

Australian Government

Registered Organisations Commission

16 November 2022

Mr Peter Hatswell President The Pharmacy Guild of Australia-Northern Territory Branch

By e-mail: office@ntguild.org.au

Dear Mr Hatswell

The Pharmacy Guild of Australia-Northern Territory Branch Financial Report for the year ended 30 June 2022 - FR2022/137

I acknowledge receipt of the financial report for the year ended 30 June 2022 for the Pharmacy Guild of Australia-Northern Territory Branch (**the reporting unit**). The financial report was lodged with the Registered Organisations Commission (**ROC**) on 7 November 2022.

The financial report has now been filed. You are not required to take any further action in respect of the report lodged.

Whilst the 30 June 2022 financial report has been filed your attention is drawn to the following issues which will need to be addressed in relation to the 30 June 2023 financial report.

1. General Purpose Financial Report (GPFR)

Disclosure of employee expenses to office holders and other employees

The reporting guidelines require reporting units to disclose in the statement of comprehensive income or in the notes to the financial statements employee expenses to holders of office (item 14(f)) and employee expenses to other employees (item 14(g)). Item 14(f) and 14(g) of the reporting guidelines also requires these expenses to be separately disclosed as follows:

- Wages and salaries;
- Superannuation;
- Leave and other entitlements;
- Separation and redundancies; and
- Other employee expenses.

I note that the Note 13 does not distinguish between employee expenses for office holders and other employees, nor does it separately disclose the employee expenses based on the categories indicated above. Item 21 of the reporting guidelines states that if any of the activities identified within items 10-20 of the reporting guidelines have not occurred in the reporting period, a statement to this effect must be included either in the financial statements, the notes or in the officer's declaration statement.

Disclosure of employee provisions to office holders and other employees

The reporting guidelines also require either the statement of financial position or the notes to disclose any liability for employee benefits in respect of office holders and other employees (items 16(c) and 16(d)). Item 16(c) and 16(d) of the reporting guidelines also requires these provisions to be separately disclosed as follows:

- Annual leave;
- Long service leave;
- Separation and redundancies; and
- Other employee provisions.

The Note 14 discloses this liability but does not distinguish between provisions for office holders and other employees, nor does it separately disclose the employee provisions based on the categories indicated above.

Item 21 in the reporting guidelines states that if any of the activities identified within items 10-20 of the reporting guidelines have not occurred in the reporting period, a statement to this effect must be included either in the financial statements, the notes or in the officer's declaration statement.

Reporting guideline activities - not disclosed

Item 21 of the reporting guidelines states that if any activity described within items 10-20 of the reporting guidelines has not occurred in the reporting period, a statement to this effect must be included the GPFR or in an officer's declaration statement.

The notes contained nil activity information for all prescribed reporting guideline categories except the following:

- Item 13(b) receive capitation fees from another reporting unit or any other revenue from another reporting unit
- Item 13(c) receive revenue via compulsory levies
- Item 13(e) receive revenue from undertaking recovery of wages activity
- Item 14(b) pay capitation fees or any other expense to another reporting unit
- Item 14(c) pay affiliation fees to another entity
- Item 14(d) pay compulsory levies
- Item 14(k) pay a penalty imposed under the RO Act or Fair Work Act 2009
- Item 15(b) have a payable with another reporting unit

Should you wish to discuss the matters raised in this letter, or if you require further information on the financial reporting requirements of the Act, I may be contacted on (03) 9603 0707 or by email at <u>ken.morgan@roc.gov.au</u>

Yours faithfully

KIIIm

KEN MORGAN Financial Reporting Specialist Registered Organisations Commission



The Pharmacy Guild of Australia (NT Branch)

s.268 Fair Work (Registered Organisations) Act 2009

Certificate by prescribed designated officer

Certificate for the year ended 30 June 2022

I, Peter Hatswell being the President of The Pharmacy Guild of Australia (NT Branch) certify:

- that the documents lodged herewith are copies of the full report for The Pharmacy Guild of Australia (NT Branch) for the period ended referred to in s.268 of the *Fair Work (Registered Organisations) Act 2009*; and
- that the full report was provided to members of the reporting unit on 3 October 2022 and
- that the full report was presented to a general meeting of the reporting unit on 28 October 2022 in accordance with s.266 of the Fair Work (Registered Organisations) Act 2009.

Signature of prescribed designated officer:

Name of prescribed designated officer: Peter Hatswell

Title of prescribed designated officer: President, NT Branch

Dated: 7/11/2022

2021/2022

ANNUAL REPORT



Real The Pharmacy Guild of Australia

NT Branch

ABOUT THE PHARMACY GUILD OF AUSTRALIA

Formed in 1928, the Pharmacy Guild of Australia (the Guild) is a peak national employer organisation, which represents Australia's community pharmacies.

The core role of the Guild is to represent the interests of Members in industrial matters in the Fair Work Commission and state jurisdictions as well as providing local member support and advice regarding workplace relations matters.

The majority of the proprietors of community pharmacies around Australia are direct Members of the Guild, with most of the remainder affiliated through the services that are provided by the Guild and its companies.

The Guild is governed by a National Council and Branch Committees in every State and Territory.

OUR VALUES

RESPECT – we respect our role as an advocate for community pharmacy and communicate constructively & respectfully.

INTEGRITY – we are honest and ethical in our dealings and use Guild resources appropriately and effectively

COMPASSION & COMMUNITY – we genuinely care for the wellbeing of others and participate actively in in the Guild's workplace community

EQUITY & FAIRNESS – we encourage diverse ideas, opinions and work styles; and share information and knowledge openly

RELIABILITY – we take personal responsibility for our actions, focus on solutions and are willing to take on challenges



NORTHERN TERRITORY BRANCH COMMITTEE



President & National Councilor Peter Hatswell

Alt. National Councilor





Senior VP & Vice President Finance Adrian Marshall

Alexis Innes (Commenced from March 2022)







Committee Member Lamprini (Lyn) Frangos

Vice President

Darryl Stewart

Committee Member Yong Hui (Marcus) Leong

Committee Member Travis Lindsay

A YEAR IN THE NT BRANCH

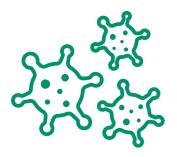




Nine Pharmacies took part in the Guild's Corporate Vaccination Program



8700+ Territorians Vaccinated from Flu by Community Pharmacy in 2022



Eight Pharmacies took part in the

NIP 65+ Pilot Program

19 500+ Territorians vaccinated from COVID-19 by Community Pharmacy





41 Pharmacy Assistants studied Cert II, III or IV



50 + Pharmacy staff training in First Aid or CPR



20 + Pharmacists trained in Vaccination Services



79 enrolled in S2/S3 training



Branch President's Report Peter Hatswell

For the second year of my term, I remain honoured to be your representative for the Pharmacy Guild of Australia NT Branch.

