



Yoga Australia Ltd

ABN: 64 103 198 081

Financial Statements

For the Year Ended 30 June 2020

Yoga Australia Ltd

ABN: 64 103 198 081

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For the Year Ended 30 June 2020

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Yoga Australia Ltd

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Directors' Report for the Year Ended 30 June 2020

Your directors present this report on the company for the financial year ended 30 June 2020. In order to comply with the provisions of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act), the directors report as follows:

Directors

The names of each person who has been a director during the year and to the date of this report are:

Leanne Davis Resigned 1 December 2019
Katherine Garnett Resigned 1 December 2019
Tamara Ogilvie appointed 12 July 2019 Resigned 31 January 2020
Robyn Lewis Resigned 1 December 2019
Carmel Gannon Resigned 1 December 2019
Kym McDonald appointed 12 July 2019
Gabrielle Boswell appointed 12 July 2019. Resigned 7 September 2020
Rebel Tucker appointed 1 December 2019
Claire Holloway appointed 1 December 2019
Kathleen Williams appointed 1 December 2019
Rita Davis appointed 7 January 2020

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

Principal Activities

The principal activity of the company during the financial year was to maintain the integrity and tradition of yoga in Australia, through the upholding of teaching standards and representation of its members.

Review of Operations

During the year, the company continued to engage in its principal activity, the results of which are disclosed in the attached financial statements.

The net current year surplus/loss of the company for the financial year ended 30 June 2020 amounted to a net surplus of \$87,251 (2019: net loss of \$86,601).

Short-term and Long-term Objectives

The company's short-term objectives is 'Quality Yoga for all Australians' with the following focus areas:

- Grow our community
- Support our members
- Secure our future

The company's long-term objectives are to:

- serve the membership and yoga community as the peak body for yoga in Australia
- ensure everyone can access, experience and enjoy the diverse benefits of yoga through body, mind and spirit

Strategies

To achieve its stated objectives, the company has adopted the following strategies:

- Remove barriers for new members;
- Engage across Australia about Yoga;
- Increase connections with training providers;
- Improve access to tailored education;
- Enhance proactive communication channels;

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Directors' Report for the Year Ended 30 June 2020

- Demonstrate value for money for members;
- Embed sustainable financial management;
- Identify and implement productivity improvements;
- Secure mutually beneficial partnerships to increase value for members.

Key Performance Measures

The company measures its own performance through the use of both quantitative and qualitative benchmarks. The benchmarks are used by the directors to assess the financial sustainability of the company and whether the company's short-term and long-term objectives are being achieved.

Information on Directors

Kym McDonald	-	President
Qualifications	-	Senior Teacher Cert IV Trainer and Assessor Cert IV Workplace and Business Coaching Cert IV Leadership and Management Cert III Customer Engagement Certified Leadership Circle Facilitator and Coach Enneagram Facilitator and Coach Diploma of Yoga, Postgraduate in Yoga Therapy Cert IV in Ayurvedic Consultation
Experience	-	Owner Operator of Yogic Wisdom/Call Cere of Excellence 14 Years Meditation Teacher 17 years Yoga Teacher 10 years Yoga Teacher and Yoga Therapist Trainer CRM and Call Centre Manager for 10 years
Special Responsibilities	-	Grievance Committee Change management Member services
Claire Holloway	-	Vice-president – Appointed 1 December 2020
Qualifications	-	BEng (Hons 1st Class) Six Sigma Greenbelt 350hr Yoga Teacher Prenatal and Postnatal Yoga Teacher
Experience	-	Yoga teacher 3 years Engineer 10 years Business Improvements Specialist 10 years Board Director (various roles) 5 years
Special Responsibilities	-	RAP Working Group Children's Working Group

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Directors' Report for the Year Ended 30 June 2020

