

Independent auditor's report

To the members of Poppy Growers Tasmania Inc

We have audited the accompanying financial report, being a special purpose financial report of Poppy Growers Tasmania Inc, which comprises the income and expenditure statement, the statement of financial position, the statement of changes in equity and the statement of cash flows for the year ended 31 December 2020, notes comprising a summary of significant accounting policies and other explanatory information and the Committee of Management's assertion statement.

The Committee of Management's responsibility for the financial report

The committee of management are responsible for the preparation of the financial report and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the financial reporting requirements of the Associations Incorporation Act (Tasmania) 1964 and is appropriate to meet the needs of the members. The committee's responsibility also includes such internal control as the committee determine is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted our audit in accordance with Australian auditing standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial report that gives a fair presentation, 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 report.

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

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Independence


In conducting our audit, we have complied with the independence requirements of the Australian professional accounting bodies.

Unqualified Opinion

In our opinion, the financial report presents fairly, in all material respects the financial position of Poppy Growers Tasmania Inc as at 31 December 2020 and of its financial performance for the year then ended and complies with Australian accounting standards to the extent described in Note 1.

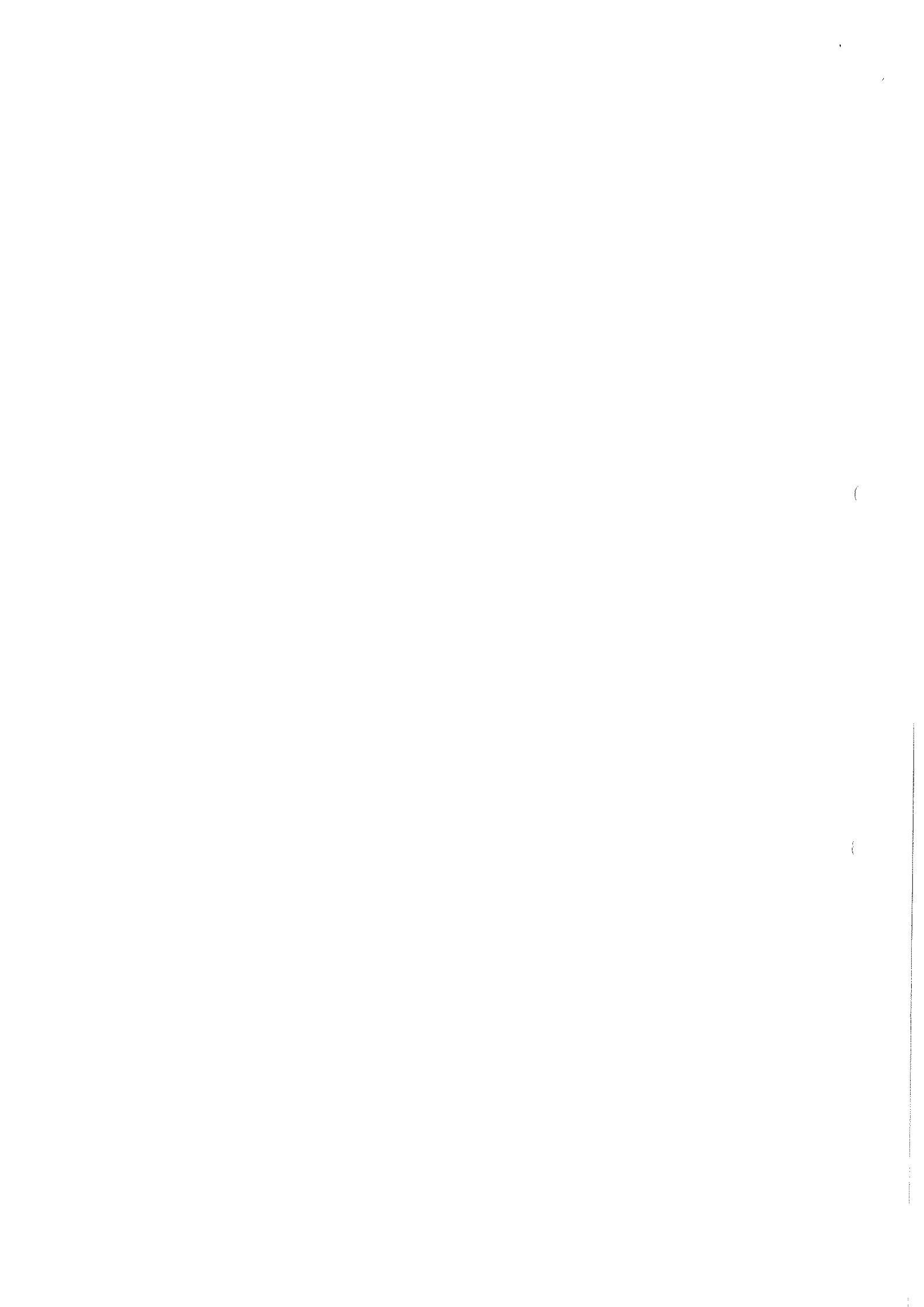
Basis of accounting and restriction on distribution

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the committee's reporting responsibilities under the Associations Incorporation Act (Tasmania) 1964. As a result, the financial report may not be suitable for another purpose.



