



Fair Work  
Commission

7 October 2024

David Heffernan  
Branch President  
The Pharmacy Guild of Australia-New South Wales Branch  
Sent via email: [governance@nsw.guild.org.au](mailto:governance@nsw.guild.org.au)  
CC: [mazhar@kpmg.com.au](mailto:mazhar@kpmg.com.au)

Dear David Heffernan

**The Pharmacy Guild of Australia-New South Wales Branch  
Financial Report for the year ended 30 June 2024 – (FR2024/133)**

I acknowledge receipt of the financial report for the year ended 30 June 2024 for the Pharmacy Guild of Australia-New South Wales Branch. The documents were lodged with the Fair Work Commission (the Commission) on 28 September 2024.

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

The financial report was filed based on a primary review. This involved confirming that the financial reporting timelines required under sections 253, 265, 266 and 268 of the *Fair Work (Registered Organisations) Act 2009* (RO Act) have been satisfied, all documents required under section 268 of the RO Act were lodged and that various disclosure requirements under the Australian Accounting Standards, RO Act and reporting guidelines have been complied with. A primary review does not examine all disclosure requirements.

Please note that the financial report for the year ending 30 June 2025 may be subject to an advanced compliance review.

**Reporting Requirements**

The Commission's website provides a number of factsheets in relation to the financial reporting process and associated timelines. The website also contains the section 253 reporting guidelines and a model set of financial statements.

The Commission recommends that reporting units use these model financial statements to assist in complying with the RO Act, the section 253 reporting guidelines and Australian Accounting Standards. Access to this information is available via [this link](#).

If you have any queries regarding this letter, please call 1300 341 665 or email [regorgs@fwc.gov.au](mailto:regorgs@fwc.gov.au).

Yours sincerely

**Fair Work Commission**



**The Pharmacy Guild of Australia NSW Branch**

*S.268 fair work (Registered Organisations) Act 2009*

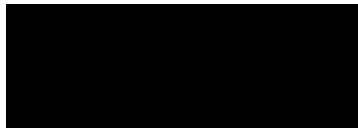
***CERTIFICATE BY PRESCRIBED DESIGNATED OFFICER***

Certificate for the year ended 30<sup>th</sup> June 2024

I, Mario Barone, being the NSW Branch President of the Pharmacy Guild of Australia NSW Branch certify;

- The Documents lodged herewith are copies of the full report for the Pharmacy Guild of Australia NSW Branch for the period ended referred to s.268 fair work ( Registered Organisations ) Act 2009 and
- That the full report was provided to members of the reporting unit on Tuesday 27<sup>th</sup> August 2024 and
- That the full report will be presented at a general meeting of members of the reporting unit on Thursday 26<sup>th</sup> September 2024 in accordance with s.268 fair work ( Registered Organisations ) Act 2009

**Signature of Designated officer ...**



.....

**Name of Prescribed designated officer: Mario Barone**

**Title of Prescribed designated officer: NSW Branch President**

**Dated: Thursday 26<sup>th</sup> September 2024**

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1 Regulation 162 of the *Fair Work (Registered Organisations) Regulations 2009* defines a 'prescribed designated officer' of a reporting unit for the purposes of s.268 (c) as:

(a) the secretary; or

(b) an officer of the organisation other than the secretary who is authorised by the organisation or by the rules of the organisation to sign the certificate mentioned in that paragraph.

**New South Wales Branch**

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# The Pharmacy Guild of Australia (NSW Branch)

## Operating report

### For the year ended 30 June 2024

The Committee presents its report on The Pharmacy Guild of Australia (NSW Branch) for the financial year ended 30 June 2024.

**(a) Review of principal activities, the results of those activities and any significant changes in the nature of those activities during the year:**

- (i) The Pharmacy Guild of Australia (NSW 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 (NSW Branch) has continued to assist the National Council and the National Executive of The Pharmacy Guild of Australia in carrying out the overall policy and objectives of the Guild.
- (iii) Included in the Annual Report are the various reports compiled by The Pharmacy Guild of Australia (NSW Branch) State President, Branch Director and Officers outlining the activities for the year. There were no significant changes in the nature of these activities during the year under review.
- (iv) The Guild's investment fund 'Pearl Fund' performed well for the year ended 30 June 2024 as a result of distributions received from the underlying investments.
- (v) During the year, the Guild further invested in the Australian College of Pharmacy (ACP), with the Learning and Development (L&D) activities facilitated by ACP during the year.

**(b) Right of members to resign:**

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 in accordance with Rule 36 of the Guild's Constitution.

**(c) Officers or members who are superannuation fund trustee(s)**

No officer or member of the reporting unit holds a position as a trustee or director of a superannuation entity or exempt public sector superannuation scheme where the criterion for holding such position is that they are an officer or member of an organisation.

**(d) Number of members:**

As at 30 June 2024 the number of members of The Pharmacy Guild of Australia (NSW Branch) was 1,303 (2023: 1,327), including Honorary Life & 50 Year Life Members.

**(e) Number of employees:**

As at 30 June 2024 the number of employees of The Pharmacy Guild of Australia (NSW Branch) was 27 (2023: 36).

# The Pharmacy Guild of Australia (NSW Branch)

## Operating report

**For the year ended 30 June 2024**

**(f) Names of Branch Committee members during the financial year:**

In accordance with Regulation 159(c) of the Fair Work (Registered Organisations) Regulations 2009 the following persons were members of the Branch Committee during the financial year:

1 July 2023 - 30 June 2024

Mario Barone	Paul Jones	Adele Tahan
Judy Plunkett	Rick Samimi	David Heffernan
Robert King	Catherine Bronger	Richard Walsh
John Black	Luke van der Rijt	Tim Hewitt



David Heffernan  
Branch President

Dated at Sydney this 4th day of September 2024

# The Pharmacy Guild of Australia (NSW Branch)

## Expenditure report under subsection 255(2A)

**For the year ended 30 June 2024**

The Committee of Management presents the expenditure report as required under subsection 255(2A) on the The Pharmacy Guild of Australia (NSW Branch) for the year ended 30 June 2024.

<i>In AUD</i>	<b>2024</b>	<b>2023</b>
Remuneration, and other employment-related costs and expenses, in respect of employees	3,178,184	3,883,186
Advertising expenses	21,162	18,992
Operating costs	464,001	409,373
Donation to political parties	56,332	31,268
Legal costs	31,570	34,432
Other expenses	3,255,297	3,096,200
<b>Total expenses</b>	<b>7,006,546</b>	<b>7,473,451</b>



David Herriman  
Branch President

Dated at Sydney this 4th day of September 2024

## The Pharmacy Guild of Australia (NSW Branch)

### Statement of profit or loss and other comprehensive income

For the year ended 30 June 2024

In AUD

	Notes	2024	2023
<b>Revenue from contracts with customers</b>			
Membership subscriptions revenue		3,390,349	3,347,158
Learning & development revenue		-	1,117,606
Levies		-	-
Commissions revenue		459,317	615,497
Certification revenue		285,053	372,850
Revenue from recovery of wages activity	4B	-	-
<b>Total revenue from contracts with customers</b>	4C	<b>4,134,719</b>	<b>5,453,111</b>
<b>Income for furthering objectives</b>			
Government program revenue	4A	317,898	307,589
National secretariat funding revenue	4C	1,666,993	1,640,680
Income recognised from volunteer services		-	-
<b>Total revenue for furthering objectives</b>		<b>1,984,891</b>	<b>1,948,269</b>
<b>Other income</b>			
Rental revenue		66,755	62,415
Other revenue		178,261	130,513
Distribution income		330,323	56,755
Fair value gain on financial asset at fair value through profit or loss		-	116,317
<b>Total other income</b>	4C	<b>575,339</b>	<b>366,000</b>
<b>Total revenue</b>		<b>6,694,949</b>	<b>7,767,380</b>
<b>Expenses</b>			
Depreciation and amortisation	5A	320,087	363,349
Legal fees	5B	31,570	34,432
Employee expenses	5C	3,178,184	3,883,186
Grants or donations	5D	56,332	31,268
Program related costs	5E	1,805	2,356
Audit fees		68,395	61,467
Bank fees and charges		6,389	1,435
Capitation and affiliation fees	5H	1,620,664	1,601,222
Administration expenses	5F	914,205	1,177,398
Other expenses	5G	291,496	317,338
Fair value loss on financial asset at fair value through profit or loss		24,095	-
Share of net loss from associates	28	250,625	-
Impairment loss on investments in associates	28	242,699	-
<b>Total expenses</b>		<b>7,006,546</b>	<b>7,473,451</b>
Interest income		367,037	236,378
<b>Net finance income</b>		<b>367,037</b>	<b>236,378</b>
<b>Surplus for the year</b>		<b>55,440</b>	<b>530,307</b>
<b>Other Comprehensive Income</b>			
<i>Items that will be subsequently reclassified to profit or loss</i>			
Loss on revaluation of artworks	16	-	(58,956)
<b>Total other comprehensive income for the year</b>		<b>-</b>	<b>(58,956)</b>
<b>Total comprehensive profit for the year</b>		<b>55,440</b>	<b>471,351</b>

These statements should be read in conjunction with the accompanying notes.

