



ANNUAL REPORT

2018

amSa

AUSTRALIAN
MEDICAL STUDENTS'
ASSOCIATION



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ABOUT AMSA

THE VOICE OF 17,000 MEDICAL STUDENTS

The Australia Medical Students' Association (AMSA) is the peak representative body for medical students in Australia. Each of the 21 medical schools elect a representative to sit on AMSA Council, the primary decision-making body of the Association. AMSA's operations and activities have a common aim to connect, inform and represent Australia's 17,000 medical students. These include:

ADVOCACY

AMSA actively advocates on important issues affecting medical students through policy development, advocacy campaigns and representation to governments, universities and other medical and medico-political stakeholders. AMSA's grass-roots approach to policy development allows for strong engagement with its members. Local AMSA Representatives or medical schools chair Subcommittees and Think-Tanks across the country to produce and review policy and other initiatives.

EVENTS, INITIATIVES AND PROJECTS

An extensive, dynamic network of medical students is cultivated through AMSA's renowned educational, social and leadership events and programs. AMSA connects its members through these unique and highly valued opportunities and experiences. Additionally, AMSA runs projects such as Vampire Cup and Blue Week designed to improve medical student health and wellbeing and increase community immersion.

GLOBAL, RURAL AND INDIGENOUS HEALTH

Global health, rural health and indigenous health are important focus areas for AMSA and form a solid part of its policy platform. AMSA provides specific opportunities for its members to become actively involved in these areas, for example, through AMSA's popular Global Health Committee.

PUBLICATIONS

AMSA's premier publications Embolus and Panacea serve as an important conduit through which AMSA connects and informs Australian medical students. Their monthly and bi-annual distribution respectively provide AMSA's members with an update of internal and advocacy activity and showcase articles from medical students on a broad range of topics. AMSA's Internship and Residency Guide assists final year medical students with making informed decisions about internship preferences.



FROM THE AMSA CHAIR

DR GAVIN WAYNE



2018 was an incredibly successful year for AMSA. From advocacy wins, resources constructed, and world-class events run, AMSA and its volunteers continue to punch far in excess of its weight to execute upon its core mandate to connect, inform, and represent Australia's medical students.

I am constantly amazed at the capacity, professionalism, and commitment of AMSA members and volunteers. There is not a week that goes by where there is not an achievement made, initiative commenced, or win won, that when considered in isolation is impressive. When, however, taken with the time constraints of individuals already studying invariably full time, these accomplishments can be considered superhuman.

On behalf of the Board, I would like to extend our thanks and gratitude to all individuals who have volunteered their time, passion, and efforts to AMSA in 2018. This is an endeavour of, by, and for our members, and it is to those who engage, volunteer, and attend AMSA events that this company endures and even exists. For this, we thank you.

On behalf of the Board, I express my continued thanks for the ongoing support of the Australian Medical Association (AMA). Through administrative services, accounting, employment, IT, and a range of technical elements, the AMA supports the core of AMSA's functions whilst both enabling AMSA's independence both strategically and within the advocacy space. We thank the AMA for their ongoing support and look forward to its continuation in future years.

To Jessica Yang and the 2019 incoming executive team, I extend on behalf of the company both congratulations and welcome. Elected at the second council of 2018, Jessica Yang and the team she leads formally took over their roles January 1st, 2019. We wish them all the best over the course of their tenure and efforts to ensure that AMSA, and the experiences and services which it offers, continues to remain world-class.

To Phoebe Macintosh-Evans and her team who also ran for the 2019 Executive, I offer commiserations and best wishes for the future. It is no easy task to put one's name forward to run for a position, particularly a public one. I encourage all those reading this to consider putting your names forward in consideration for positions into the future, be it with the events teams, executive, or one of AMSA's special interest groups.

2018 saw AMSA events continue to be run and conducted with steadfast professionalism and commitment. Both AMSA Convention and AMSA Global Health Conference convened by Sid Narula and Gowri Shivasabesan with Alice Mizrahi respectively were immense successes. The Board thanks the Convenors, their teams, and all AMSA members who attended these events for helping to perpetuate the world-class experience that AMSA events are known for.

National Leadership Development Seminar 2018 as well as Rural Health Summit 2018 co-convened by Phoebe Macintosh-Evans and Megan Foo, and Dayna Duncan and Jordan Vivian respectively also continued to go from strength to strength. The Board thanks all involved in these events for their services and involvement.

To Alex Farrell, Jack Mackenzie and the wider 2018 Executive, I offer the Company's thanks. The work that was put in by your team, the burdens shouldered, and the decisions made, shall stand AMSA in good stead for many years to come.

In late 2018, AMSA welcomed Adrian Armitage to the position of AMSA Executive Officer. The Executive Officer position is a critical one within the Company, filling essential workforce, administrative and supporting roles. We welcome Adrian Armitage to the Company.

Now that my time as a medical student has finished, it is an appropriate time to reflect on my own time spent both experiencing the service and events offered by AMSA, as well as within the organisation. AMSA is unlike any other student lead and run organisation that I have encountered. The opportunities that it affords to its members and volunteers are things that I dared never to dream of. I encourage all to consider AMSA as a potential volunteering avenue for the future, and I thank those who mentored, pushed, cajoled me into being a part of the organisation in the first place, for you have shaped both my present and my future.

As AMSA looks forward to its 60th year, I offer my best wishes to Haydn Dodds as the incoming Chair of the Board. It has been a privilege to pause in this position, and I wish my successor all the best over the coming year.

I am, of course, always happy to be in touch with AMSA members and medical students regarding AMSA and the Company.

All the best for the future,

Dr Gavin Wayne

Chair of the Board - AMSA Limited

FROM THE AMSA PRESIDENT

ALEX FARRELL



It was a true privilege to be your AMSA President in 2018. To see the exceptional work and visions of over 500 volunteers come to fruition was the experience of a lifetime. AMSA has always been a place where ordinary medical students have come together to do extraordinary things. From the executive team, the events, projects and committees, the endless hours of effort and commitment from our volunteers made a lasting impact on the entire Australian medical student cohort. I'd like to take this chance to present the key successes of AMSA's advocacy, which speaks to the impact of our voices as young health advocates, and is the culmination of the work of each and every volunteer.

MENTAL HEALTH

In 2018, AMSA worked tirelessly on Mental Health. We collaborated with key mental health organisations on a National Mental Health Framework for medical students and doctors, driving the focus on students and medical school level changes. Partnering with Orygen, our proposal to the Federal Government for a National University Mental Health Framework was funded for \$660,000. AMSA also produced a 'Mental Health Initiatives Guide for Australian Medical Faculties', prompting reforms to a number of medical programs across the country.

