability. Trade and other payables are initially measured at fair value and subsequently measured at amortised cost using the effective interest method.

#### (i) Accommodation Bonds, Refundable Accommodation Deposits (RADs) and Refundable Accommodation Contributions (RACs)

Accommodation bonds, RADS and RACS are non-interest bearing deposits made by aged care facility residents to the Company upon their admission to the facility. The liability for accommodation is carried at the amount that would be payable on exit of the resident. This is the amount received on entry of the resident less deductions for fees and retentions pursuant to the *Aged Care Act 1997*. Accommodation bonds, RADS and RACS are classified as current liabilities as the Company does not have an unconditional right to defer settlement of the liability for at least 12 months from the end of the reporting period. The obligation to settle could occur at any time. These amounts are recognised in the statement of financial position under the classification of trade and other payables.

Once a refunding event occurs the payable becomes interest bearing. The interest rate is the rate as advised by the Department of Human Services at the time of departure and is recognised on an accrual basis over the period it is earned.

#### (ii) Resident Entry Contributions

Resident entry contribution liabilities represent the amount payable to a resident on the termination of the resident's occupancy rights to a self care retirement unit. The liability is determined by taking into account the contribution from the resident, the retentions from that contribution, and the deemed capital gain from the new selling price.

Notwithstanding the expected term of tenancy is ten years, the resident has the option to cancel the residency agreement at any time. As this option constitutes a demand feature, the liability is not discounted and is recognised as a current liability in the statement of financial position under the classification of trade and other payables.

# Bushland Health Group Limited

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## Notes to the Financial Statements For the Year Ended 30 June 2023

### Note 1 Summary of Significant Accounting Policies (continued)

#### (g) Trade and Other Receivables

Trade and other receivables include amounts due from residents as well as amounts receivable from customers for goods sold or services provided. 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.

Accounts receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any provision for impairment. Refer to Note 1(c) for further discussion on the determination of impairment losses.

#### (h) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with financial institutions, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

#### (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 settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. 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 not satisfy vesting requirements.

Contributions are made by the Company to employee superannuation funds and are charged as expenses when incurred.

#### (j) Provisions

Provisions are recognised when the Company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

# Bushland Health Group Limited

ABN: 56 857 928 614

## Notes to the Financial Statements For the Year Ended 30 June 2023

### Note 1 Summary of Significant Accounting Policies (continued)

#### (k) Revenue Recognition

##### Resident Fees and Recurrent Government Grants

Revenue from residents' rents and related government subsidies are recognised on a proportional basis to take account of the delivery of the service to, or occupancy by, residents.

##### Operating Grants, Donations and Bequests

When the Company receives operating grant revenue, donations or bequests, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance with AASB 15. When both these conditions are satisfied, the Company:

- identifies each performance obligation relating to the grant;
- recognises a contract liability for its obligation under the agreement; and
- recognises revenue as it satisfies its performance obligations.

Where the contract is not enforceable or does not have sufficiently specific performance obligations, the Company:

- recognises the asset received in accordance with the requirements of other applicable accounting standards (for example AASB 9, AASB 16, AASB 116 and AASB 138);
- recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer); and
- recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

If a contract liability is recognised as a related amount above, the Company recognises income in profit or loss when or as it satisfies its obligations under the contract.

##### Capital Grants

When the Company receives a capital grant, it recognises a liability for the excess of the initial carrying amount of the financial asset received over any related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer) recognised under other Australian Accounting Standards.

The Company recognises income in profit or loss when or as the Company satisfies its obligations under the terms of the grant.

# Bushland Health Group Limited

ABN: 56 857 928 614

## Notes to the Financial Statements For the Year Ended 30 June 2023

### Note 1 Summary of Significant Accounting Policies (continued)

#### (k) Revenue Recognition (continued)

##### Retentions from Entry Contributions and Accommodation Bonds

Revenue from entry contributions received from residents when they occupy a self care villa unit is recognised on a straightline basis over the expected tenure of occupancy of ten years.

Revenue from accommodation bonds received from residents on entering nursing home or hostel accommodation is recognised on a monthly basis over the period of their occupancy up to a maximum period of five years.

##### Interest Income

Interest revenue is recognised using the effective interest method.