# The Pharmacy Guild of Australia (NSW Branch)

## Statement of financial position

As at 30 June 2024

In AUD

Note 2024 2023

### Current assets

Cash and cash equivalents	7,20(a)	8,097,479	7,950,318
Trade and other receivables	8	602,660	681,510
Other current assets	9	183,269	89,002
<b>Total current assets</b>		<b>8,883,408</b>	<b>8,720,830</b>

### Non-current assets

Financial assets	10	3,941,528	3,635,300
Property, plant and equipment	11	5,500,537	5,630,608
Investment in associates	28	-	340,000
Investment property	12	1,275,203	1,333,968
<b>Total non-current assets</b>		<b>10,717,268</b>	<b>10,939,876</b>
<b>Total assets</b>		<b>19,600,676</b>	<b>19,660,706</b>

### Current liabilities

Trade and other payables	13	2,059,038	2,115,478
Deferred income	15	1,734,637	1,812,146
Employee provisions	14	584,126	597,037
Lease liabilities	27	7,813	16,113
<b>Total current liabilities</b>		<b>4,385,614</b>	<b>4,540,774</b>

### Non-current liabilities

Employee provisions	14	100,216	77,072
Lease liabilities	27	19,070	2,524
<b>Total non-current liabilities</b>		<b>119,286</b>	<b>79,596</b>
<b>Total liabilities</b>		<b>4,504,900</b>	<b>4,620,370</b>

### Net assets

**15,095,776 15,040,336**

### Equity

Reserves	16	146,602	146,602
Retained earnings		14,949,174	14,893,734
<b>Total equity</b>		<b>15,095,776</b>	<b>15,040,336</b>

These statements should be read in conjunction with the accompanying notes.

# The Pharmacy Guild of Australia (NSW Branch)

## Statement of changes in equity

For the year ended 30 June 2024

*In AUD*

	Retained earnings	Asset revaluation reserve	Total equity
<b>Balance at 1 July 2022</b>	14,363,427	205,558	14,568,985
Surplus for the year	530,307	-	530,307
<i>Other comprehensive income</i>			
Loss on revaluation of artworks	-	(58,956)	(58,956)
Total comprehensive income for the year	530,307	(58,956)	471,351
<b>Balance at 30 June 2023</b>	<b>14,893,734</b>	<b>146,602</b>	<b>15,040,336</b>
<b>Balance at 1 July 2023</b>	14,893,734	146,602	15,040,336
Surplus for the year	55,440	-	55,440
<i>Other comprehensive income</i>			
Loss on revaluation of artworks	-	-	-
Total comprehensive income for the year	55,440	-	55,440
<b>Balance at 30 June 2024</b>	<b>14,949,174</b>	<b>146,602</b>	<b>15,095,776</b>

These statements should be read in conjunction with the accompanying notes.



# The Pharmacy Guild of Australia (NSW Branch)

## Statement of cash flows

For the year ended 30 June 2024

In AUD

	<b>Note</b>	<b>2024</b>	<b>2023</b>
<b>Cash flows from operating activities</b>			
Receipts from customers		7,509,373	8,693,680
Payments to suppliers, employees and others		(6,623,922)	(8,340,934)
Receipts from related parties	20(c)	2,253,332	2,263,769
Payments to related parties	20(c)	(3,155,882)	(2,289,171)
Interest received		367,037	236,378
<b>Net cash from operating activities</b>	<b>20(b)</b>	<b>349,938</b>	<b>563,722</b>
<b>Cash flows from investing activities</b>			
Proceeds from the disposal of property, plant and equipment		6,901	-
Payments for acquisition of property, plant and equipment		(111,575)	(28,886)
Rental income from investment property		66,755	62,415
Payments for investments in associates		(153,324)	(340,000)
<b>Net cash used in investing activities</b>		<b>(191,243)</b>	<b>(306,471)</b>
<b>Cash flows from financing activities</b>			
Payment of lease liabilities		(11,534)	(15,240)
<b>Net cash used in financing activities</b>		<b>(11,534)</b>	<b>(15,240)</b>
Net increase in cash and cash equivalents		147,161	242,011
Cash and cash equivalents at beginning of financial year		7,950,318	7,708,307
<b>Cash and cash equivalents at end of financial year</b>	<b>7,20(a)</b>	<b>8,097,479</b>	<b>7,950,318</b>

These statements should be read in conjunction with the accompanying notes.

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements

For the year ended 30 June 2024

### Note 1 Reporting entity

The financial report is for the entity The Pharmacy Guild of Australia (NSW Branch) (the "Guild") as an individual entity. The Branch is registered under the Fair Work (Registered Organisations) Act 2009. In accordance with the Act, the Branch is a body corporate and has perpetual succession. By virtue of this method of incorporation, the Branch is not subject to the Corporations Act.

The Pharmacy Guild of Australia (NSW Branch) is a not-for-profit entity and the nature of the operations and principal activities of the Guild are as described in the Operating Report. The principal place of business of The Pharmacy Guild of Australia (NSW Branch) is Level 2, Suite 201, 10 Norbrik Drive, Bella Vista NSW 2153.

### Note 2 Basis of preparation

#### (a) Statement of compliance

The financial report is a general purpose financial report which has been prepared in accordance with Australian Accounting Standards (AASBs) (including Australian Interpretations) adopted by the Australian Accounting Standards Board (AASB) that apply for the reporting period, and the *Fair Work (Registered Organisations) Act 2009* (RO Act).

The reporting guidelines made under section 255 of the Fair Work (Registered Organisations) Act 2009 require all reporting units to apply the Tier 1 reporting requirements as per Australian Accounting Standard AASB 1053 Application for Tiers of Australian Accounting Standards. As such, the Branch Committee of management has prepared a full set of financial statements with all Tier 1 disclosure requirements.

The financial report of The Pharmacy Guild of Australia (NSW Branch) for the year ended 30 June 2024 was authorised for issue in accordance with a resolution passed by the Committee of Management on 4 September 2024.

#### (b) Basis of measurement

The financial report, except for cash flow information, has been prepared using the accrual basis of accounting. The financial report has been prepared on a historical costs basis except for certain classes of property, plant and equipment as outlined in Note 3(f).

#### (c) Functional and presentation currency

The financial report is presented in Australian dollars, which is the Guild's functional currency.

#### (d) Changes in material accounting policies

The Guild adopted AASB 2021-2 *Amendments to Australian Accounting Standards - Disclosure of Accounting Policies (Amendments to AASB 101)* from 1 July 2023. Although, the amendments did not result in any changes to the accounting policies themselves, they impacted the accounting policy information disclosed in the financial report.

The amendments require the disclosure of 'material', rather than 'significant', accounting policies. The amendments also provide guidance on the application of materiality to disclosure of accounting policies, assisting entities to provide useful, entity-specific accounting policy information that users need to understand the other information in the financial report.

A number of other new accounting standards are also effective from 1 July 2023 but they do not have a material effect on the Guild's financial statements.

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 2 Basis of preparation (continued)

#### (d) Changes in material accounting policies (continued)

The Branch Committee of Management reviewed the accounting policies and made updates to the information disclosed in Note 3 Material accounting policies (2023: Significant accounting policies) in certain instances in line with the amendments.

### Note 3 Material accounting policies

The accounting policies set out below have been consistently applied to all periods presented in these financial statements, except if mentioned otherwise.

#### (a) Taxation

##### (i) *Income Tax and Fringe Benefit Tax*

Under Section 50-15 of the *Income Tax Assessment Act 1997*, the income of The Pharmacy Guild of Australia (NSW Branch) is exempt from income tax, however the Guild still has an obligation for Fringe Benefits Tax (FBT).

##### (ii) *Goods and Services Tax (GST)*

Revenues, expenses and assets are recognised net of the amount of Goods and Services Tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown exclusive of GST.

Cash flows are presented in the statement of cash flows on a gross basis. The GST component of cash flows arising from investing and financing activities, which is recoverable from, or payable to, the ATO is classified within operating cash flows.