QUALITY INTERNSHIPS

In the 2018 Federal Budget, as a result of AMSA's advocacy, the federally funded internships for international students were refunded and expanded to 115 places, with bonding provisions removed. These positions are crucial for Australian trained international students continue to have jobs available after graduation.

NO NEW MEDICAL SCHOOLS

After many years of AMSA advocacy, the long-proposed Murray Darling Medical School with 120 new CSP medical student places was overturned in 2018, and replaced with a \$95million investment in existing rural clinical sites. This investment in rural training without significantly increasing medical student numbers was a more sustainable approach in the face of Australia's looming medical student graduate tsunami.

Rural Health

AMSA played a key role in securing reforms to the contracts of bonded students and doctors, with considerable improvements for Return of Service length, flexibility and support. AMSA Rural Health's advocacy to improve rural training for medical practitioners and support Australia's rural medical workforce also preceded the 2018 Federal Budget investment in Rural Generalism for 100 training places, and the Junior Doctor Innovation Fund.

There were of course many more outstanding moments for AMSA's advocacy. Our #GoodDoctorsTeach Campaign promoted positive teaching culture in medical schools and hospitals. AMSA was part of a profession wide campaign culminating in the removal of refugee and asylum seeker children from Nauru. We announced our divestment from fossil fuels.

All this on top of the countless project initiatives, committee campaigns and events, which gave medical students across Australia a means to be part of something bigger.

To the 2018 AMSA Council, AMSA Board of Directors, and every volunteer- I'd like to thank you for your passion and dedication. You made incredible things happen.

For me, these past five years with AMSA have been life changing. As Jessica Yang and her 2019 team step forward, I hope it brings them just as much joy, and wish them all the best- I can't wait to see the upcoming generations of students and volunteers take AMSA to ever better places.

FROM THE AMA PRESIDENT

DR TONY BARTONE



As AMA President, I get to meet lots of fellow doctors, young and old, across all specialties. After more than 30 years as a GP, I learn something new from every conversation, every interaction. That is one of the many wonders of a medical career – lifelong learning.

Part of that lifelong learning involves our interaction with medical students.

You are bright, energetic, and full of optimism about your future career as a doctor. But you are all equally keen to make your mark as global citizens – agents of change.

I have seen this first hand through your campaigns on social issues such as marriage equality, climate change, asylum seeker health, the social determinants of health, public health, and global health.

Much of the leadership on these issues has come from your elected leaders of the Australian Medical Students' Association (AMSA).

But AMSA has also been a strong advocate on political, industrial, and training issues. They work tirelessly to ensure that your training and learning experiences are as smooth and as rewarding as possible.

Congratulations to AMSA on another very successful year – in policy, peer support, and advocacy.

Your work is respected by the AMA and the medical profession. It is acknowledged in the corridors of power in Parliament House in Canberra, and throughout health departments across the land.

The AMA has worked on your behalf as well, in partnership with AMSA.

During 2018, we successfully advocated for a new national health workforce strategy, the first since 2004, to enable all governments to collaborate effectively on the workforce planning, training, and coordination needed to meet Australians' future health care needs.

We secured a commitment from the Government to fund 100 extra GP training places from 2021, earmarked for rural generalists, as part of a broad strategy to encourage more doctors to live and work in rural and regional Australia.

The AMA successfully lobbied for an overhaul of both the Bonded Medical Places (BMP) and Medical Rural Bonded Scholarship (MRBS) programs to standardise conditions for bonded medical graduates, moving away from the current contract-based arrangements.

We worked with the State and Territory AMAs to run a Hospital Health Check to measure and report on how well health services are meeting State-based industrial agreements, accreditation standards, and other issues of importance for doctors in training. We have led the medical community to discuss what practical solutions we can take to change our systems and culture to achieve gender equity in our medical profession and workplaces.

We have continued to advocate strongly for amendments to mandatory reporting legislation.

We launched the AMA Public Hospital Report Card, the AMA Indigenous Health Report Card, and the AMA Private Health Insurance Report Card.

We advocated to get all children on Nauru brought to Australia for appropriate medical care, and we supported the asylum seeker Urgent Medical Treatment Bill to provide better health care for asylum seekers and refugees.

And we advocated on climate change and health, concussion in sport, and gun control.

The AMA is honoured to play a supporting role to help you do your important work.

Many of you are already AMA members. We hope you maintain your membership throughout your career.

We hope you can encourage your friends and colleagues to join you as members of the peak body that represents all doctors and medical students in Australia, at every stage of their career.

The best career network for doctors is the AMA. The AMA is extremely proud of its close relationship with AMSA.

Congratulations to AMSA on another great year.

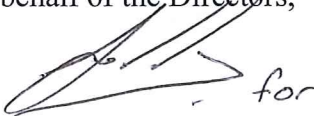
Directors' declaration

The Directors declare that:

- The attached financial statements and notes thereto comply with accounting standards;
- The attached financial statements and notes thereto give a true and fair view of the financial position as at 31 December 2018 and performance of the company for the year then ended;
- In the Directors' opinion, the attached financial statements and notes thereto are in accordance with the Corporations Act 2001 (Cth); and
- 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 payable.

Signed in accordance with a resolution of the Directors made pursuant to s. 295(5) of the Corporations Act 2001 (Cth).

On behalf of the Directors,



for

Director,
Dr Gavin Wayne
(Chair, Board of Directors)

Dated:

Head Office
42 Macquarie Street,
Barton ACT 2600

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Dear Eric

In connection with your audit examination of the financial report of the Australian Medical Students' Association Limited ("the company") for the year ended 31 December 2018 we hereby confirm, at your request, that to the best of our knowledge and belief, the following representations relating to the accounts are correct.

Financial report

We have fulfilled our responsibilities, as set out in the terms of the audit engagement dated 12 December 2018 for the preparation of the financial report.

The financial report of the company has been drawn up so as to give a true and fair view of the company's financial position as at 31 December 2018 and performance for the year ended on that date.

The accounting records of the company were maintained in accordance with the requirements of the *Corporations Act 2001*, and the financial report was prepared in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and other mandatory professional requirements in Australia and Statutory requirements.

Assets

Accounts Receivable

1. Current accounts receivable at balance sheet date are valid debts.
2. Debts due that are known to be uncollectible have been written off and the provision for impairment of Receivables is sufficient to cover allowances, discounts and losses that may be sustained in collection of the debts.
3. At 31 December 2018, the net accounts receivable balance of \$127,740 includes \$59,406 which is older than 90 days. We expect to recover all accounts receivable at the amounts at which they are stated in the financial report.