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

#### (l) 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 payables are stated inclusive of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

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

#### (m) Comparative Figures

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

#### (n) Going concern

##### (i) Working Capital Deficiency

The Company has a working capital deficiency of \$36,618,161 at 30 June 2023. Notwithstanding the deficiency in working capital, the accounts have been prepared on a going concern basis as the deficiency is due to the classification of 100% of resident entry contributions (\$45,151,869) and resident accommodation deposits (\$22,824,643) as current liabilities. Although the terms of the residency agreement makes the amounts payable on demand the commercial reality is that only a small proportion of residents would vacate within a 12 month period. In most cases, the cash outflows resulting from the settlement of the liability to the departing resident simultaneously results in cash inflows of greater value from an incoming resident. Thus it does not affect the Company's ability to pay its debts as and when they fall due.

## Bushland Health Group Limited

ABN: 56 857 928 614

# Notes to the Financial Statements

## For the Year Ended 30 June 2023

### Note 1 Summary of Significant Accounting Policies (continued)

#### (o) Critical Accounting Estimates and Judgements

The Directors evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Company.

The significant estimates and judgements made have been described below.

#### ***Key Estimates - Impairment***

The Company assesses impairment at the end of each reporting period by evaluating conditions specific to the Company that may be indicative of impairment triggers.

There was no evidence of impairment identified by the Company and, as a result, no impairment has been recognised in respect of assets at the end of the reporting period.

#### ***Key Estimates - Resident Entry Contributions***

The amounts payable to residents upon their exit from the Company's retirement villages changes with time and movements in the value of the underlying property. The amounts that will be deducted from the original amount deposited by the resident are a function of time. The amount that may be added to the original amount deposited by the resident is a function of the movement in the underlying property value. For the purposes of these financial statements, these resident entry contributions have been designated as current liabilities. As a result of this classification the calculation of the amount payable is based on the variables as they stand at balance date.

#### ***Key Estimates - Expected Tenure of Occupancy***

The Company recognises retention income earned from resident entry contributions and accommodation bonds as income on a straight line basis over the expected tenure of occupancy. The Company has estimated the expected tenure of occupancy for Independent Living Units residents as 10 years based on historical and industry data.

# Bushland Health Group Limited

ABN: 56 857 928 614

## Notes to the Financial Statements For the Year Ended 30 June 2023

### Note 2 Revenue and Other Income

The Company has recognised the following amounts relating to revenue in the statement of profit or loss and other comprehensive income.

	Note	2023 \$	2022 \$
<b>Continued operations</b>			
Provision of services	2(a)	23,857,810	22,113,528
Other sources of revenue	2(b)	4,097,059	2,763,111
		<u>27,954,869</u>	<u>24,876,639</u>
 (a) <b>Revenue Disaggregation</b>			
Revenue is disaggregated along the following service lines:			
Resident fees		6,542,875	6,466,280
Recurrent government subsidies		17,299,462	15,618,358
Catering income		15,473	28,890
		<u>23,857,810</u>	<u>22,113,528</u>
 <b>Timing of revenue recognition</b>			
Goods and services transferred to customers:			
- at a point in time		<u>23,857,810</u>	<u>22,113,528</u>
 (b) <b>Other Sources of Revenue</b>			
Accommodation charges		720,186	676,191
Villa loan reductions		1,666,352	1,629,599
Donations		12,062	10,491
Interest income		1,350,035	408,675
Other revenue		348,424	38,155
		<u>4,097,059</u>	<u>2,763,111</u>
 (c) <b>Other Income</b>			
<b>Non-operating income</b>			
- Net gain on disposal of property, plant and equipment		34,864	25,641
<b>Total Revenue and Other Income</b>		<u>27,989,733</u>	<u>24,902,280</u>

# Bushland Health Group Limited

ABN: 56 857 928 614

## Notes to the Financial Statements For the Year Ended 30 June 2023

### Note 3 Profit / (Loss) for the Year

#### (a) Expenses

	2023	2022
	\$	\$
<b>Depreciation</b>		
Buildings	1,885,897	1,798,848
Plant and equipment	663,824	634,592
	<u>2,549,721</u>	<u>2,433,440</u>

### Note 4 Cash and Cash Equivalents

Cash on hand	880	880
Cash at bank	4,841,087	4,851,070
	<u>4,841,967</u>	<u>4,851,950</u>