#### (b) Revenue

##### (i) *Membership subscriptions revenue*

Revenue from subscriptions is recognised in the year to which the subscription relates when recovery of the consideration is considered probable and the amount of revenue can be measured reliably. Membership subscriptions represent 'stand ready' obligations for the Guild, and accordingly revenue is recognised over the period to which the membership subscription relates.

##### (ii) *Government program revenue*

Government program revenue is only recognised when the Guild is able to comply and fulfill the performance obligations attached to the program and receipt of monies is considered probable. The Guild assesses the satisfaction of each of the individual performance obligations under its government programs, including whether the Guild is a 'Principle' or 'Agent' with respect to each performance obligation, to ensure revenue is recognised on a systematic basis in the period in which the Guild fulfills its performance obligations.

##### (iii) *Learning & development revenue*

Revenue from guild and other educational courses is recognised on a straight-line basis as the course is delivered based on the percentage of the course delivered and completed, as this best reflects the satisfaction of the Guild's performance obligations. Further, revenue is only recognised when recovery of the consideration is considered probable and the amount of revenue can be measured reliably.

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 3 Material accounting policies (continued)

#### (b) Revenue (continued)

##### (iv) Service revenue

Revenue from services is recognised through profit or loss over time as the services are performed and performance obligations satisfied when recovery of the consideration is probable and the amount of revenue can be measured reliably. Revenue from services incorporates National Secretariat funding revenue, commissions revenue, rental revenue and certification revenue.

##### (v) Other revenue

Other revenue is recognised when it is received or when the right to receive payment is established. From time to time, the Guild will receive upfront payment for services to be rendered. Collections received in advance of the time of revenue recognition, as noted above, are recognised as deferred income until the revenue recognition criteria is satisfied.

##### (vi) Rental income

Leases in which the Guild, as a lessor, do 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 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.

#### (c) Net finance income

Finance income comprises interest income on funds invested. Interest income is recognised as it accrues in profit or loss, using the effective interest method.

#### (d) Cash and cash equivalents

For the purposes of the statement of cash flows, cash includes deposits at call which are readily convertible to cash on hand, and have original maturities of less than 3 months which are used in the cash management function on a day to day basis.

#### (e) Property, plant and equipment

Property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment losses. Building fit out, plant and equipment and capital works in progress are measured on a cost basis, whilst works of art are measured on a fair value basis.

Valuations of the Guild's works of art are obtained whenever there is an indication of a material change in the fair value, and at least every 3 years, with movements in the fair value recognised in the asset revaluation reserve.

Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct labour, any other costs directly attributable to bringing the assets to a working condition for their intended use, the costs of dismantling and removing the items and restoring the site on which they are located, and capitalised borrowing costs. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment.

The carrying amount of property, plant and equipment is reviewed annually by the Branch Committee to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount of an asset is determined as the higher of fair value less costs to sell, and value in use, with value in use being determined as the written-down current cost (depreciated replacement cost) of the asset.

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 3 Material accounting policies (continued)

#### (e) Property, plant and equipment (continued)

##### (i) Subsequent costs

The cost of replacing a component of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the component will flow to the Guild, and its cost can be measured reliably. The carrying amount of the replaced part is derecognised. The costs of the day-to-day servicing of property, plant and equipment are recognised in profit or loss as incurred.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

##### (ii) Depreciation

The depreciable amount of all fixed assets is depreciated on a straight-line basis over their useful lives to the Guild commencing from the time the asset is held ready for use.

The depreciation rates used for each class of assets are:

<b>Class of Fixed Asset</b>	<b>Depreciation Rate</b>
Buildings	2.50%
Plant and Equipment	10 - 33%
Building fit out	Lower of 20% or lease term

The asset's residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each financial year. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

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

#### (f) Employee benefits

##### (i) Defined contribution plans - superannuation

A defined contribution plan is a post-employment benefit plan under which an organisation pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution pension plans are recognised as an employee benefit expense in profit or loss in the periods during which services are rendered by employees. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in future payments is available. Contributions to a defined contribution plan that are due more than 12 months after the end of the period in which the employees render the service are discounted to their present value.

##### (ii) Other long-term employee benefits

The Guild's net obligation in respect of long term employee benefits is the amount of future benefit that employees have earned in return for their service in the current and prior periods. That benefit is discounted to determine its present value using Milliman rates. Remeasurements are recognised in profit or loss in the period in which they arise.

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 3 Material accounting policies (continued)

#### (f) Employee benefits (continued)

##### (iii) Short-term benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid under short-term cash bonus or other incentive plans if the Guild has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the obligation can be estimated reliably.

#### (g) Leases

At inception of a contract, the Guild assesses whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Guild uses the definition of a lease in AASB 16.

##### (i) As a lessee

At commencement or on modification of a contract that contains a lease component, the Guild allocates the consideration in the contract to each lease component on the basis of its relative stand-alone prices. However, for the leases of property the Guild has elected not to separate non-lease components and account for the lease and non-lease components as a single lease component.

The Guild recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the end of the lease term, unless the lease transfers ownership of the underlying asset to the Guild by the end of the lease term or the cost of the right-of-use asset reflects that the Guild will exercise a purchase option. In that case the right-of-use asset will be depreciated over the useful life of the underlying asset, which is determined on the same basis as those of property and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets, as follows:

	2024	2023
Photocopiers	3 years	3 years

The liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Guild's incremental borrowing rate. Generally, the Guild uses its incremental borrowing rate as the discount rate.

The Guild determines its incremental borrowing rate by obtaining interest rates from various external financing sources and makes certain adjustments to reflect the terms of the lease and type of the asset leased.

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 3 Material accounting policies (continued)

#### (g) Leases (continued)

##### (i) As a lessee (continued)

Lease payments included in the measurement of the lease liability comprise of the following:

- fixed payments, including in-substance fixed payments.

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Guild's estimate of the amount expected to be payable under a residual value guarantee, if the Guild changes its assessment of whether it will exercise a purchase, extension or termination option or if there is a revised in-substance fixed lease payment.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

##### (ii) Short-term leases

The Guild has elected not to recognise right-of-use assets and lease liabilities for short-term leases. The Guild recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

#### (h) Impairment of assets

At each reporting date, the Guild reviews the carrying values of its tangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of comprehensive income.

As the Guild is a not-for-profit organisation, where the future economic benefits of an asset are not primarily dependent on the asset's ability to generate net cash inflows and where the entity would, if deprived of the asset, replace its remaining future economic benefits, value in use shall be determined as the depreciated replacement cost of the asset.

#### (i) Financial instruments

##### (i) Recognition and derecognition

Financial assets and financial liabilities are recognised when the Guild becomes a party to the contractual provisions of a financial instrument.

Financial assets are derecognised when the contractual rights to the cash flows from the financial asset expire, or when the financial asset and substantially all the risks and rewards are transferred.

A financial liability is derecognised when it is extinguished, discharged, cancelled or expires.

##### (ii) Classification and initial measurement of financial assets

Financial assets are classified according to their business model and the characteristics of their contractual cash flows. Except for those trade receivables that do not contain a significant financing component and are measured at the transaction price, all financial assets are initially measured at fair value adjusted for transaction costs (where applicable).

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 3 Material accounting policies (continued)

#### (i) Financial instruments (continued)

##### (iii) Subsequent measurement of financial assets

For the purposes of subsequent measurement, financial assets, other than those designated and effective as hedging instruments, are classified into the following four categories:

- Financial assets at amortised cost;
- Financial assets at fair value through profit or loss (FVTPL);
- Debt instruments at fair value through other comprehensive income (FVTOCI); and
- Equity instruments at FVTOCI.

All income and expenses relating to financial assets that are recognised in profit or loss are presented within finance costs, finance income or other financial items, except for impairment of trade receivables which is presented within other expenses.

##### *Financial assets at amortised cost*

Financial assets with contractual cash flows representing solely payments of principal and interest and held within a business model of 'hold to collect' contractual cash flows are accounted for at amortised cost using the effective interest method. The Guild's receivables fall into this category of financial instruments.

Financial assets at amortised cost comprise cash and cash equivalents, term deposits and trade and other receivables.

##### (iv) Impairment of financial assets

AASB 9's forward-looking impairment model applies to the Guild's assets valued at amortised cost. The application of the impairment model depends on whether there has been a significant increase in credit risk.

##### *(a) Trade and other receivables and contract assets*

Trade and other receivables and contract assets are impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset, and that the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably.

Objective evidence that financial assets are impaired includes default or delinquency by a debtor, restructuring of an amount due to the Guild on terms that the Guild would not consider otherwise, indicators that a debtor or issuer will enter bankruptcy.