Other Current Assets

We expect to realise all other current assets at least at the amounts at which they are stated in the financial report.

Property, Plant & Equipment

1. The additions to property, plant and equipment accounts, as recorded in the books, represent the cost of additions or improvements to existing facilities or replacements thereof. All units of property, plant and equipment which have been replaced, sold, dismantled or otherwise disposed of, or which are permanently unusable, have been removed from the fixed asset register. Adequate provision determined in a manner consistent with that of the preceding year, has been made to write off depreciable assets over their useful lives.
2. No circumstances have arisen which render adherence to the existing basis of depreciation misleading or inappropriate.
3. Allowances for depreciation have been adjusted for all important items of property, plant and equipment that have been abandoned or are otherwise unusable.
4. Depreciation rates have been reviewed against asset usage and the rate of technical and commercial obsolescence. Any adjustment to reflect the most recent assessment of the useful lives of all non-current assets has been recognised and disclosed in the financial report.
5. All additions to property, plant and equipment represent actual additions or improvements of a capital nature. No items of repairs and maintenance have been

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carried forward as property, plant and equipment and no capital additions or improvements were charged to expenses.

6. Where the recorded value of any item of property, plant and equipment exceeds its recoverable amount, the asset's recorded value has been written down to its recoverable amount. We have considered the requirements of *AASB 136 Impairment of Assets* when assessing the carrying value of non-current assets and in ensuring that no non-current assets are stated in excess of their recoverable amount.
7. The company has satisfactory title to all assets and there are no deficiencies or encumbrances attaching to the title of the assets of the company at 31 December 2018 other than those reflected in the financial report and these are not greater than the value of the asset.
8. No operating or finance lease commitments exist that have not been included in the financial report. All operating lease expenses have been disclosed in the notes to the Income Statement. Finance leasing commitments have been included in the notes to the Balance Sheet.

Liabilities

1. All liabilities including those arising under derivative financial instruments, which have arisen or which will arise out of the activities of the members of the company to the end of the financial year have been recorded and/or disclosed in the financial report.
2. There were no provisions or contingent liabilities including:
 - Guarantees;
 - Bills and accounts receivable discounted, assigned or sold and which are subject to recourse;
 - Endorsements;
 - Pending law suits, unsatisfied judgements or claims;
 - Repurchase agreements; or
 - Uncalled capital on shares held in other companies at balance date;which are not shown in the notes to the financial report.

Commitments

1. There are no material commitments for construction or acquisition of property, plant & equipment or to acquire other non-current assets, such as investments or intangibles, other than those disclosed in the financial report.
2. There were no commitments for purchase or sale of securities or assets or any options given by the company.

Related party transactions

1. We have made available to you all information regarding the identification of related party relationships and transactions.
2. We have made available to you details and records relating to:
 - a) Any agreements or transactions between employee controlled entities and this entity.
 - b) Any equity interests or directorships held by employees in other entities, which are party to, directly or indirectly, any agreements or transactions with this organisation and/or any controlled entity or related party of this organisation.
 - c) Any external accounting advice received on these agreements, transactions or interests.
3. All details concerning related party transactions and related amounts receivable or payable (including sales, purchases, loans and guarantees) have been correctly recorded in the accounting records and have been properly disclosed in the company's financial report or the notes thereto, either where required by statute or where such disclosure is necessary for the fair presentation of the company's financial report.

Taxation

1. We have calculated income tax expense, current tax liability, deferred tax liability and deferred tax asset according to the definitions of taxable income and allowable deductions. We have calculated and recognised all other applicable taxes according to relevant tax legislation.
2. There are no activities that invoke the anti-avoidance provisions of any applicable tax legislation.

Environmental issues

We have considered whether environmental matters could have a material impact on the financial report and conclude that:

- We are not aware of any material liabilities or contingencies arising from environmental matters, including those resulting from illegal or possibly illegal acts.
- We are not aware of environmental matters that may result in a material impairment of assets.
- Where we are aware of such matters referred to in the two points above, we have disclosed to you all facts relating to those matters.

Accounting misstatements detected by audit

1. We acknowledge that the attached uncorrected misstatements have been brought to our attention and have considered the impact of these on the financial report. We conclude these misstatements are quantitatively and qualitatively immaterial to the financial report taken as a whole, when considered individually or in aggregate (see attached summary).
2. We have advised to you and adjusted the financial report for all material misstatements that we have identified from previous periods.
3. We have also considered the impact of uncorrected misstatements from previous periods and conclude the aggregate amount of these misstatements is immaterial to the previous and current periods' financial reports.

Insurance

The company has an established procedure whereby an officer reviews at least annually the adequacy of insurance cover on all assets and insurable risks. This review has been performed, and where it is considered appropriate, assets and insurable risks of the company's members are adequately covered by insurance.

Litigation and claims

We have provided to you all information regarding material outstanding legal matters.

Accounting estimates

We confirm the significant assumptions used in making accounting estimates are reasonable and have been disclosed in the financial report.

Fair value measurements and disclosures

We confirm the significant assumptions used in fair value measurements and disclosures are reasonable, and appropriately reflect our intent and ability to carry out specific courses of action on behalf of the company.

Going concern

In the opinion of the directors of the company, there are reasonable grounds to believe that the company will be able to:

- Pay its debts as and when they fall due.
- Continue as a going concern for the foreseeable future.

We, therefore, confirm that the going concern basis is appropriate for the financial report.

Events after balance sheet date

We are not aware of any events that have occurred between the financial reporting date to the date of this letter that we need to disclose or recognise in the financial report.

Publication on web site

With respect to publication of the financial report on our website, we acknowledge that:

- a) We are responsible for the electronic presentation of the financial report;
- b) We still ensure that the electronic version of the audited financial report and the auditor's report on the web site will be identical to the final signed hard copy version;
- c) We will clearly differentiate between audited and unaudited information in the construction of the entity's web site as we understand the risk of potential misrepresentation;
- d) We have assessed the controls over the security and integrity of the data on the web site and that adequate procedures are in place to ensure the integrity of the information published; and
- e) We will not present the auditor's report on the full financial report with extracts only of the full financial report.

Comparative information

We confirm that there have been no restatements made to correct a material misstatement in the prior period financial report that affects the comparative information.

Fraud and error

1. There has been no:
 - a) Fraud, error, or non-compliance with laws and regulations involving management or employees who have a significant role in the internal control structure.
 - b) Fraud, error, or non-compliance with laws and regulations that could have a material effect on the financial report.
 - c) Communications from regulatory agencies concerning non-compliance with, or deficiencies in, financial reporting practices that could have a material effect on the financial report.
2. The company has disclosed to the auditor all significant facts relating to any frauds or suspected frauds known to management that may have affected the entity.
3. The company has disclosed to the auditor the results of its assessment of the risk that the financial report may be materially misstated as a result of fraud.