Michael Harvey
Certified Practising Accountant
Member No. 1478155
MDH Accounting Pty Ltd

Dated 25 March 2021



Poppy Growers Tasmania Inc
Income & Expenditure Statement
for the year ended 31 December 2020

	Note	2020 \$	2019 \$
Income			
Subscriptions and levies	2	155,721	139,952
Sponsorships	3	4,000	8,200
Interest earned	4	4,481	12,193
Other Income -Dividends and Market Value movement	5	(4,015)	(1,991)
Total income		<u>160,187</u>	<u>158,354</u>
Expenses			
Direct program costs	6	13,750	13,500
Administration expenses	7	32,237	37,963
Staff costs	8	103,395	117,565
Depreciation and low cost assets	14	331	-
Total expenses		<u>149,713</u>	<u>169,028</u>
Operating result for the year		<u>10,474</u>	<u>(10,674)</u>
Unexpended grants brought forward		-	-
Unexpended grants carried forward		-	-
Net surplus/(deficit)		<u>10,474</u>	<u>(10,674)</u>

Poppy Growers Tasmania Inc
Statement of Financial Position
as at 31 December 2020

	Note	2020 \$	2019 \$
Assets			
Current Assets			
Cash and deposits	9	449,912	444,267
Trade and other receivables	11	4,836	4,050
Total current assets		<u>454,748</u>	<u>448,317</u>
Non-current Assets			
Property, plant and equipment	14	1,504	-
Total non-current assets		<u>1,504</u>	<u>-</u>
Total assets		<u>456,252</u>	<u>448,317</u>
Liabilities			
Current Liabilities			
Trade and other payables	12	-	2,539
Total current liabilities		<u>-</u>	<u>2,539</u>
Total liabilities		<u>-</u>	<u>2,539</u>
Net assets		<u>456,252</u>	<u>445,778</u>
Members funds			
Accumulated surpluses		<u>456,252</u>	<u>445,778</u>
Total members funds		<u>456,252</u>	<u>445,778</u>

Poppy Growers Tasmania Inc
Statement of Changes in Equity
for the year ended 31 December 2020

	Accumulated surpluses	Total
	\$	\$
Balance as at 1 January 2019	456,452	456,452
Net surplus/(deficit)	(10,674)	(10,674)
Transfers from accumulated surpluses	-	-
Transfers to accumulated surpluses	-	-
Balance as at 31 December 2019	<u>445,778</u>	<u>445,778</u>
Net surplus/(deficit)	10,474	10,474
Transfers from accumulated surpluses	-	-
Transfers to accumulated surpluses	-	-
Balance as at 31 December 2020	<u><u>456,252</u></u>	<u><u>456,252</u></u>

Poppy Growers Tasmania Inc
Statement of Cash Flows
for the year ended 31 December 2020

	Note	2020 \$	2019 \$
Cash flows from operating activities			
Grants received		-	-
Receipts from general operations		174,907	162,967
Interest received		4,481	12,193
Other receipts		(4,015)	(1,991)
Payments to suppliers for goods and services		(53,125)	(56,609)
Payments to and on behalf of employees		(111,557)	(126,761)
Other payments		(3,211)	(473)
Net cash inflow/(outflow) from operating activities	10	<u>7,480</u>	<u>(10,674)</u>
Net cash inflow/(outflow) from investing activities		<u>(1,835)</u>	<u>-</u>
Net cash inflow/(outflow) from financing activities		<u>-</u>	<u>-</u>
Net increase/(decrease) in cash held		5,645	(10,674)
Cash and cash equivalents - opening balance		<u>444,267</u>	<u>453,220</u>
Cash and cash equivalents - closing balance	9	<u><u>449,912</u></u>	<u><u>444,267</u></u>

Poppy Growers Tasmania Inc
Notes to the Financial Statements
for the year ended 31 December 2020

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act (Tas) 1964. The committee has determined that the association is not a reporting entity.

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

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

a. Cash and Deposits

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.

