

**Adelaide Northern Division of General Practice Ltd
ABN 12 061 979 048**

Northern Health Network

**Financial Statements
For the year ended 30 June 2016**

Ascensio Accountants

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Adelaide Northern Division of General Practice Ltd ABN 12 061 979 048
Northern Health Network

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Adelaide Northern Division of General Practice Ltd ABN 12 061 979 048

Northern Health Network

Your directors present this report on the company for the financial year ended 30 June 2016.

Directors

The names of the directors in office at any time during or since the end of the year are:

Dr Farooq AHMAD	-	Director
Qualifications	-	MBBS, FRACGP, Dip Farm Med
Experience	-	Board Appointed: 25 March 2009
Special Responsibilities	-	Nil
Dr Richard HEAH	-	Director / Chairman
Qualifications	-	MBBS, Dip RANZCOG, ACCAM, FRACGP
Experience	-	Board Appointed: 19 November 2004
Special Responsibilities	-	Chairman
Dr Vikas JASORIA	-	Director
Qualifications	-	MBBS, DRCOG, BSc.(Hons), MRCGP, FRACGP, GAICD
Experience	-	Board Appointed: 1 October 2010; Resigned 3 August 2015
Special Responsibilities	-	Public Officer
Dr Rizwan LATIF	-	Director
Qualifications	-	MBBS, FRACGP
Experience	-	Board Appointed: 14 December 2009
Special Responsibilities	-	Risk & Finance Committee Member
Dr Seema JAIN	-	Director
Qualifications	-	FRACGP
Experience	-	Board Appointed: 15 July 2013
Special Responsibilities	-	Nil
Dr Sudheer TALARI	-	Director
Qualifications	-	MBBS
Experience	-	Board Appointed: 15 July 2013
Special Responsibilities	-	Nil
Daniel J HAYDON	-	Director
Qualifications	-	Masters of Health Services Management
Experience	-	Board Appointed: 10 February 2014
Special Responsibilities	-	Risk & Finance Committee Member
John MANNING	-	Director
Qualifications	-	Bachelor of Commerce
Experience	-	Board Appointed: 3 August 2015
Special Responsibilities	-	Risk & Finance Committee Chair

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Directors' Meetings

During the year ten (10) Directors' meetings were held. An account of attendances follows:

	Directors' Meetings Attended	AGM	Risk & Finance Committee
Dr Farooq AHMAD	9	0	-
Dr Richard Heah	9	1	3
Dr Vikas JASORIA	0	0	-
Dr Rizwan Latif	9	1	6
Dr Seema JAIN	10	1	-
Dr Sudheer TALARI	8	0	-
Dr Daniel J HAYDON	10	1	6
Dr John MANNING	9	1	3

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Operating Result

The total surplus from operations of the company for the financial year after providing for income tax amounted to:

Year ended	Year ended
30 June 2016	30 June 2015
\$202,002	\$(15,135)

Significant Changes in the State of Affairs

No significant changes in the company's state of affairs occurred during the financial year.

Principal Activities

The Northern Health Network delivers innovative programs enabling improved access to health and wellness services in metro and regional areas. For FY2015-2016, NHN has delivered clinical services across the age span (5 years upwards) and complexity of mental health concerns, with Tier 1 and Tier 2 ATAPS funded programs, including the Suicide Intervention Program, perinatal mental health, palliative care, Aboriginal mental health, child mental health and state funded Shared Care with GPs program. It is also the lead agency for headspace Edinburgh North. Furthermore, NHN has also provided support to GPs and the community through education and training, health promotions and provision of IT support services.

After Balance Date Events

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in subsequent financial years.

Directors' Benefits

No director has received or has become entitled to receive, during or since the financial year, a benefit because of a contract made by the company or related body corporate with a director, a firm which a director is a member or an entity in which a director has a substantial financial interest.

This statement excludes a benefit included in the aggregate amount of emoluments received or due and receivable by directors shown in the company's accounts, or the fixed salary of a full-time employee of the company or related body corporate.

Adelaide Northern Division of General Practice Ltd ABN 12 061 979 048
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Directors' Declaration

Indemnifying Officer or Auditor

No indemnities have been given or agreed to be given or insurance premiums paid or agreed to be paid, during or since the end of the financial year, to any person who is or has been an officer or auditor of the company.

