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AUSTRALIAN CIRCUS & PHYSICAL THEATRE ASSOCIATION LTD
A.B.N 98 204 544 980

AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2014

Alan Dredge & Co Pty Ltd
Chartered Accountants
Limited Liability by a scheme approved under
Professional Standard Legislation

Alan Dredge & Co Pty Ltd
ACN 006615783
ABN 74006615783

AUSTRALIAN CIRCUS & PHYSICAL THEATRE ASSOCIATION INC
A.B.N. 98 204 544 980

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AUSTRALIAN CIRCUS & PHYSICAL THEATRE ASSOCIATION INC
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BOARD REPORT

Your board members submit the financial report of the Australian Circus & Physical Theatre Association Inc for the financial year ended 31 December 2014.

Board Members

The names of board members throughout the year and at the date of this report are:

Anni Davey (Chair)
Deb Wilks (Deputy Chair) – Resigned 24 May 2014
Naomi Inwood (Treasurer)
Antonella Casella (Secretary) – Resigned 31 January 2015
Dianne Toulson
Jarrod Rose – Appointed 24 May 2014
Peter Tregilgas – Appointed 24 May 2014
Katya Lakes – Appointed 24 May 2014

Industry Advisory Group

Anni Davey
Sally Richardson
Bec Jones
Dave Carberry
Cate Cunningham
Hemlocke Mejarne
Peta Johnston
Deb Wilks

Principal Activities

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

To act as an Industry Body representing both individual members and circus and physical theatre organisations in Australia.

Operating Result

The surplus for the year amounted to \$1,801.65.

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BOARD REPORT

Likely Developments

In 2014 ACAPTA continued to deliver a broad range of activities that supported the national circus arts sector by building capacity and offering targeted networking opportunities. A strong focus was on the planning and delivery of the Circus Futures Forum in partnership with Melbourne International Arts Festival and Circus Oz. This event was attended by a number of influential European festival director's and key European networking bodies. The forum was followed by a day of discussions with the European presenters and Australian artists at which a new partnership project was launched: Steamed-OUT, a mutual European/Australian artist-in-residency project which, pending funding outcomes, will be initiated in 2015 and will continue for three years.

A significant new partnership with City of Gold Coast saw the delivery of a new circus development project - The Incubator, in partnership with Spaghetti Circus, a fully supported creative development commission for a new work by Darcy Grant - Sinews and Sequins, and the inaugural presentation of the Gold Coast sector SESH. This partnership is anticipated to continue to deliver development opportunities leading into and beyond the 2018 Commonwealth Games Arts Festival (hosted by the Gold Coast). New SESH's will be delivered in Perth and in Sydney in 2015 as well as follow-ups on the Gold Coast and in Melbourne.

ACAPTA also undertook a Cultural Leadership Project working with three very fine mid career artists Kirk Page, Rockie Stone and Natano Fa'anana. This project will be completed in early 2015.

The second annual Melbourne sector SESH featured a presentation from the Australia Council on new funding models and opportunities for artists being rolled out in 2015. These new structures will positively effect organisations like ACAPTA in that there is specific regard in the criteria for service organisations, a change that ACAPTA has played a significant role in arguing to arts funding bodies.

In 2014, the first year of supported operations under the Arts Victoria Organisations Investment Program, ACAPTA has tripled its turnover from about \$70,000 to \$215,000, increased membership by just under 60%, and managed to achieve a small surplus (\$1,802). It is anticipated that with continuing good and careful management the company will retrieve the accumulated deficit and the company will trade into a positive result by the end of 2015.

Notwithstanding the increasing stability and success of ACAPTA there are still significant challenges to face in 2015. The new funding paradigm at Federal level is a welcome change but there is no increase in funds available to the arts overall. The Circus Arts continues to be unrecognised as a separate art form, which means ACAPTA and our artists continue to have to compete in the Theatre sector.

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BOARD REPORT

While ACAPTA's ongoing funding is secure for 2015/16 it is insufficient to maintain operations and so we are reliant on our ability to gain support for projects during the year, and on our nimble responses to other income generating opportunities as they arise. In 2015 it is essential that staffing levels are addressed to support the increasing level of activities and so that philanthropic avenues of support can be properly explored. The Director is focusing on leveraging the growing membership and establishing new partnerships with like-sized organisations that can provide mutually beneficial support.