General

1. We have made available to you:
 - a) All financial records and related data, other information, explanations and assistance necessary for the conduct of the review.
 - b) Minutes of meetings of directors.


2. Neither the company nor any director has any plans or intentions that may materially affect the book value or classification of assets and liabilities at balance sheet date.
3. The company accepts responsibility for the implementation and operations of accounting and internal control systems that are designed to prevent and detect fraud and error. We have established and maintained adequate internal control to facilitate the preparation of a reliable financial report, and adequate financial records have been maintained. There are no material transactions that have not been properly recorded in the accounting records underlying the financial report.
4. We have no plans or intentions that may materially affect the carrying values, or classifications, of assets and liabilities.
5. The following have been properly recorded or disclosed in the financial report:
 - a) Arrangements involving restrictions on cash balances, compensating balances and line-of-credit or similar arrangements.
 - b) Agreements to repurchase assets previously sold.
 - c) Un-asserted claims or assessments that our lawyer has advised us are probable of assertion.
 - d) Losses arising from the fulfilment of, or an inability to fulfil, any sale commitments or as a result of purchase commitments for inventory quantities in excess of normal requirements or at prices in excess of prevailing market prices.
6. The minutes of meetings of directors made available to you are complete and authentic records of all such meetings held during the year. All other statutory records were properly kept during the period.
7. Records maintained during the period were in accordance with the Australian Taxation Office requirements.
8. There are no violations or possible violations of laws or regulations whose effects should be considered for disclosure in the financial report or as a basis for recording an expense.
9. The company has complied with all aspects of contractual agreements that would have a material effect on the financial report in the event of non-compliance.

Other

We understand that your examination was made in accordance with Australian Auditing Standards and was, therefore, designed primarily for the purpose of expressing an opinion on the financial report of the company taken as a whole, and that your tests of the financial records and other auditing procedures were limited to those which you considered necessary for that purpose.

Yours faithfully,

On behalf of the Board of Directors



Dr Gavin Wayne,

Chairman of the Board (AMSA Limited)



Mr Adrian Armitage,

Executive Officer and Company Secretary

Dated this 27th day of April 2019

Mr Gavin Wayne

Chair, Board of Directors

Australian Medical Students' Association Limited

PO Box 6099

Kingston ACT 2604

Dear Mr Wayne,

Report for the year ended 31 December 2018

The purpose of this report is to provide you and the Board, being those charged with governance, with constructive observations arising from the audit process. We, as auditors, set out below details of any expected modifications to our audit report, details of any unadjusted misstatements in the financial report (except any misstatements that are clearly trivial), any significant deficiencies in internal controls we have identified during the course of our audit work and our views about the quality of accounting practices and financial reporting procedures, and any other relevant matters.

Our procedures are carried out solely for the purpose of our audit of the financial report. Our audit does not necessarily disclose every deficiency, and, for this reason, the matters referred to below may not be the only shortcomings which may exist.

We take this opportunity to remind you that:

- This report has been prepared for the sole use of Australian Medical Students' Association (the Company) and its auditors;
- It must not be disclosed to any third party without our written consent; and
- No responsibility is assumed by us to any other person who may choose to rely on it for his or her own purpose.

Auditor's Responsibility

As auditors we have a statutory responsibility to:

1. Form an opinion, and report on, whether the financial report approved by the Board is in accordance with the Corporations Act 2001 and:

- a) Gives a true and fair view of the Company's financial position and performance, represented by the results of its operations and its cash flows; and
- b) Complies with the requirements of the Corporations Regulations 2001, Accounting Standards – Reduced Disclosure Requirements and other mandatory professional reporting requirements in Australia.

2. To form an opinion on whether:

- a) We have been given all information, explanations and assistance necessary to conduct our audit; and
- b) You have kept financial records sufficient to enable the financial statements to be prepared and audited.

Synergy Group Audit Pty Ltd

t. (02) 6260 7477 w. synergygroup.net.au a. Ground Floor, 15 National Circuit, Barton, ACT 2600

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We confirm we have fulfilled our statutory responsibilities and provide the following audit clearance.

We are satisfied that the financial results as presented to the Board give a true and fair view of the financial position and financial performance of the Company for the year end 31 December 2018.

Auditor clearance and opinion

We have completed our audit for the year ended 30 June 2018 and as such provide our clearance on the results for the financial year.

The operating surplus for the Company amounted to \$80,070 (2017: \$19,401). The net assets of the Company totalled \$643,877 (2017: \$563,809).

We have completed our audit and received all appropriate evidence and explanations requested from management and we advise that, with the exception of the approved and signed Directors' Report and Directors' Declaration of the Company and the receipt of the signed management representation letter from management there are no other outstanding matters relating to our audit.

We do not expect to make any modifications to our audit opinion. However, our responsibilities with regard to the audit report extend up to the date on which it is signed, and we will advise you of any changes to this position if necessary.

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements as issued by the Accounting Professional and Ethical Standards Board and the Corporations Act 2001.

In terms of this declaration, we declare that during the year ended 31 December 2018, there have been no contraventions of the auditor's independence requirements as set out in any applicable code of professional conduct in relation to the audit.

In addition, we complied with all our internal quality assurance and independence policies and procedures to ensure that our independence and objectivity was not compromised.

Unadjusted audit differences

There were no unadjusted audit differences for the year ended 31 December 2018.

Audit and accounting matters

All audit differences were accepted by management and were adjusted. Details of adjusting journal entries and reclassifying journal entries (being those identified and adjusted by management after the commencement of the audit) are attached.

Control over the completeness of convention revenue:

During the year ended 31 December 2018, the Company earned a major part of its revenue from Conventions. It is not practical for the company to maintain an effective system of internal controls over convention income from all sources until their initial entry in the accounting records. In addition, it was noted that independent assurance was not able to be obtained from the contracted collection agency. Accordingly, the evidence available to us regarding income from these sources was limited and our audit procedures with respect to receipts had to be restricted to the amounts reported by the contracted

collection agency. We therefore are unable to express an opinion whether convention income reported to the company by the collection agency of the company is complete.

Consequently, we shall qualify the audit report in respect of the completeness of revenue for the year ended 31 December 2018.

Ageing and impairment of accounts receivable:

At the commencement of our fieldwork we noted that 91% of the accounts receivable balance was older than 90 days. The majority of this balance comprised amounts owing for a conference held in July 2018.