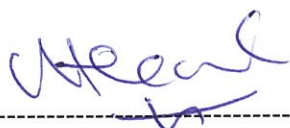
Proceedings on Behalf of Company

No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings. The company was not a party to any such proceedings during the year.

Auditors Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 has been included.

Signed in accordance with a resolution of the Board of Directors:



Dr Richard HEAH
Director



Mr. John MANNING
Director

Dated:

Adelaide Northern Division of General Practice Ltd ABN 12 061 979 048
Northern Health Network
Directors' Declaration

The directors of the company declare that:

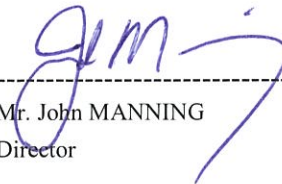
1. the financial statements and notes are in accordance with the Corporations Act 2001 and:
 - (a) comply with Accounting Standards and the Corporations Regulations; and
 - (b) give a true and fair view of the company's financial position as at 30 June 2016 and of its performance for the year ended on that date;
2. in the directors' opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

The directors are responsible for the reliability, accuracy and completeness of the accounting records and the disclosure of all material and relevant information.

This declaration is made in accordance with a resolution of the Board of Directors.



Dr Richard HEAH
Director



Mr. John MANNING
Director

Dated:

Adelaide Northern Division of General Practice Ltd ABN 12 061 979 048
Northern Health Network

Statement of Comprehensive Income
For the year ended 30 June 2016

	Note	2016 \$	2015 \$
Revenues	2	5,603,016	80,963
Employee Benefits Expense		(4,331,138)	(64,305)
Program Delivery Expenses		(465,613)	(6,516)
ICT Expense		(202,948)	-
Occupancy expenses		(196,400)	-
Other Expenses		(204,915)	(25,277)
Total Surplus from operations for the year		202,002	(15,135)

Adelaide Northern Division of General Practice Ltd ABN 12 061 979 048
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Statement of Financial Position as at 30 June 2016

	Note	2016 \$	2015 \$
Assets			
Current Assets			
Cash and cash equivalents	<u>3</u>	3,221,746	1,920,297
Trade & Other Receivables	<u>4</u>	978,998	5,300
Other Current Assets	<u>5</u>	15,611	1,151
Total Current Assets		<u>4,216,356</u>	<u>1,926,748</u>
 Liabilities			
Current Liabilities			
Trade & Other Payables	<u>6</u>	186,222	3,500
Financial Borrowings	<u>7</u>	13,425	12
Current tax liabilities	<u>8</u>	188,076	437
Provisions	<u>9</u>	319,076	-
Other Current Liabilities	<u>10</u>	1,188,459	-
Total Current Liabilities		<u>1,895,258</u>	<u>3,949</u>
Non-Current Liabilities			
Provisions	<u>9</u>	196,297	-
Total Non-Current Liabilities		<u>196,297</u>	<u>0</u>
Total Liabilities		<u>2,091,555</u>	<u>3,949</u>
Net Assets		<u>2,124,801</u>	<u>1,922,798</u>
 Equity			
Retained Earnings		<u>2,124,801</u>	<u>1,922,798</u>
Total Equity		<u>2,124,801</u>	<u>1,922,798</u>

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Statement of Changes in Equity for the year ended 30/06/2016

	Notes	Retained Earnings	Total
Balance at 1 July 2014		1,937,934	1,937,934
Surplus from operations for the year		(15,135)	(15,135)
Balance at 30 June 2015		1,922,798	1,922,798
Surplus from operations for the year		202,002	202,002
Balance at 30 June 2016		2,124,801	2,124,801

Adelaide Northern Division of General Practice Ltd ABN 12 061 979 048
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Statement of Cash Flows
For the year ended 30 June 2016

	2016	2015
	\$	\$
Cash Flow From Operating Activities		
Receipts from customers	4,572,447	29,819
Payments to Suppliers and employees	(3,342,233)	(119,468)
Interest received	56,871	46,304
Tax Paid	1,151	(967)
Net cash provided by (used in) operating activities (note 2)	1,288,237	(44,312)
Cash Flow From Investing Activities		
Payment for:		
Other Assets	(200)	-
Net cash provided by (used in) investing activities	(200)	-
Cash Flow From Financing Activities		
Proceeds of borrowings	13,413	12
Net cash provided by (used in) financing activities	13,413	12
Net increase (decrease) in cash held	1,301,450	(44,300)
Cash at the beginning of the year	1,920,297	1,964,597
Cash at the end of the year (note 1)	3,221,746	1,920,297

Adelaide Northern Division of General Practice Ltd ABN 12 061 979 048
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Statement of Cash Flows
For the year ended 30 June 2016

2016

2015

Reconciliation Of Cash

For the purposes of the statement of cash flows, cash includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts.