#### Reconciliation of cash

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

Cash and cash equivalents	<u>4,841,967</u>	<u>4,851,950</u>
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### Note 5 Trade and Other Receivables

#### Current

Trade receivables	417,883	291,744
GST receivable	113,265	82,351
Government funding receivable - FigTrees Development	337,227	24,037
	<u>868,375</u>	<u>398,132</u>

### Note 6 Financial Assets

#### (a) Financial assets at amortised cost

##### Current

Interest bearing deposits	<u>33,710,402</u>	<u>32,710,402</u>
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# Bushland Health Group Limited

ABN: 56 857 928 614

## Notes to the Financial Statements For the Year Ended 30 June 2023

### Note 7 Other Assets

	2023	2022
	\$	\$
<b>Current</b>		
Prepayments	<u>453,527</u>	<u>112,679</u>

### Note 8 Property, Plant and Equipment

#### LAND AND BUILDINGS

##### Freehold land

At cost

5,448,628      5,448,628

**Total freehold land**

5,448,628      5,448,628

##### Buildings

At cost

78,506,777      77,452,576

Less accumulated depreciation

(27,628,850)      (25,742,952)

**Total buildings**

50,877,927      51,709,624

**Total land and buildings**

56,326,555      57,158,252

#### PLANT AND EQUIPMENT

##### Plant and equipment

At cost

8,456,139      8,133,972

Less accumulated depreciation

(5,791,591)      (5,161,961)

**Total plant and equipment**

2,664,548      2,972,011

**Total Property, Plant and Equipment**

58,991,103      60,130,263



## Bushland Health Group Limited

ABN: 56 857 928 614

### Notes to the Financial Statements For the Year Ended 30 June 2023

#### Note 8 Property, Plant and Equipment (continued)

##### (a) Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Land \$	Buildings \$	Plant and Equipment \$	Total \$
<b>Year ended 30 June 2023</b>				
Balance at beginning of year	5,448,628	51,709,624	2,972,011	60,130,263
Additions	-	1,054,200	408,944	1,463,144
Disposals	-	-	(52,583)	(52,583)
Depreciation expense	-	(1,885,897)	(663,824)	(2,549,721)
<b>Balance at end of year</b>	<b>5,448,628</b>	<b>50,877,927</b>	<b>2,664,548</b>	<b>58,991,103</b>

#### Note 9 Trade and Other Payables

	2023 \$	2022 \$
<b>Current</b>		
Trade payables	1,158,634	928,486
Amounts received in advance	92,735	32,353
GST payable	188,886	171,164
Accrued employee entitlements	298,184	297,619
Resident entry contributions	45,158,569	45,732,564
Accommodation bonds and refundable accommodation deposits	22,824,643	22,987,985
Deferred management fee	3,090,149	2,861,448
	<b>72,811,800</b>	<b>73,011,619</b>

## Bushland Health Group Limited

ABN: 56 857 928 614

### Notes to the Financial Statements For the Year Ended 30 June 2023

#### Note 10 Provisions

	2023	2022
	\$	\$
<b>Current</b>		
Provision for annual leave	1,812,786	1,651,452
Provision for long service leave	1,824,235	1,679,578
<b>Total current provisions</b>	<b>3,637,021</b>	<b>3,331,030</b>
<b>Non-current</b>		
Provision for long service leave	425,052	509,986
<b>Total non-current provisions</b>	<b>425,052</b>	<b>509,986</b>
<b>Total Provisions</b>	<b>4,062,073</b>	<b>3,841,016</b>

#### (a) Movement in provisions

	Employee Benefits	Total
	\$	\$
Opening balance at 1 July 2022	3,841,016	3,841,016
Additional provisions raised during the year	1,577,584	1,577,584
Provisions used during the year	(1,356,527)	(1,356,527)
<b>Balance at 30 June 2023</b>	<b>4,062,073</b>	<b>4,062,073</b>

#### Provision for Employee Benefits

Provision for employee benefits represents amounts accrued for annual leave, rostered days off (RDOs), event leave and long service leave.

The current portion of this provision includes the total amount accrued for annual leave entitlements, RDOs, event leave and amounts accrued for long service leave entitlements that have vested due to employees having completed the required period of service. These amounts are classified as current liabilities since the Company does not have an unconditional right to defer settlement of these amounts in the event that employees wish to use their leave entitlement.