We understand that the collection processes during the financial year were impacted by the absence of an executive officer for the period 22 June to 31 December 2018. Management have agreed to recognise a provision for doubtful debts of \$75,000 for these long outstanding invoices.

We have performed subsequent receipts testing and requested written representation from management of their confidence on recovering amounts not provided for or not yet collected at the time the financial statements are approved.

Reporting of other expenses:

The statement of comprehensive income includes \$67,863 (2017: \$61,212) of other expenses disclosed in note 3: Administrative costs. We recommend providing a breakdown of other expenses in the notes to the primary statements and that the amount included in other expenses does not exceed 10% of total expenses.

Accuracy of compilation of commitments payable:

Review of the financial report revealed that commitments payable in note 15 was based on the prior year memorandum of understanding (MOU) which expired on 30 June 2018. Management subsequently re-complied the commitments payable worksheet and we are satisfied that the amounts disclosed accurately reflect the commitments payable in accordance with the current MOU.

Incorrect classification of amounts as prepaid expenses:

Our field work revealed that included in prepayments are expenses that were incurred during the financial. E.g. catering and travel expenses for food consumed or travel incurred during the year have been deferred when related to a conference that will occur in the next financial year. In the current year, these amounts were immaterial for audit purposes and therefore did not require adjustment in the financial report.

We suggest that expenses such as taxis and food be expensed as and when they occur. Only expenses relating to a future service or deposit for a future service should be included in prepayments on the statement of financial position.

Qualitative aspects of accounting practices and financial reporting

During the course of our audit, we considered the following qualitative aspects of the financial reporting process, including items that have a significant impact on the relevance, reliability, comparability, understandability and significance of the information provided by the financial statements.

Appropriateness of the accounting policies;

Based on our audit, we believe the accounting policies applied are appropriate to the circumstances of the Company.

Timing of transactions and the period in which they are recorded;

Based on specific audit evidence obtained, we believe that transactions are recorded in the appropriate periods.

Financial statements compilation

The delayed delivery of audit requests and financial statements resulted in additional audit visits to complete our planned audit testing including retesting balances that were adjusted during the course of our fieldwork. The first draft of the financial statements was received 4 week after commencement of the planned fieldwork. We subsequently received 3 additional versions of the financial statements to review.

Appropriateness of accounting estimates and judgements, including the consistency of assumptions and the degree of prudence reflected in the accounting records;

Based on audit evidence obtained, we believe accounting estimates and judgements, including the consistency of assumptions and the degree of prudence reflected in the accounting records are appropriate.

Outstanding Matters

The following matters remain outstanding for our audit engagement. These matters are required to be completed prior to the issuing of the independent auditor's report;

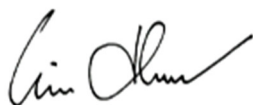
- Receipt of the signed management representation letter; and
- Receipt of the signed Directors' Report and Directors' Declaration.

Concluding Remarks

Finally, we take this opportunity to thank Adrian Armitage, Irene Quah, and the finance team for the assistance afforded to us during the course of our audit work. Their help and assistance were much appreciated.

We will be pleased to supply you with any further information that you may require.

Yours sincerely,



Eric Hummer

Audit Director

ehummer@synergygroup.net.au

0407 486 637

Date: 12 April 2019

cc. Adrian Armitage, Executive Officer
Jack McKenzie, Treasurer

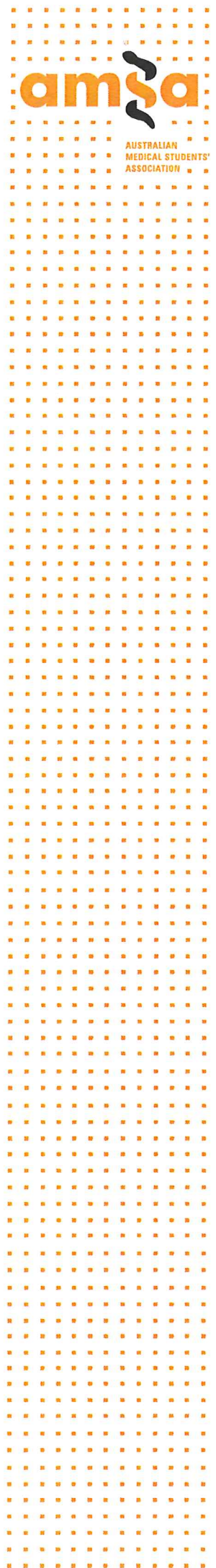
DIRECTOR'S REPORT

Your Directors present their report on AMSA for the financial year ended 31 December 2018.

Directors

Name, Qualifications and experience	Meetings attended	Meetings eligible to attend
Alex Farrell - Executive Director - 1 Jan - 31 Dec 2018 (President)	4	5
Jack McKenzie - 1 Jan - 31 Dec 2018 (National Treasurer)	5	5
Tom Morrison - Independent Director - 1 Jan - May 2018 (Outgoing Chairman)	1	1
Gavin Wayne - Non-executive Director - 1 Jan - 31 Dec 2018 (Incoming Chairman from May)	5	5
Jacqueline Loveridge - Non- executive Director - 1 Jan - 31 Dec 2018	5	5
Monica Schlesinger - Non-executive Director - 1 Jan - 31 Dec 2018	5	5
Victoria Berquist - Independent Director - 1 Jan - 25 Mar 2018	1	1
Gowri Shivasabesan - Executive Director - 1 Jan - 30 Sep 2018	3	3
Siddarth Narula - Executive Director - 1 Jan - 30 Sep 2018	2	3
Maria Bilal - non executive director 25 Mar - 31 Dec 2018	2	4
Haydn Dodds - Non - executive director - 25 Mar - 31 Dec 2018	4	4
Alice Mirzahi - Independent Director - 23 Sep - 31 Dec 2018	2	2

Declan Hilder - Executive Director - 23 Sep - 31 Dec 2018	1	2
Ceren Guler – Executive Director – 23 Sep – 31 Dec 2018	1	2



Company Secretary

Those holding the title of Company Secretary during 2018 were:

Roger Buckley - Company Secretary - 1 Jan - 21 June 2018

Monica Schlesinger - Company Secretary - 21 Jun - 31 Dec 2018

Executive

The Executive is elected by the AMSA members following a bid process. The names and particulars of the Executive during 2018 were:

Name	Position
Alex Farrell	President
Jessica Redmond	Vice President Internal
Victoria Cook	Vice President External
Jack McKenzie	Treasurer
Cathryn Youings	Secretary
Joel Selby	Publications Relations Officer
Celest Dines Muntaner	Policy Officer
Sarah Keenan	Projects Officer
Olivia Chang	Student Engagement Officer
Vrushank Bakshi	Events Coordinator
Ashley Bailey	National Coordinator
Lucy Yang	Publication and Design Officer
Ryan Horn	Sponsorship Officer
Oliver Bogdanovski	Sponsorship Officer
Albert Kartawardana	IT Officer

Operating results

The operating result of the company for the financial year was a profit after tax of \$80,672. Previous year profits are: (\$19,401 2017), (\$56,490 2016), (\$27,066 2015), (\$91,585 2014).