As most of these instruments have a high credit rating, the likelihood of default is deemed to be small. However, at each reporting date the Guild assesses whether there has been a significant increase in the credit risk of the instrument. In assessing these risks, the Guild relies on readily available information such as the credit ratings issued by the major credit rating agencies for the respective asset. The Guild only holds simple financial instruments for which specific credit ratings are usually available. In the unlikely event that there is no or only little information on factors influencing the ratings of the asset available, the Guild would aggregate similar instruments into a portfolio to assess on this basis whether there has been a significant increase in credit risk. In addition, the Guild considers other indicators such as adverse changes in business, economic or financial conditions that could affect the borrower's ability to meet its debt obligation or unexpected changes in the borrowers operating results. Should any of these indicators imply a significant increase in the instrument's credit risk, the Guild recognises for this instrument or class of instruments the lifetime expected credit losses.



# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 3 Material accounting policies (continued)

#### (i) Financial instruments (continued)

##### (v) Classification and measurement of financial liabilities

Financial liabilities are initially measured at fair value, and, where applicable, adjusted for transaction costs unless the Guild designated a financial liability at fair value through profit or loss.

Subsequently, financial liabilities are measured at amortised cost using the effective interest method except for derivatives and financial liabilities designated at FVTPL, which are carried subsequently at fair value with gains or losses recognised in profit or loss (other than derivative financial instruments that are designated and effective as hedging instruments).

#### (j) Critical accounting estimates and judgements

The Branch Committee evaluates estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events based on current trends and economic data, obtained both externally and within the group.

##### Key estimates - Provision for doubtful debts

The Branch Committee assesses the provision for doubtful debts by reviewing trade and other receivables at each balance date and determining if there are indications that amounts owing to the Guild are not in accordance with the expected credit loss model.

#### (k) Fair value measurement

The Guild measures its financial assets such as equity investments at fair value at each reporting period and non-financial assets at fair value such as artworks, with a new valuation obtained for artworks at least every 3 years in line with the Guild's accounting policy.

Fair value is 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. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Guild. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Guild uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 3 Material accounting policies (continued)

#### (k) Fair value measurement (continued)

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1—Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2—Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3—Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Guild determines whether transfers have occurred between Levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

External valuers are involved for valuation of significant assets, such as works of art. Selection criteria include market knowledge, reputation, independence and whether professional standards are maintained. For the purpose of fair value disclosures, the Guild has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy.

#### (l) Investment Property

Investment properties are properties held to earn rentals and/or for capital appreciation (including property under construction for such purposes). Investment properties are carried at cost, less subsequent depreciation.

An investment property is derecognised upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on derecognition of the property (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the period in which the property is derecognised.

#### (m) Principles of consolidation

##### (i) Subsidiaries

A subsidiary is an entity controlled by the Guild. The Guild controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of the subsidiary, where considered material, are consolidated into the financial statements from the date that control commences until the date that control ceases.

An assessment as to the quantitative and qualitative materiality of the controlled entities is made each year, to determine whether the consolidated financial statements are required to be prepared.

For the year ended 30 June 2024, the Guild has not prepared consolidated financial statements as the controlled entities are dormant, and would therefore have an immaterial impact on the statement of profit or loss and other comprehensive income, statement of financial position, statement of changes in equity and the statement of cash flows for the Guild as at and for the year ended 30 June 2024.

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 3 Material accounting policies (continued)

#### (n) Current versus non-current classification

The Guild presents assets and liabilities in the statement of financial position based on current/non-current classification.

An asset is current when it is:

- Expected to be realised or intended to be sold or consumed in the normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realised within twelve months after the reporting period; or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in the normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period; or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The terms of the liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

All other liabilities are classified as non-current.

#### (o) Investment in associates

The Guild's interests in equity-accounted investees comprise interest in associates.

Associates are those entities in which the Guild has significant influence and that is neither subsidiary nor an interest in a joint venture. Significant influence is the power to participate in the financial and operating policy decisions of the investee but not control, or joint control, over those policies.

Interests in associates are accounted for using the equity method. They are initially recognised at cost, which includes transaction costs and adjusted thereafter to recognise the Guild's share of the profit or loss and OCI of the associate until the date on which significant influence ceases.

Any excess of the cost of acquisition over the share of the net fair value of the identifiable assets, liabilities and contingent liabilities of the associate recognised at the date of acquisition is recognised as goodwill, which is included within the carrying amount of the investment.

After recognising the Guild's share of profit or loss and OCI of the associate, an assessment is performed to determine whether there is any objective evidence that the Guild's net investment in the associate is impaired. The net investment is impaired if there is objective evidence of impairment as a result of one or more events after the initial recognition of the net investment that impact on the estimated future cash flows from the net investment that can be reliably estimated.

#### (o) Reclassification of prior period balances

Distribution income of \$56,755 in the comparative period previously presented within other revenue has been reclassified to distribution income within the Statement of Profit or Loss and Other Comprehensive Income for presentation purposes.

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 4 Revenue

#### 4A: Government program revenue

*In AUD*

	2024	2023
Methadone incentive scheme funding	122,460	125,000
Needle and syringe exchange funding	194,042	180,395
NRT program funding	1,396	2,194
	<u>317,898</u>	<u>307,589</u>

#### 4B: Revenue from recovery of wages activity

*In AUD*

	2024	2023
Amounts recovered from employers in respect of wages	-	-
Interest received on recovered monies	-	-
	<u>-</u>	<u>-</u>

#### 4C: Disaggregated revenue disclosures

*In AUD*

	2024	2023
Over time revenue recognised from membership subscriptions	3,390,349	3,347,158
Over time revenue recognised from all other services and programs	744,370	2,105,953
<b>Total revenue from contracts with customers</b>	<u>4,134,719</u>	<u>5,453,111</u>
National Secretariat funding revenue	1,666,993	1,640,680
Government program revenue	317,898	307,589
<b>Total income for furthering objectives</b>	<u>1,984,891</u>	<u>1,948,269</u>
Rental revenue	66,755	62,415
Other revenue	178,261	130,513
Fair value gain on financial asset at fair value through profit or loss	-	116,317
Distribution income	330,323	56,755
<b>Total other income</b>	<u>575,339</u>	<u>366,000</u>
<b>Total revenue</b>	<u><b>6,694,949</b></u>	<u><b>7,767,380</b></u>

All revenue is geographically generated in Australia.

### Note 5 Expenses

#### 5A: Depreciation and amortisation

*In AUD*

	2024	2023
Leasehold improvements	-	-
Building fit out, plant and equipment	59,103	103,077
Land and buildings	202,219	201,667
Investment property	58,765	58,605
	<u>320,087</u>	<u>363,349</u>

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 5 Expenses (continued)

#### 5B: Legal fees

*In AUD*

	2024	2023
Litigation	-	-
Other legal matters	31,570	34,432
	<u>31,570</u>	<u>34,432</u>

#### 5C: Employee expenses

*In AUD*

	2024	2023
<b>Holders of office:</b>		
Salaries and wages	164,538	158,974
Superannuation	18,099	16,692
Leave and other entitlements	26,928	30,346
Separation and redundancies	-	-
Other employee expenses	-	-
<b>Subtotal employee expenses holders of office</b>	<u>209,565</u>	<u>206,012</u>

*In AUD*

	2024	2023
<b>Employees other than office holders:</b>		
Salaries and wages	2,267,860	2,748,546
Superannuation	284,531	325,816
Leave and other entitlements	264,952	369,279
Separation and redundancies	-	56,490
Other employee expenses	151,276	177,043
<b>Subtotal employees expenses other than office holders:</b>	<u>2,968,619</u>	<u>3,677,174</u>
<b>Total employee expenses</b>	<u>3,178,184</u>	<u>3,883,186</u>

#### 5D: Grants or donations

*In AUD*

	2024	2023
Grants that were \$1,000 or less	-	-
Grants that exceeded \$1,000	-	-
Donations that were \$1,000 or less	3,441	4,950
Donations that exceeded \$1,000	52,891	26,318
	<u>56,332</u>	<u>31,268</u>

#### 5E: Program related costs

*In AUD*

	2024	2023
Methadone incentive scheme payments	-	-
Needle & syringe exchange payments	-	-
Mental health program	-	-
NRT program	1,805	2,356
	<u>1,805</u>	<u>2,356</u>

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 5 Expenses (continued)

#### 5F: Administration expenses

*In AUD*

	2024	2023
Consultancy and contractors fees	102,945	324,275
Property expenses	209,647	163,641
Information communication technology	200,376	228,480
Office expenses	114,497	165,428
Conference and meeting expenses	218,053	203,685
Other administrative expenses	68,687	91,889
Fees/allowances - meeting and conferences	-	-
Compulsory levies	-	-
Consideration to employers for payroll deductions of membership subscriptions	-	-
	914,205	1,177,398

#### 5G: Other expenses

*In AUD*

	2024	2023
Travel and accommodation expenses	164,152	195,051
Marketing expenses	21,162	18,992
Recruitment and training costs	45,380	50,213
Insurance	43,615	36,873
Other expenses	17,187	16,209
Penalties - via <i>Fair Work Act 2009</i>	-	-
	291,496	317,338

#### 5H: Capitation and affiliation fees

*In AUD*

	2024	2023
National Secretariat of the Pharmacy Guild of Australia	1,620,664	1,601,222
	1,620,664	1,601,222

Affiliation fees are in respect of support services provided by the National Secretariat of the Pharmacy Guild of Australia to the Pharmacy Guild of Australia (NSW Branch) which enables the NSW Branch to continue its principal activities. There are no capitation or affiliation fees paid to political parties and industrial bodies during the year ended 30 June 2024 (2023: nil).