These are challenging times, and community pharmacy has had more than its share of challenges these last few years. We should all be proud that our hard work and dedication has paid off and our communities health and resilience is better because of us. When it was needed most, community pharmacies stepped up to give Covid-19 vaccination shots saving lives. When Covid-19 was rampant in the communities and desperate people needed our help and advice or for continued supply of their prescriptions, we stayed open, despite our own staff getting sick and having to stay home. When our state borders were closed and access to locums became almost impossible, community pharmacy endured through ridiculously long hours and exhaustion and remained accessible for some of Australia's most vulnerable people. Look back and marvel at what we have achieved and be proud that community pharmacy practically saved the nation. When things were about as tough as they could get, we were there, on the front lines. And by doing so, community pharmacy's essential role in the primary health of the community may well have the best public awareness it has had in many years.

We may now feel like this Covid thing is in the past, and in many ways it is; but in the aftermath, it has left behind many changes to the way we do things including an huge increase in virtual communications and virtual shopping. Looking forward, there are huge opportunities for community pharmacy to take its central role in the primary healthcare of the nation alongside the medical profession, as part of the team and not subservient to it. Community pharmacy is already in this crucial central role in many other developed countries in the world, such as Canada, and the UK. I believe community pharmacy in Australia is on the cusp of a revolution of restructure, and reimagining of how we see and do our roles in the health care of our nation.

Your Pharmacy Guild has been imagining this future of Community Pharmacy with what it calls the Centennial Trail. The Pharmacy Guild of Australia is working towards a long-term vision leading to the Guild's centenary in 2028. Three documents that set out a strategy for the future of community pharmacy, starting with the Framework for Change.

The plan and all documents can be downloaded from the Pharmacy Guild Website, just scan the QR code to view the documents.



It started with the Affordable Medicines Reform. 12.2% of Australians are reported by the ABS as not filling a prescription due to cost and competing financial priorities. For the first time in the 75 years that we have had a PBS (Pharmaceutical Benefits Scheme) system the co-pay has been reduced. For now, it will reduce to \$30 but the Pharmacy Guild will continue to advocate for it to be reduced to \$19, which is the amount it would have been if the co-pay had followed CPI instead of being raised by more than double.

The Centenary Trail is an exciting way forward and will reap so many rewards in so many ways. Another vision is to enable Pharmacists to be able to assess, diagnose, prescribe, dispense, and review their patients for a range of acute and chronic illnesses without the rate limiting step of a GP. This is known as Full Scope of Practice. Using a comprehensive structured prescribing model, we will become an integral part of the primary health care team instead of being under it.

Your Guild is working on much more than that. Community Pharmacy access to NIP (National Immunisation Program) vaccines, resolving supply chain issues and out of stocks, a world leading CPD (Continuing Professional Development) and Pharmacy educational college in the ACP, continued political advocacy for the pharmacy industry, and so on.

Your NT Guild branch has been busy too, with massive changes and restructuring. At the end of 2021, our longtime Branch Director Judith Oliver resigned. Judith had been with the branch since its creation 20 years ago and has seen the branch through 4 Branch Presidents including myself. Her wealth of knowledge on NT community pharmacy issues will be missed. During January to April of 2022, Sarah Ninnes stepped up to keep the branch together until we found a suitable new Branch Director. Keely Quinn joined the team in April of 2022 from a management role with Engineers Australia and with a steep learning curve on the many moving parts of the Pharmacy Guild and community pharmacy. She has adapted and risen to the challenge with her amazing skills, knowledge, and ability. The branch committee and I welcome her to the role and look forward to a very productive future at a time like we have never seen before.

Some diligent financial evaluation and demanding work by the branch executive, Adrian Marshall, Darryl Stewart, and myself chose to reevaluate the core processes of the branch, and with the input of the committee, it was decided to move our training offerings to the Queensland Branch of the Guild. Their economies of scale and wealth of experience will more than cover our needs while reducing our costs and improving the training offering. Our remaining training officer Karen Burlinson remains as the NT face of training. The perfect outcome. I would like to thank our executive and the committee for all their support and vision for the future of a new and better NT branch.



I would like to also extend my thanks and gratitude to the Northern Territory Branch staff who have worked tirelessly throughout the entire pandemic and continue to support the needs of our members. Also thank you to our NT Branch Committee who have provided dedicated support and leadership for our Branch during the COVID pandemic.

I thank every Pharmacy Guild member for all the demanding work, long hours, no days off struggling to cope with workforce issues all to support our communities and our patients and keep them safe when there was no other cohort capable of doing what we did in this nation's time of need. Thank you for your ongoing membership and support of the Guild, we simply could not do what we do on behalf of you and our profession without it.

Peter Hatswell President



Branch Director's Report Keely Quinn

COVID - 19

In the second year of the COVID-19 pandemic, the pressure on community pharmacy only increased with nationwide vaccination programmes being rolled out and multiple waves with the appearance of Delta and then Omicron variants. Community pharmacy showed its value in its ability to roll out communitywide vaccinations' programmes with little notice and scant information. It is a testament to the pharmacies in the NT that almost 20,000 people were vaccinated through community pharmacies during the pandemic.

Membership

Membership in the Northern Territory Branch remains strong with 31 premises and 23 proprietors as members of the Pharmacy Guild in the NT. This year we welcomed the Zuccoli Pharmacy along with the Blooms the Chemist pharmacies in Darwin City, Parap, and Bakewell.

Stakeholder Relations & Advocacy

New leadership at the NT branch has created an opportunity to reconnect with decision makers in the Northern Territory, with meetings with Northern Territory Government Ministers, MLAs, key stakeholders in the Department of Health, Charles Darwin University and kindred bodies and organisations. The Guild has maintained its presence on various committees and working groups on a range of issues, including cyclone and disaster management, vaccinations, and COVID-19.

The Pharmacy Guild of Australia NT Branch continues to advocate for full scope of practice to key government departments, to build on the capabilities gain through vaccination services for flu and COVID-19. At a local and national level, this remains the key priority for our organisation.



Sustainable Business

Through the QCPP (Quality Care Pharmacy Program) Support Officer, the NT Branch has provided advice and assistance to members through their QCPP applications or audits. The Northern Territory boasts 100% uptake in this voluntary quality assurance program.

The branch supported the corporate vaccination programme for the second year, with an increase in participating pharmacies and clients, who in 2022, included Woolworths. We look forward to seeing the corporate vaccination programme grow as pharmacies and customers increase their participation.

2022 flu season also saw the NIP 65+ pilot launched with nine participating pharmacies. While these programmes have been run elsewhere, this was a first for the Northern Territory and we await the results from the NT government.

Financial Management

The Guild's National Council continue to recognise the importance of maintaining an active Branch in the NT despite the small numbers of members. The NT Branch continues to operate on a deficit-funding model, whereby the National Secretariat provides financial support up to an agreed and budgeted deficit each fiscal year. Income is generated by membership subscriptions, funded traineeships, and training delivery and through funding of programs by the National Secretariat, the NT PHN, and the NT Governments BuildSkills program.

The NT Branch continues to drive efficiencies in our operations, while maintaining the provision of services to our members as a priority. A reduction in staff expenditure, the branches largest expense, has been achieved through utilising resources offered by National Secretariat.