Rebel Tucker	–	Secretary – Appointed 1 December 2020
Qualifications	–	Level 2 Yoga Teacher - Byron Bay Yoga Diploma of Naturopathy Diploma of Herbal Medicine Diploma Remedial Therapies Diploma of Reflexology Diploma Shiatsu Therapy Diploma Homoeopathy Aromatherapy Certification Reiki Level 2 Certification NLP Trainer Yoga Therapy (TBC 2020)
Experience	–	Owner Operator Yoga Rebel Studio - 3 months Owner Yoga Rebel - 8 years Yoga Teacher - 8 years Meditation Teacher - 8 years Yoga Therapist in Training - 2 years Naturopath - 27 years Shiatsu Therapist - 26 years Practice Manager - 3 years - 2007-2010 Fitness Leader - ACHPER - 10 years
Special Responsibilities	–	Research Group
Kathleen Williams	–	Ordinary Board Member – Appointed 1 December 2020
Qualifications	–	Victoria University - Bachelor of laws RMIT - Master of Business Administration GRCI - Certified risk and Compliance Professional
Experience	–	Admitted lawyer 2011 Risk and compliance professional with AIA Australia 6 years AICD directors' course
Special Responsibilities	–	Grievance Committee
Rita Davis	–	Treasurer, Secretary – Appointed 7 January 2020
Qualifications	–	Bachelor of Business (Accounting) CPA
Experience	–	29 years as a finance professional
Special Responsibilities	–	Peak Body Working Group
Gabrielle Boswell	–	Ordinary Board Member - Resigned 7 September 2020.
Qualifications	–	IAYT certified /Yoga Australia registered Yoga Therapist, Training Provider
Experience	–	Yoga Australia state rep for 6 years then NMC for 1 year and on YA conference committees (5 years), yoga studio owner
Special Responsibilities	–	Yoga Therapy Working group

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Directors' Report for the Year Ended 30 June 2020

Leanne Davis	–	President – Resigned 1 December 2019
Qualifications	–	Senior Teacher Bachelor of Health Science (Acupuncture) AHPRA registered Health Practitioner
Experience	–	Held previous State Representative, Conference Committee and Vice President roles for Yoga Australia since 2009 Certification Committee member for International Association of Yoga Therapists (U.S.A.) Past President of Yoga New Zealand and Current member of the Council of Teachers for Yoga New Zealand Member of the Advisory board for Wellpark College of Natural Therapies, Auckland New Zealand Acupuncturist, 30 years Senior Yoga Australia Member, 31 years teaching Yoga therapist- Registered with Yoga Australia and Certified by IAYT Yoga teacher/therapist trainer Vedic Chanting teacher
Special Responsibilities	–	Grievance resolution and Ethics review for Yoga Australia Representing Yoga Australia with various local and international organisations and events
Katherine Garnett	–	Vice President – Resigned 1 December 2019
Qualifications	–	Level 2 Yoga Australia Member Master of Communication - Edith Cowan University Graduate Diploma of Education (Secondary) Bachelor of Arts (Multimedia Design) Diploma of Training and Assessment Certificate IV in Training and Assessment Certificate III in Business Diploma of Quality Auditing (BSB51607) (Part Competencies) – Progressive Training
Experience	–	11 years' experience in VET sector (Lecturing & Management) 8 years teaching yoga and as a yoga business owner
Special Responsibilities	–	Teacher Training Working Group Health Funds Project (previously Research Working Group)
Tamara Ogilvie	–	Treasurer – Resigned 31 January 2020
Qualifications	–	Level 1 Yoga Australia Member Associate Chartered Accountant (ICAEW)
Experience	–	Previous Yoga Australia Executive member including past Treasurer (May 2013 to Aug 2017) Bachelor of Arts (Honors), Bachelor of Commerce Grad Cert Journalism Associate Chartered Accountant (Institute of Chartered Accountants England & Wales)
Special Responsibilities	–	Governance

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Directors' Report for the Year Ended 30 June 2020