In 2015 ACAPTA's Board is focused on establishing a stronger and more robust governance structure that will support the organisation to grow so that it can continue to support the national circus arts sector and the membership.

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STATEMENT COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2014

	Note	2014 \$	2013 \$
REVENUE			
	2		
Grant – Arts Victoria		40,000.00	35,000.00
Grant – Australia Council – Project		30,000.00	5,000.00
Grant – Local Council		3,000.00	-
Grant – Local Government – Project		52,272.73	-
Other Income		84,925.70	31,175.77
		<u>210,198.43</u>	<u>71,175.77</u>
EXPENDITURE			
Salaries and on costs		152,303.36	68,801.66
Travel		29,246.36	1,651.10
Production		309.09	592.18
Marketing/Advocacy		13,135.93	5,274.03
Administration		10,308.72	4,648.55
Corporate Governance		3,093.32	2,591.92
		<u>208,396.78</u>	<u>83,559.44</u>
(Deficit) Surplus for the year		<u>1,801.65</u>	<u>(12,383.67)</u>
Other comprehensive income:			
Other comprehensive income for the year			-
Total comprehensive income for the year		<u>1,801.65</u>	<u>(12,383.67)</u>
Total comprehensive income (loss) attributable to members of the entity		<u>1,801.65</u>	<u>(12,383.67)</u>

The accompanying notes form part of these financial statements.

AUSTRALIAN CIRCUS & PHYSICAL THEATRE ASSOCIATION INC
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STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2014

	Note	2014 \$	2013 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	5,345.84	32,824.97
Trade and other receivables	4	4,682.52	33,895.00
Other current assets	5	4,300.27	1,547.00
TOTAL CURRENT ASSETS		<u>14,328.63</u>	<u>68,266.97</u>
NON-CURRENT ASSETS			
Property, plant and equipment	6	-	-
TOTAL NON-CURRENT ASSETS		<u>-</u>	<u>-</u>
TOTAL ASSETS		<u>14,328.63</u>	<u>68,266.97</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	7	15,493.44	11,233.43
Other current liabilities	8	5,000.00	65,000.00
TOTAL CURRENT LIABILITIES		<u>20,493.44</u>	<u>76,233.43</u>
TOTAL LIABILITIES		<u>20,493.44</u>	<u>76,233.43</u>
NET ASSETS		<u>(6,164.81)</u>	<u>(7,966.46)</u>
MEMBERS FUNDS			
Retained Earnings	10	(6,164.81)	(7,966.46)
TOTAL MEMBERS FUNDS		<u>(6,164.81)</u>	<u>(7,966.46)</u>

The accompanying notes form part of these financial statements.

AUSTRALIAN CIRCUS & PHYSICAL THEATRE ASSOCIATION INC
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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2014

	Retained earnings \$	Total \$
	<u> </u>	<u> </u>
Retained Earnings at 1 January 2013	4,417.21	4,417.21
Surplus/(Deficit) attributable to members	(12,383.67)	(12,383.67)
Balance at 31 December 2013	<u>(7,966.46)</u>	<u>(7,966.46)</u>
Surplus/(Deficit) attributable to members	1,801.65	1,801.65
Balance at 31 December 2014	<u><u>(6,164.81)</u></u>	<u><u>(6,164.81)</u></u>

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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2014

	Note	2014 \$	2013 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	12	189,511.05	119,279.14
Payments to suppliers and employees		(217,705.39)	(88,357.05)
Interest received		715.21	442.46
Net cash provided by operating activities		<u>(27,479.13)</u>	<u>31,364.55</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for plant and equipment		-	-
Net cash used in investing activities		<u>-</u>	<u>-</u>
Net increase in cash held		(27,479.13)	31,364.55
Cash at beginning of financial year		<u>32,824.97</u>	<u>1,460.42</u>
Cash at end of financial year		<u><u>5,345.84</u></u>	<u><u>32,824.97</u></u>

AUSTRALIAN CIRCUS & PHYSICAL THEATRE ASSOCIATION INC
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

1 Summary of Significant Accounting Policies

These financial statements cover ACAPTA Inc as an individual entity. ACAPTA Inc is an association incorporated in Victoria under the *Associations Incorporation Reform Act 2012*.

