



Wombat Protection Society of Australia Limited
ABN: 33-122-449-665
(A Company Limited by Guarantee)

**FINANCIAL REPORT
 FOR THE YEAR ENDED 31 OCTOBER 2007**

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Wombat Protection Society of Australia Limited
ABN: 33 122 449 665

DIRECTORS' REPORT

The directors submit herewith the company's financial statements for the year ended 31 October 2007.

Directors

The following persons held office as directors of Wombat Protection Society of Australia Limited during or since the end of the financial year are:

<u>Name</u>	<u>Position</u>	<u>Occupation</u>	
Janice SMITH	Director	Home Duties	Appointed 01/11/2006
Shona MACPHERSON	Director	Carpenter	Appointed 01/11/2006
Barlo SMITH	Director	Artist	Appointed 01/11/2006
Jenny BRUCE	Director	Artist	Appointed 01/11/2006

Principal Activities

The principal activity of the company in the course of the year was to protect, advocate and care for, conserve and study wombats. There were no significant changes in the nature of the company's activities during the year.

Result

The net operating surplus of the company for the financial year was \$2,206.44

Dividends

Not applicable, as the company has no share capital.

Review of Operations

The directors are satisfied with the operations of the Company for the year ended 31 October 2007.

Significant Changes

In the opinion of directors, the results were not substantially affected by any item, transaction or event of a material or unusual nature, not disclosed in the accompanying financial statements.



Wombat Protection Society of Australia Limited
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DIRECTORS' REPORT (Continued)

Matters Subsequent to the End of the Financial Year:

In the opinion of the directors there is no matter or circumstance, other than those referred to in the financial report which has arisen since 31 October 2007, that has 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 the financial years subsequent to 31 October 2007.

Meetings of Directors

The numbers of meetings of the company's directors held during the year ended 31 October 2007, and the numbers of meetings attended by each director were:

<u>Name</u>	<u>Number of Possible Attendances</u>	<u>Number of Actual Attendances</u>
Janice SMITH	10	10
Shona MACPHERSON	10	10
Barlo SMITH	10	10
Jenny BRUCE	10	9

Directors' Benefits

Since 1 November 2006, no director has received or become entitled to receive a benefit, other than a benefit included in the aggregate amount of emoluments received or due and receivable by directors shown in the accounts, or the fixed salary of a full-time employee of the company or a related corporation, by reason of a contract made by the company or a related corporation with the director or with a firm of which the director is a member, or with a company in which the director has a substantial financial interest.

Auditor:

Kothes, Chartered Accountants continue in office in accordance with Section 327 of the Corporations Act 2001.

Auditor's Independence Declaration:

The auditor independence declaration for the year ended 31 October 2007 has been received and can be found on the following page of this report.

This report is made in accordance with a resolution of the directors.

Shona Macpherson
 Director
 4 December 2007

Barlo Smith
 Director



ABN 36 472 755 795

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001 TO THE MEMBERS OF WOMBAT PROTECTION SOCIETY OF AUSTRALIA LIMITED

As auditor of Wombat Protection Society of Australia Limited for the year ended 31 October 2007 I declare that, to the best of my knowledge and belief, there have been:

- (a) No contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (b) No contraventions of any applicable code of professional conduct in relation to the audit.

KOTHES
 Chartered Accountants

SIMON BYRNE
 Partner
 MERIMBULA, 4 December 2007



ABN 36 472 755 795

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF WOMBAT PROTECTION SOCIETY OF AUSTRALIA LIMITED

Audit Opinion

In our opinion, the financial report of Wombat Protection Society of Australia Limited:

- gives a true and fair view, as required by the Corporations Act 2001 in Australia, of the financial position of Wombat Protection Society of Australia Limited as at 31 October 2007, and of its performance for the year ended on that date, and
is presented in accordance with the Corporations Act 2001, Accounting Standards and other mandatory financial reporting requirements in Australia, and the Corporations Regulations 2001.

This opinion must be read in conjunction with the rest of our audit report.

Scope

The financial report and directors' responsibility

The financial report comprises the statement of income statement, statement of recognised income and expense, balance sheet, statement of cash flows, accompanying notes to the financial statements, and the directors' declaration for Wombat Protection Society of Australia Limited for the year ended 31 October 2007.

The directors of the company are responsible for the preparation and true and fair presentation of the financial report in accordance with the Corporations Act 2001. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

Audit approach

We conducted an independent audit in order to express an opinion to the members of the company. Our audit was conducted in accordance with Australian Auditing Standards, in order to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgement, selective testing, the inherent limitation of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF WOMBAT PROTECTION SOCIETY OF AUSTRALIA LIMITED (CONTINUED)

Audit approach (continued)

We performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the Corporations Act 2001, Accounting Standards and other mandatory financial reporting requirements in Australia, a view which is consistent with our understanding of the company's financial position, and of its performance as represented by the results of its operations and cash flows.