Carmel Gannon	–	Ordinary Board Member (Treasurer until 12 July 2019) - Resigned 1 December 2019
Qualifications	–	Senior Yoga Australia Members and Yoga therapist
Experience	–	Yoga teacher for 17 years and Yoga therapist for 3 years National Management Committee Qld Rep (Nov 2014 – Nov 2017) Yoga Australia Treasurer (Nov 2017 – Jul 2019)
Special Responsibilities	–	Business of Yoga working group (2018) Yoga Therapy working group Teacher Training working group
Robyn Lewis	–	Ordinary Board Member – Resigned 1 December 2019
Qualifications	–	Level 2 Yoga Australia Member
Experience	–	9 years yoga teaching experience, business owner, previous secretary Yoga Australia
Special Responsibilities	–	Peak Body Working Group Yoga for Children Working Group

Meetings of Directors

During the financial year, 16 meetings of directors were held. Attendances by each director were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
Kym McDonald	16	16
Claire Holloway	9	7
Gabrielle Boswell	9	9
Rebel Tucker	9	9
Kathleen Williams	9	8
Rita Davis	9	9
Leanne Davis	7	7
Katherine Garnett	7	6
Robyn Lewis	6	5
Carmel Gannon	7	7
Tamara Ogilvie	7	6

Members Guarantee

The company is a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$10 towards meeting any outstanding obligations of the entity. At 30 June 2020 the total amount that members of the company are liable to contribute if the company is wound up is \$10 (2019: \$10).

Yoga Australia Ltd

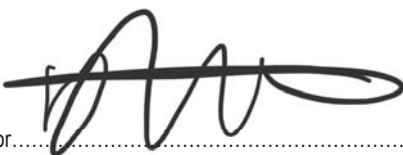
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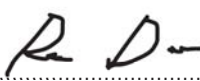
Directors' Report for the Year Ended 30 June 2020

Auditor's Independence Declaration

The lead auditor's independence declaration for the year ended 30 June 2020 has been received and can be found on page 7 of the financial report.

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

Director.....

Director.....

Dated this 27 day of October 2020

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Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 to the Directors of Yoga Australia Ltd

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2020, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.



Saward Dawson



Jeffrey Tulk
Partner

Dated: 27 October 2020

Blackburn VIC

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Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 30 June 2020

		2020	2019
	Note	\$	\$
Revenue	2	557,054	495,491
Employee benefits expense		(290,690)	(307,467)
Advertising expense		(4,706)	(35,461)
Depreciation and amortisation expense		(12,191)	(24,675)
Meetings expense		(12,933)	(29,985)
Rental expense		(29,184)	(25,618)
Professional fees expense		(18,836)	(15,642)
IT and website expenses		(16,978)	(362)
Other expense		(84,285)	(142,882)
Surplus/(deficit) before income tax for the year		87,251	(86,601)
Income tax expense	14	-	-
Surplus/(deficit) for the year		87,251	(86,601)
Other comprehensive income for the year		-	-
Total comprehensive income for the year		87,251	(86,601)

The accompanying notes form part of these financial statements.

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Statement of Financial Position

As at 30 June 2020

	Note	2020 \$	2019 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	164,239	99,552
Trade and other receivables	4	71,526	32,724
Other financial assets	5	68,747	67,952
Other assets		4,648	2,887
TOTAL CURRENT ASSETS		309,160	203,115
NON-CURRENT ASSETS			
Property, plant and equipment	6	4,730	4,346
Intangible assets	7	3,360	14,802
TOTAL NON-CURRENT ASSETS		8,090	19,148
TOTAL ASSETS		317,250	222,263
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	8	59,656	40,839
Provision for employee benefits	9	13,893	25,674
Other liabilities	10	203,448	202,748
TOTAL CURRENT LIABILITIES		276,997	269,261
NON-CURRENT LIABILITIES			
TOTAL LIABILITIES		276,997	269,261
NET ASSETS		40,253	(46,998)
EQUITY			
Accumulated surplus		40,253	(46,998)
TOTAL EQUITY		40,253	(46,998)

The accompanying notes form part of these financial statements.