Significant changes in state of affairs

The General Manager contract was not renewed and an extensive search was conducted for a replacement.

Roger Buckley	General Manager 1 Jan 2018 – 21 Jun 2018
---------------	--

Company objectives

The primary objectives of AMSA are to

1. Represent the interests of Medical Students to all relevant bodies
2. Facilitate interaction and collaboration between Medical Students and MedSocs; and
3. Promote awareness among Medical Students of issues relevant to the study and practice of medicine.

The secondary objectives of AMSA are to:

1. Advance the welfare of Medical Students;
2. Promote excellence in medical education;
3. Foster Medical Students' interest in areas relevant to medicine, including rural, Indigenous and global health and medical research;
4. Develop leadership and professionalism amongst Medical Students;
5. Facilitate the involvement of Medical Students in community health initiatives;
6. Participate in improving the Australian healthcare system; and
7. Cooperate and affiliate with other bodies having similar objects to the Company.

In 2018, the AMSA Board received regular reporting from Management on the Business Plan for the strategic plan - AMSA18. All aspects of the Business plan were achieved in 2018 and the developed of a new Strategic Plan was undertaken in the later part of 2018 for

implementation in 2018. Following this, the Board revised this plan at the one-year review in October 2018. AMSA's strategic objectives are as follows:

Advocacy and Representation

AMSA will be an independent, representative and effective advocate for the interests of medical students to all relevant stakeholders.

Engagement

AMSA will provide and promote a range of opportunities which meet the needs of medical students.

Volunteer Management

AMSA will cultivate a strong volunteer culture, that is inclusive, sustainable and rewarding.

Financial sustainability

AMSA will operate professionally and sustainably in a financial capacity to appropriately support the core business of the company.

AMSA will endeavour to achieve these objectives through the work of management (the Executive team and the General Manager) as well as prudent investment by the Board into appropriate projects and works.

Principal activities

AMSA's principal activity throughout the year, as is regular, was to represent the interests of medical students through advocacy and promotion of issues regarding education and practice. Key achievements in this regard include the continuation of funding for Commonwealth Medical Internships.

Other AMSA activities with regards to its objectives included

1. Events: AMSA held four major events in 2018 – the National Convention in Perth, the Global Health Conference in Melbourne, the National Leadership Development Seminar in Canberra, and the Rural Health Summit.
2. Council Meetings: AMSA held three meetings of members.
3. External representation: AMSA engaged in external representation locally, engaging in bodies such as the Australian Medical Association (AMA), Australian Medical Council and other relevant organisations, and internationally, engaging yet again in its association with the International Federation of Medical Students' Associations (IFMSA).

4. Committees: Of key relevance, AMSA Global Health and AMSA Rural Health were highly active in 2018.
5. Publications: AMSA published two print editions of Panacea, the annual Internship and Residency Guide, the Orange Guide, and various issues of Embolus, the e-newsletter and Vector, AMSA Global Health's journal.

How AMSA's activities assisted in achieving its objectives

1. Events: AMSA's Convention and Global Health Conference were an outstanding success in professionalism, enjoyment and engagement. Both returned a surplus to the company. AMSA's National Leadership Development Seminar and Rural Health Summit returned more modest sums however were crucial in their capacity building within the 'central' AMSA sector and its rural health portfolio.
2. Council Meetings: AMSA's Council continues to shape and approve AMSA's public policy, setting the advocacy objectives and trajectory for the company. Council also performed its function in electing an Executive team and Directors for 2018-19.
3. External Representation: AMSA delegates attended numerous representative forums and events, including the AMA National Conference and IFMSA General Assemblies.
4. Committees: AMSA Global Health held AGH Councils throughout 2018, and AMSA Rural Health spent a large amount of time and energy in convening the first Rural Health Summit. AMSA Rural Health were also key in advocacy regarding rural training.
5. Publications: AMSA continues to distribute high quality publications to reach a large segment of its members, including publications online and in print.

Review of operations

With regards to AMSA's ongoing budgeting and funding, AMSA runs its National Convention and Global Health Conference at a profit to subsidise the advocacy arms of the company. The bulk of AMSA's revenue (as well as its expenditure) is through these events. The National Leadership Seminar was run at a slight loss due to the potential volunteer returns it can provide to the company. Rural Health Summit was run cost neutral as a pilot project, however returned a nominal loss.

AMSA's management team also acquire revenue via several appreciated sponsors. AMSA is additionally supported in administrative functions by the Australian Medical Association Limited as well as providing an office for the GM.

After balance date events

There are no after balance date events to report.

Future developments

No major developments are expected that are likely to impact on the future operations of the company.

Environmental issues

AMSA is not subject to any significant environmental regulation, however endeavours, particularly in its event space, to be environmentally conscious. AMSA's Global Health Conference, for example, was instrumental in bringing fully recyclable cutlery and crockery to the Newcastle Convention Centre in an ongoing fashion.

Dividends paid or recommended

AMSA is a company limited by guarantee and therefore is not permitted by the terms of its constitution to pay dividends to members.

Indemnification of officers or auditor

During the financial year, AMSA has paid to indemnify its directors and officers against liabilities for costs and expenses incurred by them in defending any legal proceedings arising from their conduct while acting in the capacity as a director or officer. This does not include conduct involving a wilful breach of duty in relation to AMSA.

Proceedings on behalf of the company

During 2018, AMSA did not engage in legal action or proceedings. AMSA utilises Macpherson Kelley Lawyers in Brisbane on an ad hoc basis.

Members' contribution

AMSA is a company limited by guarantee under the Corporations Act 2001 (Cth) and is limited by guarantee. If AMSA is to be wound up, each MedSoc member is required to contribute a maximum of \$10 towards any outstanding obligations of AMSA. Student members are not liable for contributions. As of 31 December 2018, the collective liability of members was \$220.

Auditors independence declaration

The auditor's independence declaration for the year ended 31 December 2018 has been received and is included immediately following the Directors' Report.

Signed in accordance with a resolution of the Directors.