Basis of Preparation

ACAPTA Inc applies Australian Accounting Standards – Reduced Disclosure Requirements as set out in AASB 1053: *Application of Tiers of Australian Accounting Standards* and AASB 2010–2: *Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements* and other applicable Australian Accounting Standards – Reduced Disclosure Requirements.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements of the Australian Accounting Standards Board (AASB) and the *Associations Incorporation Reform Act 2012*. The association 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 the 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.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

Property, Plant and Equipment

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

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 recognised either in profit or loss or as a revaluation decrease if the impairment losses relate to a revalued asset. A formal assessment of recoverable amount is made when impairment indicators are present.

The cost of fixed assets constructed within the association includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

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 association 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.

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NOTES TO THE FINANCIAL STATEMENTS
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Depreciation

The depreciable amount of all fixed assets, including buildings and capitalised lease assets, is depreciated on a straight-line basis over the asset's useful life 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.

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

Class of Fixed Asset	Depreciation Rate
Equipment	33.33%

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

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation relating to that asset are transferred to retained earnings.

Financial Instruments

Initial Recognition and Measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the association commits itself to either purchase or sell the asset (ie trade date accounting is adopted).

Financial instruments 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 recognised immediately as expenses in profit or loss.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

Classification and subsequent measurement

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest method, or cost.

Amortised cost is calculated as the amount at which the financial asset or financial liability is measured at initial recognition less principal repayments and any reduction for impairment, and adjusted for any cumulative amortisation of the difference between that initial amount and the maturity amount calculated using the *effective interest method*.

The *effective interest method* is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying amount with a consequential recognition of an income or expense item in profit or loss.

(i) *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 subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

(ii) *Held-to-maturity investments*

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the association's intention to hold these investments to maturity. They are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

(iii) *Financial liabilities*

Non-derivative financial liabilities are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial liability is derecognised.

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Impairment

A financial asset (or a group of financial assets) is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events (a "loss event") having occurred, which has an impact on the estimated future cash flows of the financial asset(s).

In the case of available-for-sale financial assets, a significant or prolonged decline in the market value of the instrument is considered to constitute a loss event. Impairment losses are recognised in profit or loss immediately. Also, any cumulative decline in fair value previously recognised in other comprehensive income is reclassified into profit or loss at this point.

In the case of financial assets carried at amortised cost, loss events may include: indications that the debtors or a group of debtors are experiencing significant financial difficulty, default or delinquency in interest or principal payments; indications that they will enter bankruptcy or other financial reorganisation; and changes in arrears or economic conditions that correlate with defaults.

When the terms of financial assets that would otherwise have been past due or impaired have been renegotiated, the association recognises the impairment for such financial assets by taking into account the original terms as if the terms have not been renegotiated so that the loss events that have occurred are duly considered.

Derecognition

Financial assets are derecognised when the contractual right to receipt of cash flows expires or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised when the related obligations are discharged or cancelled, or have expired. The difference between the carrying amount of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss

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NOTES TO THE FINANCIAL STATEMENTS
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Impairment of Assets

At the end of each reporting period, the association assesses whether there is any indication that an asset may be impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss, unless the asset is carried at a revalued amount in accordance with another Standard (eg in accordance with the revaluation model in AASB 116). Any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other Standard.

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

Where the future economic benefits of the asset are not primarily dependent upon the asset's ability to generate net cash inflows and when the entity would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement cost of an asset.

Where an impairment loss on a revalued asset is identified, this is recognised against the revaluation surplus in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that class of asset.

Cash and Cash Equivalents

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

Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from customers for goods sold in the ordinary course of business. 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 receivable 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 for further discussion on the determination of impairment losses.

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Revenue and Other Income

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

If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

When grant revenue is received whereby the association incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

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

Donations and bequests are recognised as revenue when received.

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

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

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

Goods and Services Tax (GST)

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

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

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or 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.