Training

The pharmacy Guild successfully applied for funding for skills training under Buildskills, Userchoice and NT PHN funding rounds. this funding allows subsidised access to Cert II, Cert III and Cert IV in Community Pharmacy along with subsidised vaccination and First Aid and Mental Health First Aid training. The Pharmacy Guild supported 41 Pharmacy staff through Certificate level training and assisted 79 staff in S2/S3 qualifications.

The Pharmacy Guild also maintains its positive relationship with St. John's Ambulance which allows pharmacy staff access to free CPR (cardiopulmonary resuscitation) training.



Pharmacy Assistant of the Year (PATY)

In its 16th year, The Pharmacy Assistant of the Year (PATY) Award aims to recognise and celebrate the skills, knowledge and attributes of Pharmacy Assistants working in community pharmacies across the country.

Ashleigh Hutton, of Barden's Pharmacy was awarded the NT finalist title for 2021 and represented the NT at the National Finals.

Ashleigh was awarded National title of the Pharmacy Guild of Australia, Maxigesic Pharmacy Assistant of the Year, the second win for the Northern Territory in a row.

Our people

2020/21 saw the resignation of several staff, initially with Judith Oliver, the Branch Director in January and then the departure of Sarah Ninnes, Training Manager and Meredith Early, Business Development Manager in April. I wish to acknowledge the work of Judith in setting up the Northern Territory Branch 20 years ago and creating a solid foundation for with which we may grow even further. I also thank Sarah and Meredith for their contribution to the industry both as Guild staff members but as community pharmacy staff as well.

Keely Quinn Branch Director

YOUR BRANCH

The Pharmacy Guild of Australia Northern Territory Branch

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> Postal Address: GPO Box 1554 DARWIN NT 0801

Telephone +61 8 8944 6900 Facsimile +61 8 8981 7518 Email office@ntguild.org.au Website www.guild.org.au

2021/2022

FINANCIAL REPORT

For the year ended 30 June 2022

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH)

General Purpose Financial Statements - 30 June 2022

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH) Contents For the year ended 30 June 2022

Committee of Management Statement 2 3 Report required under sub section 255 (2A) Independent auditor's report to the members of Pharmacy Guild of Australia (Northern Territory Branch) 4 7 **Operation Report** Statement of profit or loss and other comprehensive income 9 Statement of financial position 10 Statement of changes in equity 11 Statement of cash flows 12 Notes to the financial statements 13 Committees' declaration 28

General information

The financial statements cover Pharmacy Guild of Australia (Northern Territory Branch) as an individual entity. The financial statements are presented in Australian dollars, which is Pharmacy Guild of Australia (Northern Territory Branch)'s functional and presentation currency.

Pharmacy Guild of Australia (Northern Territory Branch) is a not-for-profit incorporated association, incorporated and domiciled in Australia. Its registered office and principal place of business are:

Registered office

Principal place of business

Level 3 Oasis building 43/29 Woods Street Darwin NT 0800 Australia Level 3 Oasis building 43/29 Woods Street Darwin NT 0800 Australia

A description of the nature of the Branch's operations and its principal activities are included in the Committees' report, which is not part of the financial statements.

The financial statements were authorised for issue on 30 September 2022.

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH) Committee of Management Statement For the year ended 30 June 2022

On 30 September 2022 the Northern Territory Branch of the Pharmacy Guild of Australia passed the following resolution in relation to the general purpose financial report (GPFR) for the year ended 31 June 2022:

The Northern Territory Branch declares that in its opinion:

- a) the financial statements and notes comply with the Australian Accounting Standards;
- b) the financial statements and notes comply with any other requirements imposed by the Reporting Guidelines or Part 3 of Chapter 8 of the Fair Work (Registered Organisations) Act 2009 (the RO Act);
- c) the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the reporting unit for the financial year to which they relate;
- d) there are reasonable grounds to believe that the reporting unit will be able to pay its debts as and when they become due and payable; and
- e) during the financial year to which the GPFR relates and since the end of that year:
 - i. meetings of the committee of management were held in accordance with the rules of the organisation including the rules of a branch concerned; and
 - the financial affairs of the reporting unit have been managed in accordance with the rules of the organisation including the rules of a branch concerned; and
 - the financial records of the reporting unit have been kept and maintained in accordance with the RO Act; and
 - iv. where the organisation consists of two or more reporting units, the financial records of the reporting unit have been kept, as far as practicable, in a consistent manner with each of the other reporting units of the organisation; and
 - where information has been sought in any request by a member of the reporting unit or the Commissioner duly made under section 272 of the RO Act, that information has been provided to the member or the Commissioner; and
 - vi. where any order for inspection of financial records has been made by the Fair Work Commission under section 273 of the RO Act, there has been compliance.

This declaration is made in accordance with a resolution of the committee of management.

President Northern Territory Branch

30 September 2022

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH)

REPORT REQUIRED UNDER SUBSECTION 255(2A) FOR THE YEAR ENDED 30 JUNE 2022

The Committee of Management presents the expenditure report under subsection 255(2A) on the reporting unit of the year ended 30 June 2022.

	2022	2021
Categories of Expenditure	\$	\$
Remuneration and other employment-related costs and		
expenses - employees	419,734	456,377
Advertising	-	
Operating costs	56,958	55,284
Donations to political parties	-	- 1
Legal costs	-	-

Peter Hatswell President Northern Territory Branch



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INDEPENDENT AUDITORS REPORT

To the members of Pharmacy Guild of Australia (Northern Territory Branch)

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Pharmacy Guild of Australia (Northern Territory Branch) (the "Branch"), which comprises the statement of financial position as at 30 June 2022, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies, the Committee of Management Statement and the subsection 255(2A) report.

In our opinion the accompanying financial report of the Branch, presents fairly, in all material respects the reporting unit's financial position as at 30 June 2022 and of its financial performance and its cash flows for the year then ended in accordance with Australian Accounting Standards and any other requirement imposed by these Reporting Guidelines or Part 3 of Chapter 8 of the Fair Work (Registered Organisations) Act 2009.

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 reporting unit in accordance with 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.

Other information

The Committee of Management are responsible for the other information. The other information obtained at the date of this auditor's report is information included in the Branch's operating report, 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.

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If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, 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.

Responsibilities of the Committee of Management for the Financial Report

The Committee of Management of the reporting unit are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Fair Work (Registered Organisations) Act 2009*, and for such internal control as the Committee of Management determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Committee of Management are responsible for assessing the registered entity'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 responsible entities either intends to liquidate the registered entity or to cease operations, or has 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 the 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 my 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 Reporting Unit's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting
 estimates and related disclosures made by the Committee of Management.
- Conclude on the appropriateness of the Committee of Management's 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 Reporting Unit'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 my 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 Reporting Unit to cease to continue as a going concern.

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- 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities
 or business activities within the Reporting Unit to express an opinion on the financial report. We
 are responsible for the direction, supervision and performance of the Reporting Unit audit. We
 remain solely responsible for our audit opinion.