Signature: _____



Director, Dr Gavin Wayne (Chair, Board of Directors)
Dated: 27th April 2018

THE AUSTRALIAN MEDICAL STUDENTS' ASSOCIATION LIMITED

ABN 67 079 544 513

ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2018

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Directors' Report
Auditor's Independence Declaration
Directors' Declaration
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THE AUSTRALIAN MEDICAL STUDENTS' ASSOCIATION LIMITED
ABN 67 079 544 513

	Note	2018 \$	2017 \$
STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2018			
Revenue	2	<u>1,750,645</u>	<u>1,993,059</u>
Events		(248,097)	(190,416)
Meetings		(24,975)	(5,097)
Conventions and conferences		(1,165,145)	(1,618,374)
Executive		(30,739)	(62,132)
Administration costs	3	<u>(201,017)</u>	<u>(103,333)</u>
		<u>(1,669,973)</u>	<u>(1,979,352)</u>
Profit before income tax		<u>80,672</u>	<u>13,707</u>
Income tax benefit/(expense)	4(a)&(b)	<u>(603)</u>	<u>5,694</u>
Profit for the year		<u><u>80,069</u></u>	<u><u>19,401</u></u>
Total comprehensive income attributable to members		<u><u>80,069</u></u>	<u><u>19,401</u></u>

The accompanying notes form part of these financial statements.

THE AUSTRALIAN MEDICAL STUDENTS' ASSOCIATION LIMITED
ABN 67 079 544 513

	Note	2018 \$	2017 \$
STATEMENT OF FINANCIAL POSITION			
AS AT 31 DECEMBER 2018			
CURRENT ASSETS			
Cash and cash equivalents		501,670	510,650
Receivables	5	127,740	34,562
Other current assets	6	41,665	47,896
Deferred tax asset	4(c)	5,588	6,191
Income tax receivable	7	964	2,837
TOTAL CURRENT ASSETS		<u>677,627</u>	<u>602,136</u>
NON CURRENT ASSETS			
Plant and equipment	8	2,403	2,852
TOTAL NON CURRENT ASSETS		<u>2,403</u>	<u>2,852</u>
TOTAL ASSETS		<u>680,030</u>	<u>604,988</u>
CURRENT LIABILITIES			
Payables	9	36,153	41,179
TOTAL CURRENT LIABILITIES		<u>36,153</u>	<u>41,179</u>
TOTAL LIABILITIES		<u>36,153</u>	<u>41,179</u>
NET ASSETS		<u>643,877</u>	<u>563,808</u>
EQUITY			
Retained profit		643,877	563,808
TOTAL EQUITY		<u>643,877</u>	<u>563,808</u>

The accompanying notes form part of these financial statements.

THE AUSTRALIAN MEDICAL STUDENTS' ASSOCIATION LIMITED
ABN 67 079 544 513

	2018	2017
	\$	\$
STATEMENT OF CHANGES IN EQUITY		
FOR THE YEAR ENDED 31 DECEMBER 2018		
RETAINED EARNINGS		
Balance as at the beginning of the year	563,808	544,407
Profit for the year	80,069	19,401
Balance as at the end of the year	<u>643,877</u>	<u>563,808</u>

The accompanying notes form part of these financial statements.

THE AUSTRALIAN MEDICAL STUDENTS' ASSOCIATION LIMITED
ABN 67 079 544 513

	2018	2017
	\$	\$
STATEMENT OF CASH FLOWS		
FOR THE YEAR ENDED 31 DECEMBER 2018		
Cash Flows from Operating Activities		
Receipts from operations	1,744,148	2,207,373
Interest received	16,207	4,726
Payments to suppliers	(1,771,207)	(2,144,380)
Income tax received/(paid)	1,873	(1,608)
Net cash (used in) /from operating activities	<u>(8,979)</u>	<u>66,111</u>
Net movement in cash and cash equivalents	(8,979)	66,111
Cash and cash equivalents at the beginning of the year	<u>510,650</u>	<u>444,539</u>
Cash and cash equivalents at the end of the year	<u><u>501,671</u></u>	<u><u>510,650</u></u>

The accompanying notes form part of these financial statements.

THE AUSTRALIAN MEDICAL STUDENTS' ASSOCIATION LIMITED
ABN 67 079 544 513
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

Note 1: Summary of Significant Accounting Policies

The Australian Medical Students' Association Limited is a company limited by guarantee, incorporated and domiciled in Australia. The registered office and principal place of business of the Company is Level 4, 42 Macquarie Street, Barton, ACT 2600. The financial statements are for The Australian Medical Students' Association Limited (the "Company"). The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated.

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board (AASB) and the Corporations Act 2001. The financial statements comply with the Australian Accounting Standards - Reduced Disclosure Requirements as issued by the AASB. AMSA is a not for profit entity for financial reporting purposes under the Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded will result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of the financial statements are represented below and have been consistently applied unless otherwise stated.

The financial statements have been prepared on an accrual basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

The financial statements were approved by the Board on 27th April 2019.

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

Accounting Policies

(a) Current Tax

Current tax is calculated by reference to the amount of income tax payable or recoverable in respect of the taxable profit or tax loss for the period. It is calculated using tax rates and tax laws that have been enacted or substantively enacted by reporting date. Current tax for current and prior periods is recognised as a liability (or asset) to the extent that it is unpaid (or refundable).

Deferred tax assets are recognised to the extent that it is probable that sufficient taxable amounts will be available against which unused tax losses and tax offsets can be utilised.

(b) Plant and Equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses. The carrying amount of plant and equipment is reviewed annually by Directors to assess impairment in accordance with Note 1(c) below.

Note 1: Statement of Significant Accounting Policies (continued)

(b) Plant and Equipment (continued)

The following plant and equipment is depreciated using the reducing balance method.

Depreciation is charged at the following rates:

<u>Class of Fixed Assets</u>	<u>Rates</u>
Computer hardware	33%
Printers and faxes	40%

The following plant and equipment is depreciated on a straight-line basis over the estimated useful life of the asset.

<u>Class of Fixed Assets</u>	<u>Rates</u>
Furniture and fittings	5%

All assets' residual values and useful lives are reviewed and adjusted if appropriate, at each financial year end.

(c) Impairment

At each reporting date, the Company 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. As a not-for-profit entity, value in use for the Company, according to AASB 136 Impairment of Assets, is depreciated replacement cost. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of comprehensive income.

(d) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand and deposits held at call with banks.

(e) Comparative Figures

Where necessary, comparative figures have been adjusted to conform to changes in presentation in these financial statements.