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Statement of Changes in Equity

For the Year Ended 30 June 2020

2020

	Accumulated Surpluses	Total
	\$	\$
Balance at 1 July 2019	(46,998)	(46,998)
Surplus for the year	87,251	87,251
Balance at 30 June 2020	<u>40,253</u>	<u>40,253</u>

2019

	Accumulated Surpluses	Total
	\$	\$
Balance at 1 July 2018	39,603	39,603
Deficit for the year	(86,601)	(86,601)
Balance at 30 June 2019	<u>(46,998)</u>	<u>(46,998)</u>

The accompanying notes form part of these financial statements.

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Statement of Cash Flows

For the Year Ended 30 June 2020

	2020	2019
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	563,491	534,458
Payments to suppliers and employees	(497,957)	(624,630)
Interest received	1,081	5,377
Net cash provided by (used in) operating activities	11 <u>66,615</u>	<u>(84,795)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Redemption/(placement) of term deposit	(795)	(1,527)
Payment for intangibles	-	(9,660)
Payment for property, plant and equipment	(1,133)	-
Net cash used by investing activities	<u>(1,928)</u>	<u>(11,187)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Net increase (decrease) in cash and cash equivalents held	64,687	(95,982)
Cash and cash equivalents at beginning of year	99,552	195,534
Cash and cash equivalents at end of financial year	3 <u>164,239</u>	<u>99,552</u>

The accompanying notes form part of these financial statements.

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Notes to the Financial Statements

For the Year Ended 30 June 2020

1 Summary of Significant Accounting Policies

(a) Basis of Preparation

Yoga Australia Ltd, a company limited by guarantee, previously an Incorporated Association operating under ABN: 73 114 192 020, registered with ASIC on 25 July 2018. On 11 October 2018, the name of the entity associated with the ABN moved from being Yoga Australia Inc to Yoga Australia Ltd.

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Corporations Act 2001. The board has determined that the company is not a reporting entity.

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

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

(b) Statement of Compliance

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under Australian Charities and Not-for-profits Commission Act 2012, the basis of accounting specified by all Australian Accounting Standards and Interpretations, and the disclosure requirements of Accounting Standards AASB 101: Presentation of Financial Statements, AASB 107: Cash Flow Statements, AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors and AASB 1054: Australian Additional Disclosures.

The company has concluded that the requirements set out in AASB 10 and AASB 128 are not applicable as the initial assessment on its interests in other entities indicates that it does not have any subsidiaries, associates or joint ventures.

The company complies with measurement and recognition of all Australian accounting standards except AASB 15: Revenue from Contracts with Customers, AASB 16: Leases and AASB 119: Employee Benefits.

(c) Revenue and other income

The Company recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and specific criteria have been met for each of Yoga Australia Ltd's activities as discussed below.

Revenue is measured at the fair value of the consideration received or receivable.

Membership income is recognised over the period of membership. Membership application fees are recognised over the first year of membership along with the annual fee. Income in advance mainly attaches to unearned membership fees that have been invoiced and received but not yet earned.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor; otherwise the grant is recognised as income on receipt.

Interest revenue is recognised using the effective interest rate method.

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Notes to the Financial Statements

For the Year Ended 30 June 2020

1 Summary of Significant Accounting Policies

(c) Revenue and other income

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

(d) Income tax

The charge of current income tax expense is based on the surplus for the year adjusted for any non-assessable or disallowed items. Given no such surplus was made after allowable adjustments in the 2020 financial year, no income tax expense is required to be paid.

No current or deferred income tax assets or liabilities have been raised by the company as it has not generated a taxable profit as calculated using the principle of mutuality. The company has carried forward tax losses. Deferred tax balances have not been recorded as the recovery of these tax losses is uncertain.

(e) Goods and services tax (GST)

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

(f) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less.

(g) Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

(h) Financial Assets - Term deposit

These investments have fixed maturities, and it is the company's intention to hold these investments to maturity. Any held-to-maturity investments held by the company are stated at amortised cost.

(i) Property, plant and equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses. Cost includes expenditure that is directly attributable to the asset.