We communicate with the Committee of Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during our audit.

This description forms part of our auditor's report.

Declaration by the auditor

I, CJ Sciacca, declare that I am an approved auditor, a member of the Chartered Accountants Australia New Zealand and hold a current Public Practice Certificate.

BDO Audit (NT)

CJ Sciacca Chartered Accountant Registered Company Auditor # 16 Registered Auditor under the Fair Work (Registered Organisations) Act (AA2017/42) Public Practice Member of the Chartered Accountants Australia and New Zealand Audit Partner

Darwin, 30 September 2022

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THE PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH)

OPERATING REPORT

I, Peter Hatswell, being the designated officer responsible for preparing this report for the financial year ended 30 June 2022 of The Pharmacy Guild of Australia (Northern Territory Branch), report as follows:

- (a) Principal Activities:
 - (i) The Pharmacy Guild of Australia (Northern Territory Branch) is an employers' organisation servicing the needs of proprietors of independent community pharmacies and representing their interests in industrial matters.
 - (ii) The Pharmacy Guild of Australia (Northern Territory Branch) assists the National Council and the National Executive of The Pharmacy Guild of Australia ("the Guild") in carrying out the overall policy and objectives of the Guild.
 - (iii) During the year, the principal activities of The Pharmacy Guild of Australia (Northern Territory Branch) consisted of representing the interest of its members to maintain community pharmacies as the most primary providers of healthcare to the community through optimum therapeutic use of drugs, drug management and related services. There were no significant changes in the nature of these activities during the year under review.
- (b) Significant financial changes:

There have been no significant changes in The Pharmacy Guild of Australia (Northern Territory Branch) financial affairs during the period to which this report relates.

- (c) Members' Advice:
 - Under Section 174 of the Fair Work (Registered Organisations) Act 2009 a member may resign from membership by written notice addressed and delivered to the Branch Director as described in Rule 36 of the Constitution of The Pharmacy Guild of Australia;
 - (ii) The register of members of the organisation was maintained in accordance with the Fair Work (Organisations) Act 2009.
- (d) No officer or member of the reporting unit holds a position as a trustee or director of superannuation entity or exempt public sector superannuation scheme where the criterion for holding such a position is that they are an officer or member of the registered organisation.
- (e) Prescribed and other information:

- As at 30 June 2022, to which this report relates, the number of members of the organisation was 31 including Honorary Life Members;
- (ii) As at 30 June 2022 the total number of employees employed by the reporting entity was three;
- (iii) During the reporting period the following persons were members of the committee of management of The Pharmacy Guild of Australia (Northern Territory Branch):

From 1 July 2021 to 30 June 2022:

BRANCH EXECUTIVE

NT President & National Councillor NT Senior Vice President & NT Vice President – Finance NT Vice President Alternate National Councillor

Adrian Marshall

Peter Hatswell

Darryl Stewart Alexis Innes

BRANCH COMMITTEE

Lamprini (Lyn) Frangos Yong Hui (Marcus) Leong Travis Lindsay

(f) Insurance of Officers:

During the financial year The Pharmacy Guild of Australia (Northern Territory Branch) paid insurance to cover all officers of The Pharmacy Guild of Australia (Northern Territory Branch). The officers of The Pharmacy Guild of Australia (Northern Territory Branch) covered by the insurance policy include all the committee of management. Other officers covered by the contract are the management of The Pharmacy Guild of Australia (Northern Territory Branch). The liabilities insured include costs and expenses that may be incurred in defending civil or criminal proceedings that may be brought against the officers in their capacity as officers of The Pharmacy Guild of Australia (Northern Territory Branch).

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Peter Hatswell President

Date: 30 September 2022

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH) Statement of profit or loss and other comprehensive income For the year ended 30 June 2022

	Note	2022 \$	2021 \$
Revenue			
Revenue	3	564,258	603,431
Expenses			
Accounting fees		3,635	1,090
Audit fees		5,300	5,300
Cleaning and maintenance		4,436	2,709
Computer services		_	1,270
Depreciation		56,453	53,580
Electricity expense		5,331	5,710
Employee expense		419,734	456,377
Insurance		2,686	9,874
Lease Interest expense		2,509	5,893
Meeting and conferences expense		1,642	769
National Secretariat Share membership		31,113	30,175
Printing, postage and stationery		2,251	3,179
Rent		-	1,241
Subscriptions		2,639	928
Sundry expense		3,324	6,801
Telephone		7,321	6,710
Training		7,379	8,015
Travel		8,505	3,810
Total expenses		564,258	603,431
Surplus for the year	15	-	-
Other comprehensive income for the year		-	-
Total comprehensive income for the year	_		-

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH) Statement of financial position As at 30 June 2022

	Note	2022 \$	2021 \$
Assets			
Current assets			
Cash and cash equivalents	4	89,940	189,225
Trade and other receivables	5	142,129	124,245
Other assets	6	10,062	10,062
Contract Asset	8	242 424	16,188
Total current assets	-	242,131	339,720
Non-current assets			
Property, plant and equipment	9	12,443	13,445
Right-of-use assets	7 _	13,863	69,314
Total non-current assets	-	26,306	82,759
Total assets	a .	268,437	422,479
Liabilities			
Current liabilities			
Trade and other payables	10	31,209	57,517
Lease liabilities	11	10,042	58,208
Unearned Funding	12	35,551	44,419
Provisions for Employee Entitlements	14 _	17,198	77,853
Total current liabilities	-	94,000	237,997
Non-current liabilities			
Lease liabilities	11		10,045
Total non-current liabilities	-	-	10,045
Total liabilities		94,000	248,042
Net assets	-	174,437	174,437
Equity			
Accumulated Fund	15 _	174,437	174,437
Total equity	°=	174,437	174,437

The above statement of financial position should be read in conjunction with the accompanying notes

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH) Statement of changes in equity For the year ended 30 June 2022

	Retained profits \$	Total equity \$
Balance at 1 July 2020	174,437	174,437
Surplus for the year Other comprehensive income for the year		-
Total comprehensive income for the year		<u> </u>
Balance at 30 June 2021	174,437	174,437
	Retained profits \$	Total equity \$
Balance at 1 July 2021	profits	
Balance at 1 July 2021 Surplus for the year Other comprehensive income for the year	profits \$	\$
Surplus for the year	profits \$	\$

The above statement of changes in equity should be read in conjunction with the accompanying notes

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH) Statement of cash flows For the year ended 30 June 2022

	Note	2022 \$	2021 \$
Cash flows from operating activities			
Cash receipts in the course of operations		139,993	112,094
Program fees from Pharmacy Guild of Australia		126,900	306,501
Cash payments in the course of operations		(594,768)	(538,180)
Funding from National Office	-	289,310	271,556
Net cash from/(used in) operating activities	24 _	(38,565)	151,971
Net cash from investing activities	-	-	
Cash flows from financing activities			
Repayment of Lease	-	(60,720)	(60,720)
Net cash used in financing activities		(60,720)	(60,720)
Net increase/(decrease) in cash and cash equivalents		(99,285)	91,251
Cash and cash equivalents at the beginning of the financial year	-	189,225	97,974
Cash and cash equivalents at the end of the financial year	4 =	89,940	189,225

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

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH) Notes to the financial statements For the year ended 30 June 2022

Note 1. Significant accounting policies

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The Branch has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Going concern

The financial statements are prepared on a going concern basis.