The non-current portion of this provision includes amounts accrued for long service leave entitlements that have not yet vested in relation to those employees who have not yet completed the required period of service.

#### Note 11 Other Liabilities

	2023	2022
	\$	\$
<b>Current</b>		
Residents' funds held in trust	43,611	61,573
	<b>43,611</b>	<b>61,573</b>

# Bushland Health Group Limited

ABN: 56 857 928 614

## Notes to the Financial Statements For the Year Ended 30 June 2023

### Note 12 Financial Risk Management

The Company's financial instruments consist mainly of deposits with banks and other institutions, cash on hand, accounts receivable and payable, residents' loans and accommodation bonds, RADs and RACs.

The carrying amounts for each category of financial instruments, measured in accordance with AASB 9, as detailed in the accounting policies to these financial statements, are as follows:

	Note	2023 \$	2022 \$
<b>Financial Assets</b>			
<b>Financial Assets at Amortised Cost</b>			
Cash and cash equivalents	4	4,841,967	4,851,950
Trade and other receivables	5	868,375	398,132
Financial assets	6	33,710,402	32,710,402
<b>Total Financial Assets</b>		<b>39,420,744</b>	<b>37,960,484</b>
<b>Financial Liabilities</b>			
<b>Financial Liabilities at Amortised Cost</b>			
Trade and other payables	9	72,811,800	73,011,619
Residents' trusts	11	43,611	61,573
<b>Total Financial Liabilities</b>		<b>72,855,411</b>	<b>73,073,192</b>

#### (a) Net Fair Values

The net fair value of financial assets and financial liabilities approximates their carrying values. The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the statement of financial position and in the notes to the financial statements.

### Note 13 Members' Guarantee

The Company is incorporated under the Corporations Act 2001 and is a company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$20 each towards meeting any outstanding and obligations of the Company. At 30 June 2023 the number of members was 25 (2022: 25).

# Bushland Health Group Limited

ABN: 56 857 928 614

## Notes to the Financial Statements For the Year Ended 30 June 2023

### Note 14 Key Management Personnel Remuneration

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly, including any Director (whether executive or otherwise) of that Company.

The totals of remuneration paid to the key management personnel of Bushland Health Group Limited during the year are as follows:

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
Short-term benefits	<b>498,719</b>	625,319
Post-employment benefits	<b>74,453</b>	69,006
	<b><u>573,172</u></b>	<u>694,325</u>

### Other Related Party Transactions

Other related parties include close family members of key management personnel and entities that are controlled or jointly controlled by those key management personnel individually or collectively with their close family members.

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

There were no amounts paid to other related parties during the financial year ended 30 June 2023 (2022: \$Nil).

### Note 15 Auditors' Remuneration

#### Remuneration of the auditor for:

Auditing the financial statements	<b>30,300</b>	27,300
Other assurance related services	<b>7,500</b>	7,500
Other non-assurance services	<b>2,000</b>	3,000
	<b><u>39,800</u></b>	<u>37,800</u>

## Bushland Health Group Limited

ABN: 56 857 928 614

### Notes to the Financial Statements For the Year Ended 30 June 2023

#### Note 16 Capital Commitments

Capital expenditure commitments contracted for:

	2023	2022
	\$	\$
Alkira Lodge (Formerly Bushland Place Hostel)	<u>928,596</u>	<u>779,607</u>
	<u>928,596</u>	<u>779,607</u>

#### Note 17 Economic Dependency

The Company is economically dependent on revenue received from the Commonwealth Government Department of Social Services with respect to its residential aged care facilities and community care programs. The Directors believe that this revenue will continue to be made available to the Company for the foreseeable future.

The total amount of recurrent government funding received during the financial year was \$17,299,462 (2022: \$15,618,358) representing 62% of total revenues (2022: 63%).

#### Note 18 Events After the End of the Reporting Period

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.

## Bushland Health Group Limited

ABN: 56 857 928 614

### Notes to the Financial Statements For the Year Ended 30 June 2023

#### Note 19 Information to be Furnished Under the Charitable Fundraising Act 1991

Fundraising appeals conducted during the year

	2023	2022
	\$	\$
Donations	12,062	10,491
<b>Net Proceeds from Fundraising</b>	<b>12,062</b>	<b>10,491</b>

Application of Funds for Charitable purposes

During the year the Company achieved a net surplus from fundraising activities of \$12,062. This was applied towards resident amenities.