Depreciation

The depreciable amount of all fixed assets, excluding freehold land, is depreciated on a reducing balance basis over the asset's useful life to Yoga Australia Ltd commencing from the time the asset is held ready for use.

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Notes to the Financial Statements

For the Year Ended 30 June 2020

1 Summary of Significant Accounting Policies

(i) Property, plant and equipment

Depreciation

The depreciation rates used for each class of depreciable asset are shown below:

Fixed Asset Class	Depreciation Rate
Furniture, fixture and fittings	5 - 33%

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

When an assets is disposed, the gain or loss is calculated by comparing proceeds received with its carrying amount and is taken to profit or loss.

(j) Intangible assets

Website

Websites have a finite life and are carried at cost less any accumulated amortisation. The estimated useful life is two and a half years.

(k) Impairment of assets

At the end of each reporting period, the Company reviews the carrying values of its 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 recognised in the income and expenditure statement.

(l) Accounts Payable and Other Payables

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the company during the reporting period that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(m) Employee benefits

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to the end of the reporting year. Employee benefits have been measured at the amounts expected to be paid when the liability is settled, plus any related on-costs. Long service leave is provided for after five years of service.

(n) Leases

Lease payments are charged as expenses on a straight-line basis over the life of the lease term.

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Notes to the Financial Statements

For the Year Ended 30 June 2020

1 Summary of Significant Accounting Policies

(o) Comparative figures

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

(p) Going concern

The company made a surplus of \$87,251 for the year ending 30 June 2020 which resulted in a net asset position of \$40,253 as at year end. The financial report has been prepared on the going concern basis, which assumes the continuity of normal business activities for the foreseeable future.

The basis has been used after consideration of the following factors by the Management of Yoga Australia:

- a) Significant portion of total liabilities relates to income in advance.
- b) No borrowings or debt.
- c) Strong cash balance at year end, reflecting 6.8X the average monthly operating expenses of \$38,141.
- d) To commit to continue focus on membership services, new memberships and membership retention.
- e) The current cash position is sufficient to meet all expenses as and when they fall due in this and future financial periods.
- f) To closely monitor the cash position and monthly financial performance of the entity against the forecasts prepared by the Board.
- g) To commit to the implementation of remedial action as required as and when necessary to ensure the entity continues to operate on a going concern basis.

Based on the actions detailed above, the directors have determined the company is a going concern.

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Notes to the Financial Statements

For the Year Ended 30 June 2020

2 Revenue and Other Income

	2020	2019
	\$	\$
Member subscriptions	429,144	433,783
Government stimulus payments	103,351	-
Interest income	1,543	5,372
Advertising	7,181	20,206
Other income	15,835	36,130
	<u>557,054</u>	<u>495,491</u>

3 Cash and Cash Equivalents

Cash at bank	164,239	99,552
	<u>164,239</u>	<u>99,552</u>

4 Trade and Other Receivables

CURRENT

Trade receivables	29,106	25,921
Government stimulus receivable	35,724	-
Accrued interest	92	200
Security bond receivable	6,604	6,603
	<u>71,526</u>	<u>32,724</u>

5 Financial Assets

Term deposit - Amortised cost	68,747	67,952
	<u>68,747</u>	<u>67,952</u>

6 Property, Plant and Equipment

PLANT AND EQUIPMENT

Furniture, fixture and fittings

At cost	7,335	6,202
Accumulated depreciation	(2,605)	(1,856)
Total furniture, fixture and fittings	<u>4,730</u>	<u>4,346</u>
Total plant and equipment	<u>4,730</u>	<u>4,346</u>

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Notes to the Financial Statements

For the Year Ended 30 June 2020

7 Intangible Assets

	2020	2019
	\$	\$
Website		
At cost	123,206	123,206
Accumulated amortisation	(119,846)	(108,404)
	<u>3,360</u>	<u>14,802</u>

8 Trade and Other Payables

CURRENT

Trade payables	18,212	8,120
Amounts owing to the ATO	18,579	17,361
Accrued expenses	22,865	15,358
	<u>59,656</u>	<u>40,839</u>