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Comparative Figures

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

Trade and Other Payables

Accounts payable and other payables represent the liabilities outstanding at the end of the reporting period for goods and services received by the association during the reporting period that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

Provisions

Provisions are recognised when the association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

Income Tax

The Association is exempt from income tax under Section 50-45 of the ITAA 1997 as its objective is the encouragement of art and culture and its business is not carried out for the purpose of profit or gain for its individual members.

Economic Dependence

ACAPTA Inc is dependent on grant income from the Arts Victoria and The Australia Council for the majority of its revenue used to operate the business. At the date of this report the ACAPTA Inc has no reason to believe Arts Victoria and The Australia Council will not continue to support the Association. Critical Accounting Estimates and Judgements

Critical Accounting Estimates and Judgements

The directors evaluate estimates and judgments 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.

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New and Amended Accounting Policies Adopted by the Association

AASB 2012-3: Amendments to Australian Accounting Standards – Offsetting Financial Assets and Financial Liabilities

This Standard provides clarifying guidance relating to the offsetting of financial instruments and does not impact the association's financial statements.

AASB 2013-4: Amendments to Australian Accounting Standards – Novation of Derivatives and Continuation of Hedge Accounting

AASB 2013-4 makes amendments to AASB 139: *Financial Instruments: Recognition and Measurement* to permit the continuation of hedge accounting in circumstances where a derivative, which has been designated as a hedging instrument, is novated from one counterparty to a central counterparty as a consequence of laws or regulations.

This Standard is not expected to significantly impact the association's financial statements.

AASB 2013-5: Amendments to Australian Accounting Standards – Investment Entities

AASB 2013-5 amends AASB 10: *Consolidated Financial Statements* by defining an "investment entity" and requiring that, with limited exceptions, the entity not consolidate its subsidiaries. The unconsolidated subsidiaries must also be measured at fair value through profit or loss in accordance with AASB 9: *Financial Instruments*. The amendments also introduce additional disclosure requirements. As the association does not meet the definition of an investment entity, this Standard is not expected to significantly impact the association's financial statements.

AASB 2013-6: Amendments to AASB 136 arising from Reduced Disclosure Requirements

This Standard amends the reduced disclosure requirements in AASB 136: *Impairment of Assets* in light of amendments made by AASB 2013-3: *Amendments to AASB 136 – Recoverable Amount Disclosures for Non-Financial Assets* pertaining to the use of fair value in assessment of impairment. Since there has been no impairment testing in the current financial year, the adoption of this Standard has no impact on the association's financial statements.

Interpretation 21: *Levies*

Interpretation 21 clarifies the circumstances under which a liability to pay a levy imposed by a government should be recognised, and whether that liability should be recognised in full at a specific date or progressively over a period of time.

This Interpretation is not expected to significantly impact the association's financial statements.

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NOTES TO THE FINANCIAL STATEMENTS
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New Accounting Standards for Application in Future Periods

An assessment of Accounting Standards and Interpretations issued by the AASB that are not yet mandatorily applicable to the association and their potential impact on the association when adopted in future periods is discussed below:

- AASB 9: *Financial Instruments* (December 2010) and associated Amending Standards (applicable for annual reporting periods commencing on or after 1 January 2018).

These Standards will be applicable retrospectively (subject to the provisions on hedge accounting outlined below) and include revised requirements for the classification and measurement of financial instruments, revised recognition and derecognition requirements for financial instruments, and simplified requirements for hedge accounting.

The key changes that may affect the association on initial application of AASB 9 and associated Amending Standards include certain simplifications to the classification of financial assets, simplifications to the accounting of embedded derivatives, and the irrevocable election to recognise gains and losses on investments in equity instruments that are not held for trading in other comprehensive income. AASB 9 also introduces a new model for hedge accounting that will allow greater flexibility in the ability to hedge risk, particularly with respect to the hedging of non-financial items. Should the entity elect to change its hedge accounting policies in line with the new hedge accounting requirements of AASB 9, the application of such accounting would be largely prospective.