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

c. Property, Plant and Equipment

Property, plant and equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all fixed assets are depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

Estimated useful lives are as follows:

Buildings	40 years
Motor Vehicles	5 years
Plant & equipment	5 years
Computer equipment	3 years
Office furniture & fittings	5 years

d. Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

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

Revenue from the provision of membership subscriptions is recognised on a cash basis.

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

e. Trade and Other Receivables

Trade and other receivables are recognised at their transaction price.

Poppy Growers Tasmania Inc
Notes to the Financial Statements
for the year ended 31 December 2020

At the end of each reporting period, the carrying value of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised immediately in income statement.

f. Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

	2020	2019
	\$	\$
2 Subscriptions and levies		
Growers Levies	155,721	139,952
	<u>155,721</u>	<u>139,952</u>
3 Sponsorships		
Sponsorship	4,000	8,200
	<u>4,000</u>	<u>8,200</u>
4 Interest earned		
Interest Received	4,481	12,193
	<u>4,481</u>	<u>12,193</u>
5 Other income		
TPT Dividends	2,861	946
TPT Investments market value increase/(decrease)	(6,876)	(2,937)
	<u>(4,015)</u>	<u>(1,991)</u>
6 Direct program costs		
Special Contributions	13,750	13,500
	<u>13,750</u>	<u>13,500</u>
7 Administration expenses		
Advertising	230	450
Accounting & Auditing	9,200	9,200
APVMA Fees	-	350
Bank Fees	69	99
Government Charges	65	62
Insurance	6,201	5,710
Meeting Venue Expenses	294	3,409
Office Rent & Telephone	6,858	6,050
Postage & Mail-outs	251	2,560
Power	235	553
Printing & Stationery	2,488	4,433
Reimbursements	1,324	2,488
Software	239	238
Subscriptions & Memberships	1,722	717
Teleconferences	1,127	-
Telephone	1,539	1,644
Misc. Expenses	395	-
	<u>32,237</u>	<u>37,963</u>

	2020	2019
	\$	\$
8 Staff costs		
Committee Meeting Fees	1,400	4,025
Committee Meetings Travel	1,114	2,779
Committee Members	875	2,275
Consultancy CEO	56,004	56,004
Consultancy - Other	5,038	8,177
Other Employer Expenses	1,214	600
President	13,925	15,850
Treasurer	2,850	3,025
Wages & Salaries	12,778	9,999
Travel & Accomodation Local	1,293	2,102
Travel & Accomodation Overseas	6,904	12,729
	<u>103,395</u>	<u>117,565</u>
9 Cash and deposits		
Bendigo Cheque Account	10,573	5,381
TPT Long Term Fund 23029500	62,043	60,625
Bendigo 157205410	111,549	109,849
Bendigo TD14135073	179,197	-
TPT Balanced Funds	86,550	183,212
MyState 30022698	-	85,200
	<u>449,912</u>	<u>444,267</u>
10 Cash flow information		
Reconciliation of cash flows from operating activities to net surplus/(deficit):		
Net surplus/(deficit)	10,474	(10,674)
Depreciation and low cost assets	331	-
<u>Decreases/(increases) in assets:</u>		
Trade and other receivables (current)	(786)	-
<u>Increases/(decreases) in liabilities:</u>		
Trade and other payables (current)	(2,539)	-
Net cash inflow/(outflow) from operating activities	<u>7,480</u>	<u>(10,674)</u>

	2020	2019
	\$	\$
11 Trade and other receivables		
<u>Trade and other receivables (current):</u>		
Trade Debtors	4,836	-
GST Collected	-	4,050
Total trade and other receivables	<u>4,836</u>	<u>4,050</u>
14 Property, plant and equipment		
Furniture, Fittings & Equipment	1,835	-
Accum. Depcn on Furniture, Fittings & Equipment	(331)	-
	<u>1,504</u>	<u>-</u>
12 Trade and other payables		
<u>Trade and other payables (current):</u>		
Accruals	-	2,539
Total trade and other payables	<u>-</u>	<u>2,539</u>

13 Contingencies and Commitments

The association had no contingent liabilities as at 31 December 2020.

15 Subsequent Events

No matter or circumstance has arisen since 31 December 2020 that has significantly affected, or may significantly affect the association's operations, the results of those operations, or the association's state of affairs in future financial years.

Poppy Growers Tasmania Inc Statement by Members of the Committee

The committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the committee, the accompanying financial report:

1. Presents a true and fair view of the financial position of Poppy Growers Tasmania Inc as at 31 December 2020 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Poppy Growers Tasmania 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 committee and is signed for and on behalf of the committee by:

President: Philip Loane



Dated: 25-3-21