We formed our audit opinion on the basis of these procedures, which included:

- examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report, and
assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the directors.

When this audit report is included in an Annual Report, our procedures include reading the other information in the Annual Report to determine whether it contains any material inconsistencies with the financial report.

While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our audit was not designed to provide assurance on internal controls.

Our audit did not involve an analysis of the prudence of business decisions made by directors or management.

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements and the Corporations Act 2001.

KOTHES Chartered Accountants

Handwritten signature of Simon Byrne

SIMON BYRNE Partner MERIMBULA, 4 December 2007

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Wombat Protection Society of Australia logo and name, ABN: 33 122 449 665, DIRECTORS' DECLARATION

The directors declare that the financial statements and notes as set out in the financial report:

- comply with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional requirements, and
give a true and fair view of the company's financial position as at 31 October 2007 and of its performance, as represented by the results of their operations and its cash flows, for the financial year ended on that date.

In the directors' opinion:

- the financial statements and notes are in accordance with the Corporations Act 2001, and
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 a resolution of the directors.

Handwritten signature of Shona Macpherson, Director

Handwritten signature of Barlo Smith, Director

4 December 2007

Wombat Protection Society of Australia logo and name, ABN: 33 122 449 665, INCOME STATEMENT FOR THE YEAR ENDED 31 OCTOBER 2007

Table with 3 columns: Description, NOTE, 2007. Rows include Revenue from ordinary activities, Accounting fees, Bank and finance charges, Books & publications, Company fees, Computer repairs & maintenance, Depreciation, Internet expenses, Printing, postage and stationery, Programme expenses, Software, Other expenses from ordinary activities, Surplus from operating activities before income tax, Income tax expense, OPERATING SURPLUS AFTER INCOME TAX.

The above income statement should be read in conjunction with the accompanying notes.

STATEMENT OF RECOGNISED INCOME AND EXPENSE FOR THE YEAR ENDED 31 OCTOBER 2007

Table with 2 columns: Description, Amount. Rows include Accumulated funds at the beginning of financial year, Operating surplus after income tax, ACCUMULATED FUNDS AT THE END OF THE FINANCIAL YEAR.

The above statement of recognised income and expense should be read in conjunction with the accompanying notes.



Wombat Protection Society of Australia Limited
ABN: 33 122 449 665

BALANCE SHEET
AS AT 31 OCTOBER 2007

	NOTE	2007
Current Assets		
Cash and cash equivalents	4	1,737.89
Inventory		569.64
Receivables		8.48
TOTAL CURRENT ASSETS		2,316.01
Non-Current Assets		
Plant & equipment	5	1,073.78
TOTAL NON-CURRENT ASSETS		1,073.78
TOTAL ASSETS		3,389.79
Current Liabilities		
Payables	6	1,183.35
TOTAL CURRENT LIABILITIES		1,183.35
TOTAL LIABILITIES		1,183.35
NET ASSETS		2,206.44
Members' Equity		
Share capital	7	-
Accumulated funds		2,206.44
TOTAL MEMBERS' EQUITY		2,206.44

The above balance sheet should be read in conjunction with the accompanying notes

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Wombat Protection Society of Australia Limited
ABN: 33 122 449 665

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 OCTOBER 2007

	NOTE	2007 INFLOWS (OUTFLOWS)
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers and members - inclusive of Goods and Service Tax		7,565.25
Payments to suppliers and employees - inclusive of Goods and Service Tax		(4,666.05)
		2,899.20
Interest received		0.51
Net cash provided by operating activities	11	2,899.71
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for property, plant & equipment		(1,161.82)
Net cash provided by investing activities	11	(1,161.82)
Net increase in cash held		1,737.89
CASH AT BEGINNING OF FINANCIAL YEAR		-
CASH AT END OF FINANCIAL YEAR	4	1,737.89

The above statement of cash flows should be read in conjunction with the accompanying notes

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Wombat Protection Society of Australia Limited
ABN: 33 122 449 665

NOTES TO AND FORMING PART OF THE ACCOUNTS
31 OCTOBER 2007

1. **Summary of Significant Accounting Policies**
 The company was incorporated on 1 November 2006 (# 023 317 448) under the *Corporations Act 2001*. It is registered with the Australian Business Register - Australian Business Number 33 122 449 665 and is registered for Goods & Services Tax purposes. The company accounts for Goods & Services Tax monthly using the cash basis of accounting.
 - (a) **Basis of Preparation**
 This general purpose financial report has been prepared in accordance with Australian equivalents to International Financial Reporting Standards (AIFRSs) other authoritative pronouncements of the Australian Accounting Standards Board, Australian Accounting Interpretations and the *Corporations Act 2001*. The financial report is presented in Australian dollars.