### Note 6 Key management personnel remuneration

*In AUD*

	2024	2023
<b>Short-term employee benefits</b>		
Salaries	1,110,448	1,217,642
Non-cash benefits	108,856	102,450
<b>Post-employment benefits</b>		
Superannuation	133,465	135,785
	1,352,769	1,455,877

The number of people included as key management personnel is 19 (2023: 21), consisting of Branch Committee members and senior management personnel.

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 7 Cash and cash equivalents

*In AUD*

	2024	2023
Cash at bank and on hand	8,097,479	3,950,318
Short term deposits	-	4,000,000
	<u>8,097,479</u>	<u>7,950,318</u>

### Note 8 Trade and other receivables

*In AUD*

	2024	2023
Trade receivables	49,015	103,595
The Pharmacy Guild of Australia (National Secretariat)	-	-
Guild Insurance Limited	-	-
Gold Cross Products & Services Pty Limited	-	-
GuildLink Pty Limited	-	-
Guild Group Holdings Limited	-	-
Meridian Lawyers Limited	-	-
Guild Superannuation Services Pty Limited	-	-
Pharmacy Guild Sales and Valuations (NSW) Pty Limited	-	-
The Pharmacy Guild of Australia (ACT Branch)	-	-
The Pharmacy Guild of Australia (Northern Territory Branch)	-	-
The Pharmacy Guild of Australia (Queensland Branch)	-	5,964
The Pharmacy Guild of Australia (South Australia Branch)	-	-
The Pharmacy Guild of Australia (Tasmania Branch)	-	-
The Pharmacy Guild of Australia (Western Australia Branch)	-	-
Australian College of Pharmacy Pty Ltd	10,446	-
Holders of Office	2,608	-
Subtotal: Related party receivables	<u>13,054</u>	<u>5,964</u>
Trade receivables: Gross	<u>62,069</u>	<u>109,559</u>
Trade receivables: Gross	62,069	109,559
Provision for expected credit losses	-	-
Trade receivables: Net of provision for expected credit losses	<u>62,069</u>	<u>109,559</u>
Accrued income	540,591	571,951
	<u>602,660</u>	<u>681,510</u>

Trade receivables are generally on 30 day terms except for branch membership subscriptions which members can elect to pay by instalments in accordance within the Guild's Constitution. A provision for expected credit losses is recognised for aged receivables based on the Guild's debtors historical default rates.

### Note 9 Other current assets

*In AUD*

	2024	2023
Prepayments	174,863	70,028
Rental straightlining and incentives receivable	8,406	18,974
	<u>183,269</u>	<u>89,002</u>

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 10 Financial assets

*In AUD*

	2024	2023
Investment in managed equity funds held at fair value through profit or loss	3,941,440	3,635,212
Shares in controlled entities - at cost (Note 17)	88	88
	<u>3,941,528</u>	<u>3,635,300</u>

#### Cost of fair value investments in managed equity funds and market risk sensitivity analysis

The cost of the Guild's investment in managed equity funds as at 30 June 2024 was \$3,941,440 (2023: \$3,635,212). A one percent increase or decrease in the unit price of the managed equity funds would have an impact on the profit and loss and equity by an increase or decrease of \$39,441 (2023: \$36,352).

### Note 11 Property, plant and equipment

*In AUD*

	2024	2023
Office fit out, at cost	131,931	153,358
Accumulated depreciation	(88,204)	(84,057)
	<u>43,727</u>	<u>69,301</u>
Plant and equipment, at cost	635,523	672,488
Accumulated depreciation	(582,098)	(618,655)
	<u>53,425</u>	<u>53,833</u>
Land and buildings, at cost	6,321,842	6,321,842
Accumulated depreciation	(1,171,877)	(969,658)
	<u>5,149,965</u>	<u>5,352,184</u>
Capital works in progress, at cost	98,130	-
Works of art, at fair value	155,290	155,290
	<u>155,290</u>	<u>155,290</u>
Total property, plant and equipment	<u>5,500,537</u>	<u>5,630,608</u>



## The Pharmacy Guild of Australia (NSW Branch)

### Notes to the financial statements (continued)

For the year ended 30 June 2024

#### Note 11 Property, plant and equipment (continued)

##### Movements in carrying amounts

Movements in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the financial year are presented below.

<i>In AUD</i>	<b>Opening Balance</b>	<b>Additions</b>	<b>Depreciation</b>	<b>Disposals/ Revaluation</b>	<b>Closing Balance</b>
<b>2024</b>					
Plant and equipment	53,833	45,936	(40,142)	(6,202)	53,425
Land and buildings	5,352,184	-	(202,219)	-	5,149,965
Works of art	155,290	-	-	-	155,290
Office fit out	69,301	-	(18,961)	(6,613)	43,727
Capital works in progress	-	98,130	-	-	98,130
<b>Total</b>	<b>5,630,608</b>	<b>144,066</b>	<b>(261,322)</b>	<b>(12,815)</b>	<b>5,500,537</b>
<i>In AUD</i>					
<b>2023</b>					
Plant and equipment	115,596	21,211	(82,974)	-	53,833
Land and buildings	5,553,851	-	(201,667)	-	5,352,184
Works of art	214,300	-	-	(59,010)	155,290
Office fit out	81,731	7,675	(20,105)	-	69,301
<b>Total</b>	<b>5,965,478</b>	<b>28,886</b>	<b>(304,746)</b>	<b>(59,010)</b>	<b>5,630,608</b>

The most recent valuation of the works of art was performed by an independent valuer on the 20<sup>th</sup> March 2023.

#### Note 12 Investment Property

<i>In AUD</i>	<b>2024</b>	<b>2023</b>
Balance as at beginning of year	1,333,968	1,392,573
Depreciation expense	(58,765)	(58,605)
Balance as at 30 June	<u>1,275,203</u>	<u>1,333,968</u>

Investment property is accounted for under the cost model. There has been no additions or disposals during the year ended 30 June 2024 (2023: No additions or disposals).

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 13 Trade and other payables

In AUD

	2024	2023
Trade payables	386,160	336,992
The Pharmacy Guild of Australia (National Secretariat)	99,041	101,425
Guild Insurance Limited	45,209	47,610
Gold Cross Products & Services Pty Limited	-	366
GuildLink Pty Limited	-	-
Guild Group Holdings Limited	-	-
Meridian Lawyers Limited	-	-
Guild Superannuation Services Pty Limited	-	-
Pharmacy Guild Sales and Valuations (NSW) Pty Limited	-	-
The Pharmacy Guild of Australia (ACT Branch)	-	-
The Pharmacy Guild of Australia (Northern Territory Branch)	-	-
The Pharmacy Guild of Australia (Queensland Branch)	-	-
The Pharmacy Guild of Australia (South Australia Branch)	-	-
The Pharmacy Guild of Australia (Tasmania Branch)	-	-
The Pharmacy Guild of Australia (Victoria Branch)	-	-
The Pharmacy Guild of Australia (Western Australia Branch)	354	-
Australian College of Pharmacy Pty Ltd	59,846	-
Subtotal: Related party payables	204,450	149,401
Accrued expenses	1,220,869	1,316,951
Other Payables	247,559	312,134
Payable to employers for making payroll deductions of membership subscriptions	-	-
Legal costs payable	-	-
	2,059,038	2,115,478