Basis of preparation

The financial statements are general purpose financial statements which have been prepared in accordance with Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board and complies with the Fair Work (Registered Organisations) Act 2016. For the purposes of preparing the general purpose financial statements, the Branch is a not-for-profit entity.

Historical cost convention

The financial statements have been prepared under the historical cost convention, except for, where applicable, the revaluation of financial assets and liabilities at fair value through profit or loss, financial assets at fair value through other comprehensive income, investment properties, certain classes of property, plant and equipment and derivative financial instruments.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Branch's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 2.

Revenue recognition

The Branch recognises revenue as follows:

The branch enters into various arrangements where it receives consideration from another party. These arrangements include consideration in the form of membership subscriptions, capitation fees, levies, grants, and donations. The timing of recognition of these amounts as either revenue or income depends on the rights and obligations in those arrangements.

For membership subscription arrangements that meet the criteria to be contracts with customers, revenue is recognised when the promised goods or services transfer to the customer as a member of the branch. If there is only one distinct membership service promised in the arrangement, The branch recognises revenue as the membership service is provided, which is typically based on the passage of time over the subscription period to reflect the branch's promise to stand ready to provide assistance and support to the member as required.

If there is more than one distinct good or service promised in the membership subscription, The branch allocates the transaction price to each performance obligation based on the relative standalone selling price of each promised good or service. In performing this allocation, standalone selling prices are estimated if there is no observable evidence of the price that the branch charges for that good or service in a standalone sale. When a performance obligation is satisfied, which is either when the customer obtains control of the good (for example, books or clothing) or as the service transfers to the customer (for example, member services or training course), the branch recognises revenue at the amount of the transaction price that was allocated to that performance obligation.

For member subscriptions paid annually in advance, the branch has elected to apply the practical expedient to not adjust the transaction price for the effects of a significant financing component because the period from when the customer pays and the good or services will transfer to the customer will be one year or less. When a member subsequently purchases additional goods or services from the branch at their standalone selling price, the branch accounts for those sales as a separate contract with a customer.

Page 24

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH) Notes to the financial statements For the year ended 30 June 2022

Note 1. Significant accounting policies (continued)

Capitation fees

Where the branch's arrangement with a branch or another the branch meets the criteria to be a contract with a customer, the branch recognises the capitation fees promised under that arrangement when or as it transfers the branch to specify the goods or services that will transfer as part of its sufficiently specific promise to the branch/ other the branch.

In circumstances where the criteria for a contract with a customer are not met, the branch will recognise capitation fees as income upon receipt (as specified in the income recognition policy below).

Levies

Levies paid by a member (or other party) in an arrangement that meets the criteria to be a contract with a customer is recognised as revenue when or as the branch transfers (the branch specify the goods or services that will transfer as part of its sufficiently specific promise to the branch/other the branch)

In circumstances where the criteria for a contract with a customer are not met, the branch will recognise levies as income upon receipt (as specified in the income recognition policy below).

Income of the branch as a Not-for-Profit Entity

Consideration is received by the branch to enable the entity to further its objectives. the branch recognises each of these amounts of consideration as income when the consideration is received (which is when the branch obtains control of the cash) because, based on the rights and obligations in each arrangement:

- the arrangements do not meet the criteria to be contracts with customers because either the arrangement is unenforceable or lacks sufficiently specific promises to transfer goods or services to the customer; and
- the branch's recognition of the cash contribution does not give rise to any related liabilities.

The branch receives cash consideration from the following arrangements whereby that consideration is recognised as income upon receipt:

- donations and voluntary contributions from members (including whip arounds); and
- government grants.

Volunteer services

The branch receives volunteer services. In those circumstances where the fair value of the volunteer services can be measured reliably, the branch recognises the fair value of volunteer services received as income together with a corresponding expense where the economic benefits of the volunteer services are consumed as the services are acquired. Where the volunteer services contribute to the development of an asset, the fair value is included in the carrying amount of that asset.

During the year, the branch did not recognise any volunteer services as revenue because it could not reliably measure the fair value of those services.

Income recognised from transfers to acquire or construct a non-financial asset

Where, as part of an enforceable agreement, the branch receives consideration to acquire or construct a nonfinancial asset such as property, plant and equipment to an identified specification and for the branch's own use, a liability is recognised for the obligation to acquire or construct the asset. Income is recognised as the obligation to acquire or construct the asset is satisfied, which is typically at a point in time for acquired assets and over time for constructed assets. The asset that is being acquired or constructed is recognised in accordance with the policy on property, plant and equipment.

Gains from sale of assets

An item of property, plant and equipment is derecognised upon disposal (which is at the date the recipient obtains control) or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of comprehensive income when the asset is derecognised.

Interest income

Interest revenue is recognised on an accrual basis using the effective interest method.

Rental income

Leases in which the branch as a lessor, does not transfer substantially all the risks and rewards incidental to ownership of an asset are classified as operating leases. Rental income arising is accounted for on a straight-line

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH) Notes to the financial statements For the year ended 30 June 2022

Note 1. Significant accounting policies (continued)

basis over the relevant lease term. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Contingent rents are recognised as income in the period in which they are earned.

Income tax

As the Branch is a tax exempt institution in terms of subsection 50-10 of the Income Tax Assessment Act 1997, as amended, it is exempt from paying income tax. However, the Branch still has obligation for Fringe Benefits Tax (FBT) and the Goods and Services Tax (GST).

Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the Branch's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the Branch's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Deferred tax assets and liabilities are always classified as non-current.

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.

Trade and other receivables

Trade receivables are recognised at original invoice amounts less an allowance for uncollectable amounts and have repayment terms between 30 and 90 days. The Branch makes use of a simplified approach in accounting for trade and other receivables and records the loss allowance at the amount equal to the expected lifetime credit losses. In using this practical expedient, the Branch uses its historical experience and forward looking information to calculate the expected credit losses using a provision matrix. The Branch assess impairment of trade receivables on a collective basis as they possess credit risk characteristics based on the days past due.

Contract assets

Contract assets are recognised when the Branch has transferred goods or services to the customer but where the Branch is yet to establish an unconditional right to consideration. Contract assets are treated as financial assets for impairment purposes.

Property, plant and equipment

All property, plant and equipment is stated at historical cost, including costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management, less depreciation and any impairments.