Comparison of monetary figures and percentages

	2023	%
Total costs of fundraising/gross income from fundraising	0 / 12,062	-
Net surplus from fundraising/gross income from fundraising	12,062 / 12,062	100.00
Total cost of services/total expenditure	0 / 27,331,061	-
Total cost of services/total income received	0 / 27,989,733	-

#### Note 20 Residential Aged Care Operations

In order to comply with the requirements of the Department of Health, the Aged Care Financial Report (ACFR) for the year ending 30 June 2023 is required to be lodged with the Department of Health by 31 October 2023.

There is no requirement to include any further information in relation to Residential Aged Care operations within this general purpose financial report.

#### Note 21 Company Details

The registered office of the Company is:

Bushland Health Group Limited  
133 Victoria Street  
Taree NSW 2430

# Bushland Health Group Limited

ABN: 56 857 928 614

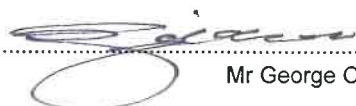
## Directors' Declaration

The Directors of the Company declare that:

1. The financial statements, comprising the Statement of Profit or Loss and Other Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity, Statement of Cash Flows and notes to an forming part of the financial statements, are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and:
  - a. comply with Australian Accounting Standards - Simplified Disclosures; and
  - b. give a true and fair view of the financial position of the Company as at 30 June 2023 and of its performance for the year ended on that date.
2.
  - a. the Statement of Profit or Loss and Other Comprehensive Income gives a true and fair veiw of all the income and expenditure of the Company with respects to fundraising appeals;
  - b. the Statement of Financial Position gives a true and fair view of the state of affairs with respect to the fundraising appeals conducted by the Company;
  - c. the provisions of the Charitable Fundraising Act 1991, the Regulations under the Charitable Fundraising Act 1991, and the conditiosn attached to the authority to fundraise have been complied with by the Company; and
  - d. the internal controls exercised by the Company are appropriate and effective in accounting for all income received and applied by the Company from any of its fundraising appeals.
3. In the Directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with Subdivision 60.15(2) of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Director .....



Mr George O Wilson

Director .....



Mrs Margaret L Shelton

Dated 28 August 2023

**PARTNERS**

Paul Fahey B Bus CA

Bart Lawler B Com CA

Patrick Brennan B Com CA

Alison McKinnon B Bus CA

## **Independent Auditor's Report**

### **to the Members of Bushland Health Group Limited**

#### **Opinion**

We have audited the financial report of Bushland Health Group Limited (the Company), which comprises the Statement of Financial Position as at 30 June 2023, the Statement of Profit or Loss and Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, notes to the financial statements including a summary of significant accounting policies and the Directors' Declaration.

In our opinion, the accompanying financial report of Bushland Health Group Limited has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) giving a true and fair view of the Company's financial position as at 30 June 2023 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards - AASB 1060: *General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities* and the *Australian Charities and Not-for-profits Commission Regulations 2022*.

#### **Basis for Opinion**

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: *Code of Ethics for Professional Accountants (including Independence Standards)* (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.

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

The Directors are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 30 June 2023, but does not include the financial report and our auditor's report thereon. Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



**PARTNERS**

Paul Fahey B Bus CA

Bart Lawler B Com CA

Patrick Brennan B Com CA

Alison McKinnon B Bus CA

## **Independent Auditor's Report**

### **to the Members of Bushland Health Group Limited**

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

The Directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - AASB 1060: *General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities* and the *Australian Charities and Not-for-profits Commission Act 2012* 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.

In preparing the financial report, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

#### **Auditor's Responsibilities for the Audit of the Financial Report**

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.

**PARTNERS**

Paul Fahey B Bus CA

Bart Lawler B Com CA

Patrick Brennan B Com CA

Alison McKinnon B Bus CA

## **Independent Auditor's Report**

### **to the Members of Bushland Health Group Limited**

- Conclude on the appropriateness of the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**NorthCorp Accountants**



**Alaine Ylias**  
**Registered Company Auditor**

**10-12 Short Street**  
**Port Macquarie NSW 2444**

**28 August 2023**