Adoption of New and Revised Accounting Standards
 In the current year, the Company has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to its operations and effective for annual reporting periods beginning on 1 October 2006. The adoption of these new Standards and Interpretations has not resulted in any changes to the Company's accounting policies that have affected the amounts reported for the current or prior years.

Historical Cost Convention
 These financial statements have been prepared in accordance with the historical cost convention, as modified by the revaluation of available-for-sale financial assets, financial assets and liabilities at fair value through profit and loss, certain classes of property, plant and equipment and investment property.

Critical Accounting Estimates
 The preparation of financial statements in conformity with AIFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. There are no areas that involve a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements other than those described in following accounting policies.
 - (b) **Income Tax**
 The company is believed to be income tax exempt under subdivision 50.5 of the Income Tax Assessment Act, 1997.

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Wombat Protection Society of Australia Limited
ABN: 33 122 449 665

NOTES TO AND FORMING PART OF THE ACCOUNTS
31 OCTOBER 2007 (Continued)

1. **Summary of Significant Accounting Policies (Continued)**
 - (c) **Revenue Recognition**
 Revenue is recognised to the extent that it is probable that economic benefits will flow to the entity and the revenue can be reliably measured. The following specific criteria recognition must be also met before revenue is recognised.

Sale of Goods
 Revenue is taken to account when the control of the goods has passed to the buyer.

Interest
 Interest revenue is recognised as it accrues using the effective interest method. The effective interest method is the rate that exactly discounts estimated future cash receipts over the expected life of the financial instrument to the net carrying amount of the financial asset.
 - (d) **Acquisition of Assets**
 The purchase method of accounting is used to account for all acquisitions of assets regardless of what assets are acquired. Cost is measured as the fair value of assets given up as the date of acquisition plus costs directly attributable to the acquisition.

Where settlement of any part of cash consideration is deferred, the amounts payable in the future are discounted to their present value as at the date of exchange. The discount rate used is Company's incremental borrowing rate, being the rate at which a similar borrowing could be obtained from an independent financier under comparable terms and conditions.
 - (e) **Impairment of Assets**
 Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash generating units).
 - (f) **Cash and Cash Equivalents**
 Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities on the balance sheet.

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Wombat Protection Society of Australia Limited
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NOTES TO AND FORMING PART OF THE ACCOUNTS
31 OCTOBER 2007 (Continued)

10. Contingent Liabilities

The directors are not aware of any contingent liabilities as at the end of the financial year.

11. Notes to the Statement of Cash Flows

	2007
<i>Reconciliation of net cash provided by operating activities to operating profit after tax:-</i>	
Operating surplus after tax	2,206.44
<i>Adjustment for non-cash items:</i>	
Depreciation	88.04
<i>Changes in Assets and Liabilities:</i>	
Increase/(decrease) in GST payable	(8.48)
(Increase)/Decrease in Inventory	(569.64)
Increase/(Decrease) in Payables	1,183.35

	2,899.71
	=====



ABN 36 472 755 795

SUPPLEMENTARY INFORMATION
31 OCTOBER 2007

DISCLAIMER

The additional financial data presented on page 19 is in accordance with the books and records of the Wombat Protection Society of Australia Limited which have been subjected to the auditing procedures applied in our statutory audit of the company for the year ended 31 October 2007. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and no warranty of accuracy or reliability is given.

In accordance with our firm's policy, we advise that neither the firm nor any member or employee of the firm undertakes responsibility arising in any way whatsoever to any person (other than the company) in respect of such data, including any errors or omissions therein, arising through negligence or otherwise however caused.

KOTHES
Chartered Accountants

SIMON BYRNE
Partner

MERIMBULA, 4 December 2007

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Wombat Protection Society of Australia Limited
ABN: 33 122 449 665

SUPPLEMENTARY INFORMATION

REVENUE ACCOUNT
FOR THE YEAR ENDED 31 OCTOBER 2007

	2007
Income	
Campaign Income	54.54
Gifts and Donations	6,010.00
Interest	0.51
Membership Fees	960.46
Miscellaneous Income	5.26
Programme Sales	543.47

TOTAL INCOME	7,574.24

Expenses	
Auditor's Remuneration	600.00
Bank and Finance Charges	12.66
Books and Publications	233.55
Company Fees and Charges	330.00
Computer Expenses - Web Site	1,640.00
Computer Expenses - Software & Maintenance	759.58
Depreciation	88.04
Office Supplies	700.14
Postage and Delivery	251.94
Printing, postage and stationery	387.61
Programme Expenses	308.86
Sundry	65.40

TOTAL EXPENSES	5,367.80

OPERATING SURPLUS	2,206.44
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