Depreciation on other assets is calculated on a straight-line basis over the estimated useful life of the asset as follows:

Office equipment	3-8 years
Furniture and Fittings	3-8 years

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH) Notes to the financial statements For the year ended 30 June 2022

Note 1. Significant accounting policies (continued)

Right-of-use assets

A right-of-use asset is recognised at the commencement date of a lease. The right-of-use asset is measured at cost, which comprises the initial amount of the lease liability, adjusted for, as applicable, any lease payments made at or before the commencement date net of any lease incentives received, any initial direct costs incurred, and, except where included in the cost of inventories, an estimate of costs expected to be incurred for dismantling and removing the underlying asset, and restoring the site or asset.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is the shorter. Where the Branch expects to obtain ownership of the leased asset at the end of the lease term, the depreciation is over its estimated useful life. Right-of use assets are subject to impairment or adjusted for any remeasurement of lease liabilities.

The Branch has elected not to recognise a right-of-use asset and corresponding lease liability for short-term leases with terms of 12 months or less and leases of low-value assets. Lease payments on these assets are expensed to profit or loss as incurred.

	2022	2021
Land & Building	3 years	3 years

Impairment of non-financial assets

Non-financial assets 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.

Recoverable amount is the higher of an asset's fair value less costs of disposal and value-in-use. The value-in-use is the present value of the estimated future cash flows relating to the asset using a pre-tax discount rate specific to the asset or cash-generating unit to which the asset belongs. Assets that do not have independent cash flows are grouped together to form a cash-generating unit.

Trade and other payables

These amounts represent liabilities for goods and services provided to the Branch prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Lease liabilities

A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of the lease payments to be made over the term of the lease, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Branch's incremental borrowing rate. Lease payments comprise of fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, amounts expected to be paid under residual value guarantees, exercise price of a purchase option when the exercise of the option is reasonably certain to occur, and any anticipated termination penalties. The variable lease payments that do not depend on an index or a rate are expensed in the period in which they are incurred.

Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following: future lease payments arising from a change in an index or a rate used; residual guarantee; lease term; certainty of a purchase option and termination penalties. When a lease liability is remeasured, an adjustment is made to the corresponding right-of use asset, or to profit or loss if the carrying amount of the right-of-use asset is fully written down.

Employee benefits

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH) Notes to the financial statements For the year ended 30 June 2022

Note 1. Significant accounting policies (continued)

Other long-term employee benefits

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Defined contribution superannuation expense

Contributions to defined contribution superannuation plans are expensed in the period in which they are incurred.

Fair value measurement

When an asset or liability, financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either: in the principal market; or in the absence of a principal market, in the most advantageous market.

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interests. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

Business combinations

The acquisition method of accounting is used to account for business combinations regardless of whether equity instruments or other assets are acquired.

The consideration transferred is the sum of the acquisition-date fair values of the assets transferred, equity instruments issued or liabilities incurred by the acquirer to former owners of the acquiree and the amount of any non-controlling interest in the acquiree. For each business combination, the non-controlling interest in the acquiree is measured at either fair value or at the proportionate share of the acquiree's identifiable net assets. All acquisition costs are expensed as incurred to profit or loss.

On the acquisition of a business, the Branch assesses the financial assets acquired and liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic conditions, the Branch's operating or accounting policies and other pertinent conditions in existence at the acquisition-date.

Where the business combination is achieved in stages, the Branch remeasures its previously held equity interest in the acquiree at the acquisition-date fair value and the difference between the fair value and the previous carrying amount is recognised in profit or loss.

Contingent consideration to be transferred by the acquirer is recognised at the acquisition-date fair value. Subsequent changes in the fair value of the contingent consideration classified as an asset or liability is recognised in profit or loss. Contingent consideration classified as equity is not remeasured and its subsequent settlement is accounted for within equity.

The difference between the acquisition-date fair value of assets acquired, liabilities assumed and any noncontrolling interest in the acquiree and the fair value of the consideration transferred and the fair value of any preexisting investment in the acquiree is recognised as goodwill. If the consideration transferred and the pre-existing fair value is less than the fair value of the identifiable net assets acquired, being a bargain purchase to the acquirer, the difference is recognised as a gain directly in profit or loss by the acquirer on the acquisition-date, but only after a reassessment of the identification and measurement of the net assets acquired, the non-controlling interest in the acquiree, if any, the consideration transferred and the acquirer's previously held equity interest in the acquirer.

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH) Notes to the financial statements For the year ended 30 June 2022

Note 1. Significant accounting policies (continued)

Business combinations are initially accounted for on a provisional basis. The acquirer retrospectively adjusts the provisional amounts recognised and also recognises additional assets or liabilities during the measurement period, based on new information obtained about the facts and circumstances that existed at the acquisition-date. The measurement period ends on either the earlier of (i) 12 months from the date of the acquisition or (ii) when the acquirer receives all the information possible to determine fair value.

Goods and Services Tax ('GST') and other similar taxes

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST receivable from, or payable to, the tax authority is included in other receivables or other 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 tax authority, are presented as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority.

New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the Branch for the annual reporting period ended 30 June 2022. The Branch has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

Note 2. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Coronavirus (COVID-19) pandemic

Judgement has been exercised in considering the impacts that the Coronavirus (COVID-19) pandemic has had, or may have, on the Branch based on known information. This consideration extends to the nature of the products and services offered, customers, supply chain, staffing and geographic regions in which the Branch operates. Other than as addressed in specific notes, there does not currently appear to be either any significant impact upon the financial statements or any significant uncertainties with respect to events or conditions which may impact the Branch unfavourably as at the reporting date or subsequently as a result of the Coronavirus (COVID-19) pandemic.

Estimation of useful lives of assets

The Branch determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Impairment of non-financial assets other than goodwill and other indefinite life intangible assets

The Branch assesses impairment of non-financial assets other than goodwill and other indefinite life intangible assets at each reporting date by evaluating conditions specific to the Branch and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions.

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH) Notes to the financial statements For the year ended 30 June 2022

Note 2. Critical accounting judgements, estimates and assumptions (continued)

Employee benefits provision

As discussed in note 1, the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

Required Disclosures Under Section 253 Reporting Guidelines But Not Applicable

The Branch did not have activities during the year for the following required disclosures under Section 253 of Fair Work (Registered Organisations) Act of 2009:

- Business combinations;
- Fees incurred as consideration for or payable to employers making payroll deductions of membership subscriptions;
- Fees and allowances paid to persons to attend to conferences or other meeting as a representative of the Branch;
- Legal costs or other litigation expenses incurred or payables in respect of legal costs and other expenses
 related to litigation or other legal matters;
- Donations received or made to other parties; and
- Going concern financial support provided to another reporting unit.