9 Employee Benefits

CURRENT LIABILITIES

- Annual leave	13,281	16,375
- Time In-Lieu	612	1,223
- Long service leave	-	8,076
	<u>13,893</u>	<u>25,674</u>

10 Other Liabilities

CURRENT

Membership fees in advance	203,448	202,748
	<u>203,448</u>	<u>202,748</u>

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Notes to the Financial Statements

For the Year Ended 30 June 2020

11 Cash Flow Information

Reconciliation of result for the year to cashflows from operating activities

	2020	2019
	\$	\$
Surplus/(deficit) for the year	87,251	(86,601)
Non-cash flows in deficit:		
- depreciation and amortisation	12,191	24,675
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	(38,802)	16,105
- (increase)/decrease in other assets	(1,761)	3,669
- increase/(decrease) in other liabilities	700	(18,893)
- increase/(decrease) in trade and other payables	18,817	(21,111)
- increase/(decrease) in provisions	(11,781)	(2,639)
Cash flow from operations	<u>66,615</u>	<u>(84,795)</u>

12 Leasing Commitments

Payable - minimum lease payments:

- not later than one year

	<u>5,214</u>	<u>20,625</u>
	<u>5,214</u>	<u>20,625</u>

The lease commitment relates to a non-cancellable property lease agreement at Suite 6C, 596 North Rd, Ormond. The property lease has a term of six months and one week commencing 23 June 2020.

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Notes to the Financial Statements

For the Year Ended 30 June 2020

13 Related Parties

Transactions with related parties

During the year, the company employed and paid Gabrielle Boswell (Director of Yoga Australia Ltd) for casual work. Gross wages and superannuation totalled \$1,161 during the year.

14 Income Tax Expense

The prima facie tax on result from ordinary activities before income tax is reconciled to the income tax as follows:

	2020	2019
	\$	\$
Prima facie tax payable/ (benefit) on surplus from ordinary activities before income tax at 27.5% (2019: 27.5%)	23,994	(19,732)
Increase/(decrease) in income tax expense due to:		
- Amount excluded under mutuality principle	(22,602)	11,069
- Deferred tax assets not brought to account	(1,392)	8,663
Income tax attributed to entity	<u>-</u>	<u>-</u>

The Company has \$209,801 of carried forward tax losses that have not been recognised as deferred tax assets.

15 Events after the end of the Reporting Period

Due to the COVID-19 pandemic in 2020, the company was required to make some changes to the arrangements for staff. Although the company is unable to determine the full extent of the financial impact of this crisis on the organisation at the time of signing, as per note 1(p), the board are currently satisfied that the short term implications will not adversely affect the Company's ability to continue to operate as a going concern.

Except for the above, no other matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

16 Company Details

The principal place of business is:

Suite 6C, 596 North Rd

Ormond VIC 3204

Australia

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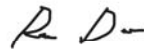
Directors' Declaration

The directors of the Company declare that:

1. the financial statements and notes for the year ended 30 June 2020 are in accordance with the *Corporations Act 2001* and:
 - a. comply with Accounting Standards, which, as stated in basis of preparation note to the financial statements; and
 - b. give a true and fair view of the financial position and performance of the Company;
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.

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

Director 

Director 

Dated 27/10/2020

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Independent Audit Report to the members of Yoga Australia Ltd

Report on the Financial Report

Opinion

We have audited the accompanying financial report, being a special purpose financial report of Yoga Australia Ltd, which comprises the statement of financial position as at 30 June 2020, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

In our opinion the financial report of Yoga Australia Ltd is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Company's financial position as at 30 June 2020 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the board's financial reporting responsibilities under the *Corporations Act 2001*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Directors' Responsibility for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the *Corporations Act 2001* and is appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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In preparing the financial report, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the company.

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- Conclude on the appropriateness of the company's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.


Saward Dawson



Jeffrey Tulk
Partner

Dated: 27 October 2020

Blackburn VIC