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NOTES TO THE FINANCIAL STATEMENTS
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	2014	2013
	\$	\$
<hr/>		
2 Revenue and Other Income		
Grant – Arts Victoria	40,000.00	35,000.00
Grant – Australia Council – Project	30,000.00	5,000.00
Grant – Local Council	3,000.00	-
Grant – Local Government – Project	52,272.73	-
Membership income	22,800.02	14,553.39
Project income	51,433.81	8,400.36
Sponsorship and donations	9,913.02	7,166.09
Masterclasses	63.64	613.47
Interest income	715.21	442.46
	210,198.43	71,175.77
3 Cash and Cash Equivalents		
Cash at Bank – 2356	1,162.23	589.67
Cash at Bank – 6171	3,026.81	32,145.74
Cash at Bank – 3333	1,156.80	89.56
	5,345.84	32,824.97
Reconciliation of cash		
Cash at the end of the financial year as shown in the cash flow statement is reconciled to the related items in the balance sheet as follows:		
Cash and cash equivalents	5,345.84	32,824.97
4 Trade and Other Receivables		
Current		
Trade Debtors	4,682.52	33,895.00
	4,682.52	33,895.00

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NOTES TO THE FINANCIAL STATEMENTS
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	2014	2013
	\$	\$
5 Other Current Assets		
Current		
Other debtors	-	60.00
ATO debtor	-	247.00
Prepayments	4,300.27	1,240.00
	<u>4,300.27</u>	<u>1,547.00</u>
6 Plant and Equipment		
Plant & Equipment	7,712.15	7,712.15
Less: Accumulated Depreciation	(7,712.15)	(7,712.15)
Total Plant and Equipment	-	-

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.

	Plant and Equipment	Total
	\$	\$
Balance at 1 January 2013	348.00	348.00
Additions	-	-
Depreciation expense	(348.00)	(348.00)
Balance at 31 December 2013	-	-
Additions	-	-
Depreciation expense	-	-
Carrying amount at 31 December 2014	-	-

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014	2013
	\$	\$
<hr/>		
7 Trade and Other Payables		
Current		
Trade Creditors	-	383.62
Sundry Creditors & Accruals	2,640.00	1,800.00
GST Clearing	2,289.95	6,551.88
ATO Creditor	6,205.00	3,258.00
Payroll Liabilities	4,358.49	(760.07)
	<u>15,493.44</u>	<u>11,233.43</u>
	<u>15,493.44</u>	<u>11,233.43</u>
Financial liabilities at amortised cost classified as trade and other payables		
Trade and other payables:		
- Total current	15,493.44	11,233.43
Financial liabilities as trade and other payables	15,493.44	11,233.43
	<u>15,493.44</u>	<u>11,233.43</u>
	<u>15,493.44</u>	<u>11,233.43</u>
Other Liabilities		
Current		
Membership in Advance	-	-
Grants in Advance	5,000.00	65,000.00
	<u>5,000.00</u>	<u>65,000.00</u>
	<u>5,000.00</u>	<u>65,000.00</u>
9 Retained Earnings		
Retained earnings at the beginning of the financial year	(7,966.46)	4,417.21
Net surplus (Net deficit) attributable to the association	1,801.65	(12,383.67)
Deficit at the end of the financial year	(6,164.81)	(7,966.46)
	<u>(6,164.81)</u>	<u>(7,966.46)</u>
	<u>(6,164.81)</u>	<u>(7,966.46)</u>

AUSTRALIAN CIRCUS & PHYSICAL THEATRE ASSOCIATION INC
A.B.N. 98 204 544 980

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014	2013
	\$	\$
<hr/>		
10 Related Party Transactions		
There were no related party transactions that occurred during the income year.		
11 Key Management Personnel		
Key Management Personnel		
Any person(s) having authority and responsibility for planning, directing and controlling the activities of the association, directly or indirectly, including its board members, is considered key management personnel.		
The totals of remuneration paid to key management personnel (KMP) of the company during the year are as follows:		
Key management personnel compensation	49,993.39	46,094.57
12 Cash Flow Information		
Reconciliation of Cash Flow from Operations with Net Surplus		
Net surplus/(deficit)	1,801.65	(12,383.67)
Non-cash flows in deficit		
Depreciation	-	348.00
Changes in assets and liabilities, net of the effects of purchase and disposals of subsidiaries		
(Increase) Decrease in current receivables	29,519.48	12,033.74
(Increase) Decrease in prepayments	(3,060.27)	(1,240.00)
Increase (Decrease) in trade creditors	(383.62)	(1,371.52)
Increase (Decrease) in sundry creditors	3,787.00	3,258.00
Increase (Decrease) in other creditors	856.63	2,515.00
Increase (Decrease) in income in advance	-	(1,795.00)
Increase (Decrease) in grants in advance	(60,000.00)	30,000.00
Net Cash Provided by Operating Activities	(27,479.13)	31,364.55