Note 3. Revenue

	2022 \$	2021 \$
Program Funding	116,286	116,286
Membership	77,783	75,437
Branch Support Subsidy	289,310	271,557
Training	78,430	123,529
Miscellaneous Income	2,449	16,622
	564,258	603,431

Note 4. Cash and cash equivalents

	2022 \$	2021 \$
Current assets Cash at Bank - NAB Petty Cash	89,840 100	189,125 100
	89,940	189,225
Note 5. Trade and other receivables		
	2022 \$	2021 \$
<i>Current assets</i> - The Pharmacy Guild of Australia - Other Provision for Doubtful Debts	139,310 3,819 (1,000)	121,601 3,644 (1,000)

142,129

124,245

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH) Notes to the financial statements For the year ended 30 June 2022

Note 6. Other assets

	2022 \$	2021 \$
Current assets		
Prepayments	5,020	5,020
Rental Deposit	5,042	5,042
	10,062	10,062
Note 7. Right-of-use assets		
	2022 \$	2021 \$
Non-current assets		
Right of use asset at cost	175,595	175,595
Less: Accumulated Depreciation	(161,732)	(106,281)
	13,863	69,314

Right of use asset - Reconciliations

Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

	Property \$	Total \$
Balance at 1 July 2020	120,144	120,144
Additions	-	-
Disposals Depreciation expense	(50,830)	(50,830)
Balance at 30 June 2021 Additions	69,314	69,314
Disposals		
Depreciation expense	(55,451)	(55,451)
Balance at 30 June 2022	13,863	13,863
Note 8. Contract Asset		
	2022 \$	2021 \$
Current assets		
Contract Asset		16,188

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH) Notes to the financial statements For the year ended 30 June 2022

Note 9. Property, plant and equipment

	2022 \$	2021 \$
Non-current assets		
Property and Equipment at Cost	55,911	55,911
Less: Accumulated Depreciation	(43,468)	(42,466)
	12,443	13,445

Property and Equipment Reconciliations

Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

	Furniture and fittings \$	Office Equipment \$	Total \$
Balance at 1 July 2020	13,475	2,720	16,195
Depreciation expense	(516)	(2,234)	(2,750)
Balance at 30 June 2021	12,959	486	13,445
Depreciation expense	(516)	(486)	(1,002)
Balance at 30 June 2022	12,443	<u>=</u>	12,443

Note 10. Trade and other payables

	2022 \$	2021 \$
Current liabilities		
Trade Creditors	14,433	32,711
FBT Payable	1,095	(143)
GST Payable	6	34
PAYG Tax Payable		5,246
Superannuation Payable	-	4,355
Other Payables	15,675	15,314
	31,209	57,517

Refer to note 16 for further information on financial instruments.

Note 11. Lease liabilities

	2022 \$	2021 \$
Current liabilities Current Lease liability	10,042	58,208
Non-current liabilities Non-Current Lease liability		10,045
	10,042	68,253

Refer to note 16 for further information on financial instruments.

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH) Notes to the financial statements For the year ended 30 June 2022

Note 11. Lease liabilities (continued)

Lease Liability Reconciliation

	2022	2021
Carrying value at beginning of the year Total payment Interest portion	68,253 (60,720) 2,509	123,080 (60,720) 5,893
Carrying value at the end of the year	10,042	68,253
Note 12. Unearned Funding		
	2022 \$	2021 \$
Current liabilities Unearned Funding	35,551	44,419
Note 13. Employee benefits		
	2022 \$	2021 \$
Other Staff Wages and Salaries Superannuation Leave and other entitlements	108,550 43,884	198,249 26,470 39,693
Separation and redundancies Other employee expenses	64,417 216,851	40,814 305,226
Key Management	202,883	159,170
Total employee expenses	419,734	464,396
Note 14. Provisions for Employee Entitlements		
	2022	2021
Provision for annual leave - Key Management Provision for annual leave- Other employees	2,905 8,051	13,829 13,569
Total Provision for Annual Leave	10,956	27,398
Provision for long service leave - Key Management Provision for long service leave - Other employees	6,242	50,455
Total Provision for Long Service Leave	6,242	50,455
Total Provision for Employee Entitlements	17,198	77,853

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH) Notes to the financial statements For the year ended 30 June 2022

Note 15. Accumulated Fund

	2022 \$	2021 \$
Retained surpluses at the beginning of the financial year Surplus for the year	174,437	174,437
Retained surpluses at the end of the financial year	174,437	174,437

Note 16. Financial instruments

Financial risk management objectives

The Branch's activities expose it to a variety of financial risks: credit risk and liquidity risk. The Branch's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Branch. The Branch uses derivative financial instruments such as forward foreign exchange contracts to hedge certain risk exposures. Derivatives are exclusively used for hedging purposes, i.e. not as trading or other speculative instruments. The Branch uses different methods to measure different types of risk to which it is exposed. These methods include sensitivity analysis in the case of interest rate, foreign exchange and other price risks, ageing analysis for credit risk and beta analysis in respect of investment portfolios to determine market risk.

Risk management is carried out by senior finance executives ('finance') under policies approved by the Board of Committees ('the Board'). These policies include identification and analysis of the risk exposure of the Branch and appropriate procedures, controls and risk limits. Finance identifies, evaluates and hedges financial risks within the Branch's operating units. Finance reports to the Board on a monthly basis.

The Committee of Management have overall responsibility for the determination of risk management objectives and polices and, whilst retaining ultimate responsibility for them, they have delegated the authority for designing and operating processes that ensure the effective implementation of the objectives and policies to the management team. The Branch's risk management policies and objectives are therefore designed to minimise the potential impacts of these risks on the results of the Branch where such impacts may be material. The Committee of Management receives monthly reports from management through which they review the effectiveness of the processes put in place and the appropriateness of the objectives and policies set.

The overall objective of the Committee of Management is to set polices that seek to reduce risk as far as possible without unduly affecting the Branch's flexibility. Further details regarding these policies are set out below:

a Capita Antoine a' comante da Capital Capital - English de Antoine de Capital Capital Capital de	2022	2021
	\$	\$
Financial Assets		
Cash and cash equivalents	89,940	189,225
Trade and other receivables	143,129	125,245
	233,069	314,470
Financial Liabilities		
Trade and other payables	31,209	57,517
Unearned Funding	35,551	44,419
_	66,760	101,936

Price risk

The Branch is not exposed to any significant price risk.

Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Branch. The Branch has a strict code of credit, including obtaining agency credit information, confirming references and setting appropriate credit limits. The Branch obtains guarantees where appropriate to mitigate credit risk. The maximum exposure to credit risk at the reporting date to recognised financial assets is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the statement of financial position and notes to the financial statements. The Branch does not hold any collateral.

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH) Notes to the financial statements For the year ended 30 June 2022

Note 16. Financial instruments (continued)

The Branch has adopted a lifetime expected loss allowance in estimating expected credit losses to trade receivables through the use of a provisions matrix using fixed rates of credit loss provisioning. These provisions are considered representative across all customers of the Branch based on recent sales experience, historical collection rates and forward-looking information that is available.

Generally, trade receivables are written off when there is no reasonable expectation of recovery. Indicators of this include the failure of a debtor to engage in a repayment plan, no active enforcement activity and a failure to make contractual payments for a period greater than 1 year.

	2022 \$	2021 \$
Cash and Cash equivalents Trade and other receivables	89,940 143,129	189,225 125,245
	233,069	314,470

Liquidity risk

Vigilant liquidity risk management requires the Branch to maintain sufficient liquid assets (mainly cash and cash equivalents) and available borrowing facilities to be able to pay debts as and when they become due and payable.