### Note 14 Employee provisions

In AUD

	2024	2023
<b>Holders of office:</b>		
<b>Current</b>		
Liability for annual leave	101,379	80,328
Liability for long service leave	-	-
Liability for separation and redundancies	-	-
Other provisions	-	-
<b>Subtotal current employee provisions—holders of office</b>	101,379	80,328
<b>Non-current</b>		
Liability for annual leave	-	-
Liability for long service leave	17,185	11,307
Liability for separation and redundancies	-	-
Other provisions	-	-
<b>Subtotal non-current employee provisions—holders of office</b>	17,185	11,307
<b>Employee provisions—holders of office</b>	118,564	91,635

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 14 Employee provisions (continued)

#### Employees other than office holders:

##### Current

Liability for annual leave	296,620	307,485
Liability for long service leave	186,127	209,224
Liability for separation and redundancies		
Other provisions		
<b>Subtotal current employee provisions - employees other than office holders</b>	<b>482,747</b>	<b>516,709</b>

##### Non-current

	<b>2024</b>	<b>2023</b>
Liability for annual leave		
Liability for long service leave	83,031	65,765
Liability for separation and redundancies		
Other provisions		
<b>Subtotal non-current employee provisions - employees other than office holders</b>	<b>83,031</b>	<b>65,765</b>

<b>Subtotal employee provisions - employees other than office holders</b>	<b>565,778</b>	<b>582,474</b>
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Current employee provisions	584,126	597,037
Non-current employee provisions	100,216	77,072
<b>Total employee provisions</b>	<b>684,342</b>	<b>674,109</b>

### Note 15 Deferred income

In AUD

	<b>2024</b>	<b>2023</b>
Membership subscriptions in advance	1,281,639	1,034,812
Other deferred income	452,998	777,334
	<b>1,734,637</b>	<b>1,812,146</b>

### Note 16 Reserves

In AUD

	<b>2024</b>	<b>2023</b>
Asset revaluation reserve	146,602	146,602
Reconciliation of movements in the asset revaluation reserve		
Opening balance	146,602	205,558
Revaluation of works of art	-	(58,956)
Closing balance	<b>146,602</b>	<b>146,602</b>

#### Other specific disclosures - funds

Compulsory levy/voluntary contribution fund  
Other fund(s) required by rules

### Note 17 Controlled entities

Name	% Ownership interest		Investment at cost	
	2024	2023	2024	2023
Pharmacy Guild Services (NSW) Pty Ltd	100	100	76	76
Pharmacy Guild Sales & Valuations (NSW) Pty Ltd	100	100	12	12

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 17 Controlled entities (continued)

Pharmacy Guild Services (NSW) Pty Ltd is the intermediate holding company for Pharmacy Guild Sales & Valuations (NSW) Pty Ltd and the controlled entities are incorporated in Australia. Both controlled entities had a nil contribution towards the surplus for the year (2023: nil).

### Note 18 Related party transactions

#### Identity of related parties

The Pharmacy Guild of Australia (NSW Branch) is part of an Australia wide organisation being the Pharmacy Guild of Australia. The related parties of the Pharmacy Guild of Australia (NSW Branch) include entities within the broader Pharmacy Guild of Australia and key management personnel.

In AUD

2024

2023

#### Transactions with related parties during the year

During the year, the following services were transacted with fellow Guild entities:

Sales	2,259,754	2,327,227
Purchases	(3,179,981)	(2,449,794)

Sales to related parties during the year consisted of commissions revenue and funding received from the National Secretariat. Purchases from related parties during the year consisted of affiliation fees paid to the National Secretariat, the purchase of IT support and other services.

#### Amounts owing by/(to) related parties at year end

Amounts receivable	13,054	5,964
Amounts payable	(204,450)	(149,401)

No expected credit losses have been raised in relation to any outstanding balances, and no expense has been recognised in respect of expected credit losses due from amounts owing by related party.

#### Key management personnel remuneration

Refer to note 6 for key management personnel remuneration.

### Note 19 Information to be provided to Members or Commissioner

#### Subsection 272 (1)

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.

#### Subsection 272 (2)

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.

#### Subsection 272 (3)

An organisation must comply with an application made under subsection (1).

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 20 Cash flow information

#### (a) Reconciliation of cash

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

*In AUD*

	2024	2023
Cash on hand	-	-
Cash at bank	8,097,479	3,950,318
Short term deposits	-	4,000,000
	8,097,479	7,950,318

#### (b) Reconciliation of net cash flows from operating activities with operating surplus after income tax

*In AUD*

	2024	2023
Surplus for the year	55,440	530,307
Non-cash flows in operating surplus		
- Depreciation and amortisation	320,087	363,349
- Net gain in revaluation of financial assets	-	-
- Net loss on sale of property, plant and equipment	-	-
- Rental income from investment property	(66,755)	(62,415)
- Non cash distributions received from managed equity funds	(330,323)	(56,753)
- Share of net loss from associates	250,625	-
- Impairment loss on investments in associates	242,699	-
- Fair value loss/(gain) on financial assets	24,095	(116,317)
- Net gain on lease termination	(7,923)	-
- Interest expense on lease liabilities	1,126	2,644
<i>Changes in assets and liabilities:</i>		
Decrease in trade and other receivables	78,850	129,622
(Increase)/decrease in other assets	(94,267)	2,592
Decrease in inventories	-	-
(Decrease)/increase in trade and other payables	(56,440)	43,585
Decrease in deferred income	(77,509)	(436,170)
Increase in employee provisions	10,233	163,278
<b>Cash flows from operations</b>	<b>349,938</b>	<b>563,722</b>

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 20 Cash flow information (continued)

#### (c) Related party cashflow information

In AUD

	2024	2023
<b>Cash inflows from related parties</b>		
The Pharmacy Guild of Australia (National Secretariat)	1,417,800	1,416,248
Guild Insurance Limited	250,298	207,817
Gold Cross Products & Services Pty Limited	387,470	390,149
GuildLink Pty Limited	-	-
Guild Group Holdings Limited	-	-
Meridian Lawyers Limited	-	760
Guild Superannuation Services Pty Limited	-	-
Pharmacy Guild Sales and Valuations (NSW) Pty Limited	86,359	213,467
The Pharmacy Guild of Australia (ACT Branch)	-	-
The Pharmacy Guild of Australia (Northern Territory Branch)	-	-
The Pharmacy Guild of Australia (Queensland Branch)	60,137	35,328
The Pharmacy Guild of Australia (South Australia Branch)	-	-
The Pharmacy Guild of Australia (Tasmania Branch)	-	-
The Pharmacy Guild of Australia (Victoria Branch)	-	-
The Pharmacy Guild of Australia (Western Australia Branch)	-	-
Australian College of Pharmacy Pty Ltd	51,268	-
<b>Total cash inflows from related parties</b>	<b>2,253,332</b>	<b>2,263,769</b>
<b>Cash outflows to related parties</b>		
The Pharmacy Guild of Australia (National Secretariat)	1,845,370	1,742,050
Guild Insurance Limited	104,113	36,525
Gold Cross Products & Services Pty Limited	1,247	2,241
GuildLink Pty Limited	-	-
Guild Group Holdings Limited	-	-
Meridian Lawyers Limited	20,901	7,726
Guild Superannuation Services Pty Limited	90,552	108,219
Pharmacy Guild Sales and Valuations (NSW) Pty Limited	-	23,050
The Pharmacy Guild of Australia (ACT Branch)	247	2,736
The Pharmacy Guild of Australia (Northern Territory Branch)	64	16
The Pharmacy Guild of Australia (Queensland Branch)	62,766	25,326
The Pharmacy Guild of Australia (South Australia Branch)	1,061	56
The Pharmacy Guild of Australia (Tasmania Branch)	365	59
The Pharmacy Guild of Australia (Victoria Branch)	2,533	743
The Pharmacy Guild of Australia (Western Australia Branch)	847	424
Australian College of Pharmacy Pty Ltd	1,025,816	340,000
<b>Total cash outflows to related parties</b>	<b>3,155,882</b>	<b>2,289,171</b>

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 21 Financial instruments - fair values and risk management

#### (a) Capital Management

The Guild's financial instruments consist of cash and cash equivalents, trade receivables, financial assets at fair value and trade payables. Branch funds are invested in accordance with the Guild's Constitution either with reputable banks or in managed equity funds. The Branch manages liquidity risk by monitoring forecast cash flows and ensuring that adequate surplus funds are maintained to meet financial obligations.

When managing capital, the Guild's objective is to ensure that the organisation continues as a going concern as well as to maintain optimal benefits for stakeholders. The Guild also aims to maintain a capital structure that ensures the lowest cost of capital available to the organisation.