AUSTRALIAN CIRCUS & PHYSICAL THEATRE ASSOCIATION INC
A.B.N. 98 204 544 980

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014	2013
	\$	\$
<hr/>		
13 Financial Risk Management		
<p>The association's financial instruments consists mainly of deposits with banks, short-term investments, accounts receivable and payable.</p> <p>The totals for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements are as follows:</p>		
Financial Assets		
Cash and cash equivalents	5,345.84	32,824.97
Loans and receivables	4,682.52	33,895.00
Total Financial Assets	10,028.36	66,719.97
Financial Liabilities		
Trade and other payables	15,493.44	11,233.43

Fair Values

- (i) For listed available-for-sale financial assets and financial assets at fair value through profit or loss the fair values have been based on closing quoted bid prices at the end of the reporting period.
 In determining the fair values of the unlisted available-for-sale financial assets, the board members have used inputs that are observable either directly (as prices) or indirectly (derived from prices).
- (ii) Fair values of held-to-maturity investments are based on quoted market prices at the end of the reporting period.

**AUSTRALIAN CIRCUS & PHYSICAL THEATRE ASSOCIATION INC
A.B.N. 98 204 544 980**

STATEMENT BY MEMBERS OF THE BOARD

In the opinion of the members of the board the financial report as set out on pages 1 to 22:

1. Presents a true and fair view of the financial position of ACAPTA Inc as at 31 December 2014 and its performance for the year ended on that date in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board.
2. At the date of this statement, there are reasonable grounds to believe that ACAPTA Inc will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Board and is signed for and on behalf of the Board by:

Board Member: _____

Board Member: _____

Dated this day of

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
AUSTRALIAN CIRCUS & PHYSICAL THEATRE ASSOCIATION INC
A.B.N. 98 204 544 980**

Report on the Financial Statements

I have audited the accompanying financial statements of ACAPTA Inc (the association) which comprises the statement of financial position as at 31 December 2014, statement of Comprehensive Income, statement of changes in equity and statement of cash flows for the year ended on that date, a summary of significant accounting policies and other explanatory notes and the statement by members of the committee.

Board's Responsibility for the Financial Statements

The board of the association is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the *Associations Incorporation Reform Act 2012* and for such internal control as the committee determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on the financial statements based on my audit. I conducted my audit in accordance with Australian Auditing Standards. These Auditing Standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Independence

In conducting my audit, I have complied with the independence requirements of Australian professional ethical pronouncements.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
AUSTRALIAN CIRCUS & PHYSICAL THEATRE ASSOCIATION INC
A.B.N. 98 204 544 980**

Auditor's Opinion

In my opinion:

The financial report of ACAPTA Inc is in accordance with the *Associations Incorporation Reform Act Victoria 2012* including:

- (i) giving a true and fair view of the Association's financial position as at 31 December 2014 and of their performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards – Reduced Disclosure Requirements.

Name of Firm: Alan Dredge & Co Pty Ltd
Chartered Accountants

Name of Director: _____
Alan Dredge FCA

Address: 16 Hill Street, Richmond 3121

Dated this **day of**

**AUSTRALIAN CIRCUS & PHYSICAL THEATRE ASSOCIATION INC
A.B.N. 98 204 544 980**

CERTIFICATE BY MEMBERS OF THE BOARD

I, _____ and I, _____ certify that:

- (a) We will attend the general meeting of the association to be held.
- (b) This annual statement will be submitted to the members of the association at its annual general meeting.

Board Member: _____

Board Member: _____

Dated this day of