The Branch manages liquidity risk by maintaining adequate cash reserves and available borrowing facilities by continuously monitoring actual and forecast cash flows and matching the maturity profiles of financial assets and liabilities.

Remaining contractual maturities

The following tables detail the Branch's remaining contractual maturity for its financial instrument liabilities. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the financial liabilities are required to be paid. The tables include both interest and principal cash flows disclosed as remaining contractual maturities and therefore these totals may differ from their carrying amount in the statement of financial position.

2022	Carrying amount \$	Contractual Cash flows \$	< 6 months \$	6-12 months \$	1-3 years \$	> 3 years \$
Non-derivatives Financial Liabilities						
Trade and other payables	31,209	31,209	31,209	2.0	-	-
Unearned Funding	35,551	35,551	35,551		-	
Total non-derivatives	66,760	66,760	66,760	-	-	
2021	Carrying amount \$	Contractual Cash flows \$	< 6 months \$	6-12 months \$	1-3 years \$	> 3 years \$
Non-derivatives Financial Liabilities						
Trade and other payables	57,517	57,517	57,517	-	-	-
Unearned Funding	44,419	44,419	44,419		-	-
Total non-derivatives	101,936	101,936	101,936	-	-	-

Fair value of financial instruments

Unless otherwise stated, the carrying amounts of financial instruments reflect their fair value.

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH) Notes to the financial statements For the year ended 30 June 2022

Note 17. Key management personnel disclosures

Compensation

The aggregate compensation made to Committees and other members of key management personnel of the Branch is set out below:

	2022 \$	2021 \$
Short-term employee benefits Post-employment benefits	184,741	159,170
Long-term benefits Termination benefits	18,142	
	202,883	159,170

Note 18. Remuneration of auditors

During the financial year the following fees were paid or payable for services provided by , the auditor of the Branch:

	2022 \$	2021 \$
Audit services		
Audit of the financial statements	5,300	5,300
Other services		
Accounting services	3,635	1,090
	8,935	6,390
Note 19. Commitments		
	2022 \$	2021 \$
Lease commitments - operating		
Non-cancellable operating leases - future minimum lease payments		50 200
Within one year One to five years	10,042	50,208 10,045
	10,042	60,253

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH) Notes to the financial statements For the year ended 30 June 2022

Note 20. Related party transactions

Key management personnel Disclosures relating to key management personnel are set out in note 17.

The following person held positions on the Branch Committee of Management or National Council during the reporting period:

Branch President & National Councilor	Peter Hatswell
Senior Vice President (Finance)	Adrian Marshall
Vice President	Darryl Wakelin
Committee Member	Travis Lindsay
Committee Member	Marcus Leong
Committee Member	Alexis Innes
Committee Member	Lyn Frangos

Transactions with related parties

The following transactions took place with related parties during the reporting period:

	2022	2021
	\$	3
Other Branches		
Membership Contributions paid by Northern Territory Branch	77,783	75,437
Funding for Branch Support Subsidy	289,310	271,556
Funding for Collaboration Agreement	116,958	116,958
The Pharmacy Guild of Australia (National Secretariat)	-	10,000
Funding for The Pharmacy Guild of Australia Queensland Branch	5 . 5	-

Receivable from and payable to related parties

The following balances are outstanding at the reporting date in relation to transactions with related parties:

	2022 \$	2021 \$
Current receivables: The Pharmacy Guild of Australia (National Secretariat)	139,310	121,600

Outstanding receivables are unsecured, interest free, settlement occurs in cash and generally have 30 days' term

Loans to/from related parties

There were no loans to or from related parties at the current and previous reporting date.

Terms and conditions

All transactions were made on normal commercial terms and conditions and at market rates.

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH) Notes to the financial statements For the year ended 30 June 2022

Note 21. Compliance with Fair Work (Registered Organisations) Act 2009

Information to be provided to members or Commissioner

The information that is prescribed by the Fair Work (Registered Organisations) Act 2009 is available to members on request. Specifically subsections 272(1), (2) and (3) require the following:

- A member of a reporting unit, or the Commissioner, may apply to the reporting unit for specified prescribed information in relation to the reporting unit to be made available to the person making the application.
- The application must be in writing and must specify the period within which, and the manner in which, the
 information is to be made available. The period must not be less than 14 days after the application is given to
 the reporting unit.
- A reporting unit must comply with an application made under subsection (1).

Note 22. Nil Activities Disclosure

The following activities identified within items 10-20 of the reporting guidelines have not occurred in the reporting period:

- Apart from the information disclosed in the Related Party note, the Branch has not received any other financial support from another reporting unit to continue as a going concern;
- the Branch has not acquired an asset or liability due to an amalgamation under Part 2 of Chapter 3 of the RO Act, a restructure of branches of an organisation, a determination or revocation by the General Manager, Fair Work Commission;
- the Branch has not incurred expenses due to holding a meeting as required under the rules of the organisation;
- the Branch does not have a liability for other employment provisions for holders of offices, other than what has been reported in Note 14.
- the Branch does not have a fund or account for compulsory levies, voluntary contributions or required by the rules of the organisation or branch;
- the Branch has not transferred to or withdrawn from a fund (other than the general fund), account, asset or controlled entity;
- the Branch has not had another entity administer its financial affairs;
- the Branch has not made a payment to a former related party.
- the Branch has not paid grant that was \$1,000 or less
- the Branch has not paid grant exceeded \$1,000

Note 23. Events after the reporting period

No matter or circumstance has arisen since 30 June 2022 that has significantly affected, or may significantly affect the Branch's operations, the results of those operations, or the Branch's state of affairs in future financial years.

Note 24. Reconciliation of surplus to net cash from/(used in) operating activities

	2022 \$	2021 \$
Surplus for the year	-	.
Adjustments for:		
Depreciation and amortisation	56,453	53,580
Interest Expense	2,509	5,893
Change in operating assets and liabilities:		
Movement in trade and other receivables	(17,884)	86,965
Movement in other assets	-	7,108
Movement in Current Assets	16,188	(16,188)
Movement in trade and other payables	(26,308)	3,148
Movement in unearned funding	(8,868)	8,835
Movement in provisions	(60,655)	2,630
Net cash from/(used in) operating activities	(38,565)	151,971

PHARMACY GUILD OF AUSTRALIA (NORTHERN TERRITORY BRANCH) Committees' declaration For the year ended 30 June 2022

In the Committees' opinion:

- the attached financial statements and notes comply with the Accounting Standards, the Australian Charities and Not-for-profits Commission Act 2012 and Northern Territory legislation the Associations Act 2003 and associated regulations;
- the attached financial statements and notes comply with International Financial Reporting Standards as issued by the International Accounting Standards Board as described in note 1 to the financial statements;
- the attached financial statements and notes give a true and fair view of the Branch's financial position as at 30
 June 2022 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the Branch will be able to pay its debts as and when they become due and payable.

On behalf of the Committee

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Peter Hatswell - President The Pharmacy Guild of Australia (NT Branch)

3 October 2022