The Guild is not subject to any externally imposed capital requirements.

#### (b) Credit risk

The Guild continuously monitors defaults by customers and other counterparties and incorporates this information into its credit risk review. The Guild's management considers and tests all financial assets for impairment at each reporting date.

The credit risk for cash and cash equivalents and financial assets at fair value is considered negligible, since the counterparties are reputable with high quality external credit ratings.

In respect of trade and other receivables, the Guild is not exposed to any significant credit risk exposure to any single counterparty or any group of counterparties having similar characteristics. Trade receivables are on 30 day terms except for branch membership subscriptions which members can elect to pay by instalments in accordance with the Guild's Constitution. No terms have been renegotiated during the year.

The provision for impairment at 30 June 2024 is \$0 (2023: \$0). A provision for impairment is recognised based on expected credit losses. Collateral is not held as security, nor is it the Guild's policy to transfer (on-sell) receivables.

The ageing of financial assets is as follows:

<i>In AUD</i>	2024	2023
0-30 days	48,721	22,980
31-60 days PDNI*		2,600
31-60 days CI*		-
61-90 days PDNI*	5,568	9,060
61-90 days CI*		
+91 days PDNI*	7,780	74,919
+91 days CI*		
	<u>62,069</u>	<u>109,559</u>

PDNI\* Past due not considered impaired

CI\* Considered to be impaired

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets is the carrying amount, net of any provisions for doubtful debts, as disclosed in the statement of financial position and notes to the financial statements. The organisation has material credit risk exposure within the pharmaceutical industry, given the majority of the Guild's members and customers operate within this industry.

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 21 Financial instruments - fair values and risk management (continued)

#### (c) Sensitivity Analysis

The Guild has exposure to market risk and interest rate risk. The Guild does not have any exposure to currency or other financial risks.

##### Market risk

The Guild has exposure to market risk relating to its financial assets held at fair value through profit or loss, being investments in managed equity funds, at balance date. Refer to note 10 for sensitivity analysis relating to the Guild's exposure to market risk.

##### Interest rate risk

The Guild has performed sensitivity analysis relating to its exposure to interest rate risk at balance date. This sensitivity analysis demonstrates the effect on the current year results and equity which could result from a change in these risks. The Guild is exposed to changes in market interest rates through the cash held at banks which are subject to variable and fixed interest rates.

The following table illustrates the sensitivity of the net result for the year and the equity to a reasonably possible change in interest rates of +1% and -1% (2023: +1% and -1%), with the effect from the beginning of the year. These changes are considered to be reasonably possible based on observations of current market conditions.

The calculations are based on the Guild's cash and cash equivalents held at each balance date. All other variables are held constant.

<i>In AUD</i>	2024	2024	2023	2023
Net result for the year	80,883	(80,883)	78,285	(78,285)
Equity	80,883	(80,883)	78,285	(78,285)

The financial assets and liabilities of the Guild are as follows:

<i>In AUD</i>	Note	Weighted average effective interest rate		Floating & fixed interest rate		Non-interest bearing	
		2024 %	2023 %	2024	2023	2024	2023
<b>Financial assets</b>							
Cash at bank	7	4.98	2.85	8,097,479	3,950,318	-	-
Short term bank deposit	7	3.20	1.70	-	4,000,000	-	-
Trade and other receivables	8				-	602,660	681,510
Financial assets at fair value through profit or loss	21				-	3,941,440	3,635,212
<b>Total financial assets</b>				<b>8,097,479</b>	<b>7,950,318</b>	<b>4,544,100</b>	<b>4,316,722</b>
<b>Financial liabilities</b>							
Trade and other payables				-	-	2,059,038	2,115,478
<b>Total financial liabilities</b>				<b>-</b>	<b>-</b>	<b>2,059,038</b>	<b>2,115,478</b>



# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 21 Financial instruments - fair values and risk management (continued)

#### (d) Fair value measurement

Management of the Guild have assessed that the carrying amount of cash and cash equivalents, trade and other receivables and trade and other payables approximate their fair value largely due to the short-term maturities of these instruments.

The fair value of financial assets at fair value through profit or loss is the amount at which the instrument could be exchanged in a current transaction between willing parties. The fair value of financial assets held at fair value through profit of loss is derived from the observable unit price of the managed equity fund at balance date.

The following table contains the carrying amounts and related fair values for the Guild's financial assets and liabilities.

<i>In AUD</i>	Carrying amount		Fair value	
	2024	2023	2024	2023
<b>Financial assets</b>				
Cash and cash equivalents	8,097,479	7,950,318	8,097,479	7,950,318
Trade and other receivables	602,660	681,510	602,660	681,510
Financial assets at fair value through profit or loss	3,941,440	3,635,212	3,941,440	3,635,212
<b>Total financial assets</b>	<b>12,641,579</b>	<b>12,267,040</b>	<b>12,641,579</b>	<b>12,267,040</b>
<b>Financial liabilities</b>				
Trade and other payables	2,059,038	2,115,478	2,059,038	2,115,478
<b>Total financial liabilities</b>	<b>2,059,038</b>	<b>2,115,478</b>	<b>2,059,038</b>	<b>2,115,478</b>

#### *Fair value hierarchy*

The following table provides an analysis of financial assets that are measured at fair value, by valuation method. The different levels have been identified as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Inputs for the asset that are not based on observable market data (unobservable inputs).

<i>In AUD</i>	Level 1	Level 2	Level 3
<b>30 June 2024</b>			
Financial assets at fair value through profit or loss	-	3,941,440	-
	-	3,941,440	-
<b>30 June 2023</b>			
Financial assets at fair value through profit or loss	-	3,635,212	-
	-	3,635,212	-

There were no transfers between level 1 and level 2 during the year in either direction (2023: No transfers in either direction). There were no transfers between level 2 and level 3 during the year in either direction (2023: No transfers in either direction).

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 22 Subsequent events

There have been no events subsequent to reporting date which would have a material effect on the Guild's financial statements as at 30 June 2024.

### Note 23 Contingent liabilities

The Guild has no contingent liabilities or bank guarantees as at 30 June 2024 (2023: Nil).

### Note 24 Remuneration of auditors

In AUD

	2024	2023
<i>Audit and review services</i>		
Audit of financial report - Guild and subsidiary	54,500	50,000
<i>Other services</i>		
Preparation of financial statements	6,500	6,500
Other assurance engagements	1,500	1,500
	<u>62,500</u>	<u>58,000</u>

### Note 25 NSW Government funding programs

The following programs operate throughout the state and are wholly funded by the NSW Government:

- Methadone incentive scheme
- Mental health community pharmacy program
- Needle and syringe exchange
- NRT (Nicotine replacement therapy) program

### Note 26 Specific requirements of the Fair Work (Registered Organisations) Act 2009

The Guild did not:

- agree to receive financial support from another reporting unit to continue as a going concern (refers to agreement regarding financial support not dollar amount)
- agree to provide financial support to another reporting unit to ensure they continue as a going concern (refers to agreement regarding financial support not dollar amount)
- acquire an asset or liability due to an amalgamation under Part 2 of Chapter 3 of the RO Act, a restructure of the branches of an organisation, a determination or revocation by the General Manager, Fair Work Commission
- receive revenue from undertaking recovery of wages activity
- incur fees as consideration for employers making payroll deductions of membership subscriptions
- pay compulsory levies
- pay legal costs relating to litigation
- have a payable to an employer for that employer making payroll deductions of membership subscriptions
- have a payable in respect of legal costs relating to litigation
- have a fund or account for compulsory levies, voluntary contributions or required by the rules of the organisation or branch
- transfer to or withdraw from a fund (other than the general fund), account, asset or controlled entity
- have a balance within the general fund

In AUD

	2024	2023
Expenses incurred in connection with holding meetings of members of the reporting unit and any conferences or meetings of councils, committees, panels or other bodies for the holding of which the reporting unit was wholly or partly responsible.	33,849	30,600

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 27 Leases

#### (a) The Guild as a lessee

In AUD

The Guild leases photocopiers under an operating lease arrangement.