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

Cash At Bank	3,642	1,982
CBA Term Deposit Bank Guarantee	100,000	100,000
Business Online acc - 8905	-	1,818,315
NAB Cheque	52,640	-
NAB Savings	713,866	-
NAB Staff Liability a/c	500,109	-
NAB Term Deposits	1,850,745	-
Petty Cash	745	-
	3,221,746	1,920,297

Reconciliation Of Net Cash Provided By/Used In Operating Activities To Net Profit

Operating profit (loss)	202,002	(15,135)
Increase/(decrease) in provision for tax (GST)	1,151	(967)
Changes in assets and liabilities net of effects of purchases and disposals of controlled entities:		
(Increase) decrease in trade and term debtors	(973,698)	(4,840)
(Increase) decrease in prepayments	(15,411)	-
Increase (decrease) in trade creditors and accruals	21,438	(23,807)
Increase (decrease) in other creditors	1,349,743	-
Increase (decrease) in employee entitlements	515,372	-
Increase (decrease) in sundry provisions	187,639	437
Net cash provided by operating activities	1,288,237	(44,312)

Adelaide Northern Division of General Practice Ltd ABN 12 061 979 048
Northern Health Network
Notes to the Financial Statements
For the year ended 30 June 2016

Note 1: Statement of Significant Accounting Policies

The financial report is a general purpose financial report that has been prepared in accordance with Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.

The financial report covers Adelaide Northern Division of General Practice Ltd as an individual entity. Adelaide Northern Division of General Practice Ltd is a company limited by shares, incorporated and domiciled in Australia.

The financial report of Adelaide Northern Division of General Practice Ltd and the controlled entity and Adelaide Northern Division of General Practice Ltd as an individual parent entity comply with all Australian equivalents to International Financial Reporting Standards (IFRS) in their entirety.

The following is a summary of the material accounting policies adopted by the economic entity in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

(a) Basis of Preparation

The accounting policies set out below have been consistently applied to all years presented unless stated otherwise.

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, and financial assets and financial liabilities for which the fair value basis of accounting has been applied.

(b) Accounting Policies

Income tax

The Association is exempt in accordance with the Terms of Section 50-5 of the Income Tax Assessment Act 1997 as amended.

Employee Benefits

Provision is made for the liability for employee entitlements arising from services rendered by employees to balance date. Employee entitlements have been measured at the amount expected to be paid when the liability is settled.

Provisions

Provision are recognised when Adelaide Northern Division of General Practice Ltd has a legal or constructive obligation, as a result of past events, for which it is probable that the outflow of economic benefit will result and that the outflow can be measured reliably.

Cash and Cash Equivalents

Cash and Cash Equivalents includes cash on hand, deposits held at call with banks or financial institutions, other short term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short term borrowings in current liabilities on the balance sheet.

Revenue

Revenue from the sale of goods is recognised upon the delivery of goods to customers. Interest revenue is recognised on a proportional basis taking in to account the interest rates applicable to the financial assets. Revenue from the rendering of a service is recognised upon the delivery of the service to the customers. All revenue is stated net of the amount of goods and services tax (GST).

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Notes to the Financial Statements
For the year ended 30 June 2016

Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use of sale.

All other borrowing costs are recognised in income in the period in which they are incurred

Goods and Service Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. 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 balance sheet are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

Comparative Figures

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

Adelaide Northern Division of General Practice Ltd ABN 12 061 979 048
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Notes to the Financial Statements
For the year ended 30 June 2016

2016

2015

Note 2: Revenue and Other Income

Revenue:

Interest Income	56,871	46,304
Grant Funding Income	5,146,855	-
IT Services Income	228,039	-
Other Income	171,251	34,659
	5,603,016	80,963

Note 3: Cash assets

Bank accounts:

Cash At Bank	3,642	1,982
CBA Term Deposit Bank Guarantee	100,000	100,000
Business Online acc - 8905	-	1,818,315
NAB Cheque	52,640	-
NAB Savings	713,866	-
NAB Staff Liability a/c	500,109	-
NAB Term Deposit	1,850,745	-
Other cash items:		
Petty Cash	745	-
	3,221,746	1,920,297

Reconciliation of Cash:

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

- Cash	3,221,746	1,920,297
	3,221,746	1,920,297

Adelaide Northern Division of General Practice Ltd ABN 12 061 979 048
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Notes to the Financial Statements
For the year ended 30 June 2016

2016

2015

Note 4: Trade & Other Receivables

Current

Trade debtors	978,998	5,300
	978,998	5,300
	978,998	5,300

Note 5: Other Current Assets

Prepayments	15,411	-
Other	200	-
	15,611	-
	15,611	-

Note 6: Trade & Other Payables

Unsecured:

- Trade creditors	24,938	3,500
- Other creditors	161,283	-
	186,222	3,500
	186,222	3,500

Note 7: Borrowings

Current

Unsecured:

- Credit Cards	13,425	12
	13,425	12
	13,425	12

Note 8: Tax Liabilities

Current

GST clearing	147,572	-
Amounts withheld from salary and wages	40,504	437
	188,076	437
	188,076	437

Adelaide Northern Division of General Practice Ltd ABN 12 061 979 048
Northern Health Network
Notes to the Financial Statements
For the year ended 30 June 2016

	2016	2015
Note 9: Provisions		
Current		
Employee entitlements*	319,076	-
	319,076	-
Non Current		
Employee entitlements*	196,297	-
	196,297	-
* Aggregate employee entitlements liability	515,372	-

Note 10: Other Liabilities

Current

Grants in Advance	1,188,459	-
	1,188,459	-

Note 11: Auditors' Remuneration

Remuneration of the auditor of the company for:

Auditing or reviewing the financial report	8,000	-
Other services	-	-
	8,000	-

Note 12: Events Subsequent to Reporting Date


Since the end of the financial year there have been no events that would give rise to an adjustment to the accounts for the year ended 30 June 2016.

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 60-40 OF THE AUSTRALIAN CHARITIES AND NOT-FOR-PROFITS
COMMISSION ACT 2012**

In accordance with section 60-40 of the Australian Charities and Not-for-profit Commission Act 2012, I am pleased to provide the following declaration to independence to the committee/board members of Adelaide Northern Division of General Practice Ltd.

As proprietor of Ascensio Accountants for the audit of the financial statements of Adelaide Northern Division of General Practice Ltd for the financial year ended 30 June 2016, I declare that to the best of my knowledge and belief, there have been no contraventions of any applicable code of professional conduct in relation to the audit.

Natale Rugari
Proprietor


Ascensio Accountants

Date: 22 August 2016

Independent Auditor's Report

Report on the Financial Report

We have audited the accompanying financial report of Adelaide Northern Division of General Practice Ltd (the company), which comprises the Directors' Declaration, the Statement of Profit or Loss and Other Comprehensive Income, the Statement of Financial Position, Statement of Cash Flows, Statement of Changes In Equity, a summary of significant accounting policies and other explanatory notes for the financial year ended 30 June 2016.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error. In Note 1, the directors also state, in accordance with Accounting Standard AASB 101: Presentation of Financial Statements that the financial statements comply with International Financial Reporting Standards (IFRS).

Auditor's Responsibility

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

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

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

Independence

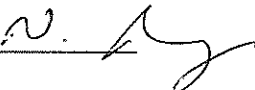
In conducting our audit, we have complied with the independence requirements of the Corporations Act 2001. We confirm that the independence declaration required by the Corporations Act 2001, provided to the directors of Adelaide Northern Division of General Practice Ltd on 30 June 2016 would be in the same terms if provided to the directors as at the time of this auditor's report.

Opinion

In our opinion:

- a. the financial report of Adelaide Northern Division of General Practice Ltd is in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the company's financial position as at 30 June 2016 and of its performance for the year ended on that date; and
 - (ii) complying with Australian Accounting Standards (including Australian Accounting Interpretations) and the Corporations Regulations 2001;
- b. The financial report also complies with International Financial Reporting Standards as disclosed in Note 1.

Signed on: 22nd August 12, 2016



Natale Rugari
Registered Company Auditor