#### (i) Right-of-use assets recognised within property, plant and equipment

	2024	2023
Balance as at beginning of year	16,616	30,827
Additions	32,491	-
Terminations	(5,910)	-
Depreciation expense	(16,677)	(14,211)
Balance as at 30 June	<u>26,520</u>	<u>16,616</u>

#### (ii) Amounts recognised in profit or loss

Interest expense on lease liabilities	1,126	1,144
Depreciation of right of use assets	16,677	14,211
Expenses relating to short-term leases	50,781	-
	<u>68,584</u>	<u>15,355</u>

#### (iii) Amounts recognised in statement of cash flows

Total cash outflow for leases	<u>11,534</u>	<u>15,240</u>
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#### (iv) Lease liabilities

Current lease liabilities	7,813	16,113
Non-current lease liabilities	19,070	2,524
	<u>26,883</u>	<u>18,637</u>

Balance as at beginning of year	18,637	31,233
Additions	32,491	-
Terminations	(13,837)	-
Accretion of interest	1,126	2,644
Payments	(11,534)	(15,240)
Balance as at 30 June	<u>26,883</u>	<u>18,637</u>

#### (b) The Guild as a lessor

In AUD

	2024	2023
Less than one year	77,707	74,576
One to five years	15,837	89,843
More than five years	-	-
	<u>93,544</u>	<u>164,419</u>

In AUD

#### 2024

	Fixed payments	Variable payments	Total
Fixed rent	77,061	-	77,061
Variable rent with minimum payment	-	-	-
Variable rent only	-	-	-
	<u>77,061</u>	<u>-</u>	<u>77,061</u>

# The Pharmacy Guild of Australia (NSW Branch)

## Notes to the financial statements (continued)

For the year ended 30 June 2024

### Note 27 Leases (continued)

#### (b) The Guild as a lessor (continued)

	Fixed payments	Variable payments	Total
<b>2023</b>			
Fixed rent	73,903	-	73,903
Variable rent with minimum payment	-	-	-
Variable rent only	-	-	-
	<u>73,903</u>	<u>-</u>	<u>73,903</u>

### Note 28 Investment in Associates

The Guild holds an equity interest of 24.5% (2023: 24.5%) in Australian College of Pharmacy Pty Ltd (ACP). On 27 June 2024, additional capital of \$153,324 was contributed, with the Guild's equity interest remaining at 24.5% post contribution.

ACP is a Registered Training Organisation principally engaged in providing accredited high quality, affordable and accessible Continuing Professional Development (CPD) trainings and courses. The following table summarises the financial information of ACP.

#### Summary financial information of associates

In AUD

	2024	2023
Non-current assets	347,131	76,348
Current assets	8,508,303	2,293,414
Non-current liabilities	(117,883)	(1,848)
Current liabilities	(8,628,903)	(1,863,227)
<b>Net assets (100%)</b>	<u>108,648</u>	<u>504,687</u>
Percentage ownership interest	24.50%	24.50%
Revenue	6,474,010	2,917,262
(Loss)/Profit from continuing operations (100%)	(1,022,958)	133,498
Other comprehensive income (100%)	-	-
<b>Total comprehensive (loss)/income (100%)</b>	<u>(1,022,958)</u>	<u>133,498</u>
<b>Guild's share of total comprehensive loss (24.5%)</b>	(250,625)	-
<b>Impairment of investment in associate</b>	(242,699)	-
<b>Carrying amount of interest in associate</b>	<u>-</u>	<u>340,000</u>
<i>Reconciliation of carrying amount of interest in associates</i>		
Opening balance	340,000	-
Capital contribution	153,324	340,000
Guild's share of total comprehensive loss	(250,625)	-
Impairment of investment in associate	(242,699)	-
	<u>-</u>	<u>340,000</u>

# The Pharmacy Guild of Australia (NSW Branch)

## Committee of management statement

**For the year ended 30 June 2024**

On 4 September 2024, the Committee of Management of The Pharmacy Guild of Australia (NSW Branch) ("Guild") passed the following resolution in relation the general purpose financial report ("GPFR") for the year ended 30 June 2024:

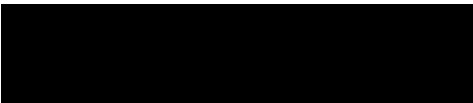
The Committee of Management declares that in its opinion:

- (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* ("RO Act");
- (c) the financial statements and notes give a true and fair view of the financial performance, financial position, cash flows and changes in equity of the Guild for the financial year to which they relate;
- (d) there are reasonable grounds to believe that the Guild 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 organisation including the rules of the branch concerned;
  - (ii) the financial affairs of the reporting unit have been managed in accordance with the rules of organisation including the rules of the branch concerned;
  - (iii) the financial records of the reporting unit have been kept and maintained in accordance with the RO Act;
  - (iv) where the organisation consists of two or more reporting units, the financial records of the reporting units have been kept, as far as practicable, in a consistent manner with each of the other reporting units of the organisation;
  - (v) where information has been sought in any request by a member of The Pharmacy Guild of Australia (NSW Branch) or the General Manager duly made under Section 272 of the RO Act, that information has been provided to the member or the General Manager; 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.
- (f) no revenue has been derived from undertaking recovery of wages activity during the reporting period.

This declaration is made in accordance with a resolution of the Committee of Management.

  
Branch President

Dated at Sydney this 4th day of September 2024

  
Judy Plunkett  
Vice-President, Finance

Dated at Sydney this 4th day of September 2024



# Independent Auditor's Report

To the members of The Pharmacy Guild of Australia (NSW Branch)

## Opinion

We have audited the **Financial Report** of The Pharmacy Guild of Australia (NSW Branch) (the Branch).

In our opinion, the accompanying Financial Report presents fairly, in all material respects, the financial position of The Pharmacy Guild of Australia (NSW Branch) as at 30 June 2024, and of its financial performance and its cash flows for the year then ended, in accordance with:

- *Australian Accounting Standards*
- 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).

The **Financial Report** comprises:

- Statement of financial position as at 30 June 2024
- Statement of profit or loss, Statement of comprehensive income, Statement of changes in equity, and Statement of cash flows for the year then ended
- Notes, including material accounting policies
- Committee of Management Statement
- Subsection 255(2A) report.

## Basis for opinion

We conducted our audit in accordance with *Australian Auditing Standards*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 Branch 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 fulfilled our other ethical responsibilities in accordance with these requirements.

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### Restriction on use and distribution

The Financial Report has been prepared to assist the Members of the Branch in complying with the financial reporting requirements of the Fair Work (Registered Organisations) Act 2009.

As a result, the Financial Report and this Auditor's Report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Our report is intended solely for the Members of The Pharmacy Guild of Australia (NSW Branch) and the Registered Organisations Commission and should not be used by or distributed to parties other than the Members of The Pharmacy Guild of Australia (NSW Branch) and the Registered Organisations Commission. We disclaim any assumption of responsibility for any reliance on this report, or on the Financial Report to which it relates, to any person other than the Members of The Pharmacy Guild of Australia (NSW Branch) and the Registered Organisations Commission or for any other purpose than that for which it was prepared.

### Other Information

Other Information is financial and non-financial information in The Pharmacy Guild of Australia (NSW Branch)'s annual report which is provided in addition to the Financial Report and the Auditor's Report. The Committee of Management is responsible for the Other Information.

Our opinion on the Financial Report does not cover the Other Information and, accordingly, we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the Financial Report, our responsibility is to read the Other Information. In doing so, we 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.

We are required to report if we conclude that there is a material misstatement of this Other Information, and based on the work we have performed on the Other Information that we obtained prior to the date of this Auditor's Report we have nothing to report.

### Responsibilities of Committee of Management for the Financial Report

The Committee of Management of the Branch are responsible for:

- the preparation and fair presentation of the Financial Report in accordance with the financial reporting requirements of *Australian Accounting Standards* and requirements of the Fair Work (Registered Organisations) Act 2009;
- implementing necessary internal control to enable the preparation of Financial Report that is free from material misstatement, whether due to fraud or error; and
- assessing the Branch's ability to continue as a going concern and whether the use of the going concern basis of accounting is appropriate. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate the Branch or to cease operations, or have no realistic alternative but to do so.



## Auditor's responsibilities for the audit of the Financial Report

Our objective is:

- to obtain reasonable assurance about whether the Financial Report as a whole is free from material misstatement, whether due to fraud or error; and
- to issue an Auditor's Report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with *Australian Auditing Standards* will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They 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 the Financial Report.

A further description of our responsibilities for the audit of the Financial Report is located at the *Auditing and Assurance Standards Board* website at:

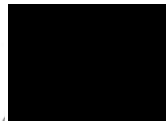
[http://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf) This description forms part of our Auditor's Report.

## Opinion

In our opinion, the Committee of Management's use of the going concern basis of accounting in the preparation of the Financial Report is appropriate.

I am an auditor registered under the Fair Work (Registered Organisations) Act 2009.

KPMG



Mohammad Azhar

*Partner*

Sydney

4 September 2024

Registration number under the RO Act: AA2024/9

Registration Company Auditor number: 547558