(f) Revenue and Expense Recognition

Conventions and conferences, sponsorship, event income and sitting fees are recognised as revenue on completion of the activity. Income received prior to the completion of the activity is recognised as income received in advance. Expenses incurred prior to the activity are recognised as prepayments.

Affiliation fees from members are recognised progressively over the membership period.

Interest income is recognised as it accrues in profit and loss, using the effective interest method.

All revenues and expenses are stated net of the amount of goods and services tax (GST).

(g) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of the 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 the expense.

Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the ATO is included as a current liability in the Statement of Financial Position.

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

Note 1: Statement of Significant Accounting Policies (continued)

(h) Payables

These are liabilities for goods and services provided to the Company prior to the end of the financial year. These amounts are unsecured and are usually paid within 30 days of recognition.

(i) Receivables

Receivables are recognised and carried at the original invoice amount less an allowance for impairment loss. An allowance for impairment is made when there is evidence to suggest that collection of the full amount is no longer probable. These impairment losses are recognised in the statement of comprehensive income. Bad debts are written off when debts become uncollectable.

(j) Financial Instruments

Initial Recognition and Measurement

Financial instruments are initially measured at fair value which includes transaction costs when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

Receivables

Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are stated at amortised cost using the effective interest rate method.

Receivables are included in current assets, except for those which are not expected to mature within 12 months after the end of the reporting period, which will be classified as non-current assets.

Financial Liabilities

Non-derivative financial liabilities are recognised at amortised cost, comprising original debt less principal payments and amortisation.

(k) Key estimates - Impairment

The Company assesses impairment at each reporting date by evaluating conditions specific to the Company that may lead to impairment of assets. Should an impairment indicator exist, the determination of the recoverable amount of the asset may require incorporation of a number of key estimates.

(l) Critical accounting estimates

The preparation of financial statements requires the use of certain accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Judgements incorporated into the financial statements are based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Company.

(m) Going Concern

The financial statements have been prepared on a going concern basis. In the opinion of the Directors, the Company has adequate resources to continue as a going concern and pay its debts as and when they fall due and payable.

THE AUSTRALIAN MEDICAL STUDENTS' ASSOCIATION LIMITED
ABN 67 079 544 513
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

	2018	2017
	\$	\$
Note 2: Revenue		
<u>Operating activities:</u>		
Sponsorship	211,360	124,281
Events	91,709	76,756
Sitting fees	47,580	59,242
Delegate reimbursement	22,336	20,073
Conventions and conferences	1,309,050	1,645,064
Affiliation fees	48,594	62,915
Other	3,809	2
	<u>1,734,438</u>	<u>1,988,333</u>
<u>Non operating activities:</u>		
Interest	16,207	4,726
Total revenue	<u>1,750,645</u>	<u>1,993,059</u>

Note 3: Administration Costs

Administration costs include the following amounts:

Other expenses	67,863	61,212
Depreciation	449	668
Communications	260	930
Postage, printing and stationery	876	935
Insurance premiums	18,108	9,449
Impairment allowance for receivables	75,000	591
Legal fees	-	2,040
Audit, Accounting & Tax Fees	16,397	7,375
Finance Charges	22,064	20,133
	<u>201,017</u>	<u>103,333</u>

THE AUSTRALIAN MEDICAL STUDENTS' ASSOCIATION LIMITED
ABN 67 079 544 513
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

	2018	2017
	\$	\$
Note 4: Income Tax		
(a) Tax expense comprises:		
Current tax expense in respect of the current year	603	-
Deferred tax expense relating to temporary differences	-	(6,191)
Adjustments for prior years	-	497
Total income tax expense / (benefit)	<u>603</u>	<u>(5,694)</u>

(b) The prima facie income tax expense on pre-tax accounting profit from operations reconciles to the income tax expense in the financial statements as follows:

Net surplus from ordinary activities before income tax	80,672	13,707
Income tax expense calculated at 27.5%	22,185	3,769
Effect of expenses that are not deductible in determining taxable profit	333,257	439,350
Effect of revenue that is exempt from taxation	(342,784)	(449,310)
Over/(Under)provided in prior years	(12,055)	-
Income tax expense/(benefit) in Statement of Comprehensive Income	<u>603</u>	<u>(6,191)</u>

The applicable weighted average effective tax rates are as follows:

The tax rate used in the above reconciliation is the corporate tax rate of 27.5% payable by Australian corporate entities on taxable profits under Australian tax law. The rate was 27.5% for the prior year end.

(c) Deferred tax balances

	Opening balance	Charged to income	Charged to equity	Change to income tax rate	Total
	\$	\$	\$	\$	\$
2018					
Temporary differences:					
Receivables	-	-	-	-	-
Payables	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Provision for employee benefits	-	-	-	-	-
Tax losses	6,191	(603)	-	-	5,588
	<u>6,191</u>	<u>(603)</u>	<u>-</u>	<u>-</u>	<u>5,588</u>

Presented on the statement of financial position as:

Deferred tax asset attributable to continuing operations	5,588
Deferred tax liability attributable to continuing operations	-
	<u>5,588</u>

THE AUSTRALIAN MEDICAL STUDENTS' ASSOCIATION LIMITED
ABN 67 079 544 513
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

	2018 \$	2017 \$
Note 5: Receivables		
CURRENT		
Trade and other debtors	149,263	35,160
Allowance for impairment	(75,591)	(591)
Sundry debtors	-	-
GST receivable /(payable)	54,068	(7)
	<u>127,740</u>	<u>34,562</u>

(i) Allowance for Impairment of Receivables

Current trade receivables are generally on 30 day terms.

Movement in the allowance for impairment of receivables is as follows:

Allowance for impairment as at 31 December 2018:

Opening balance	591	-
Charge for the year	75,000	591
Bad debts written off	-	-
Allowance for impairment as at 31 December 2018:	<u>75,591</u>	<u>591</u>

(ii) Ageing of Net Unimpaired Receivables

	Current	30 - 60 days	>60 days	Total
2018				
Trade and other debtors (Incl. GST)	65,574	2,760	59,406	127,740
Other receivables	-	-	-	-
Total receivables	<u>65,574</u>	<u>2,760</u>	<u>59,406</u>	<u>127,740</u>
2017				
Total receivables	<u>(7)</u>	<u>8,828</u>	<u>25,741</u>	<u>34,562</u>

Note 6 : Other Current Assets

	\$	\$
Prepayments - Conference and administration	41,665	47,896
Accrued income	-	-
	<u>41,665</u>	<u>47,896</u>

Note 7: Income Tax receivable

Current tax assets represent the amount of income taxes recoverable in respect of current and prior periods and that arise from the payment of tax in excess of the amounts due to the relevant tax authority.

Income tax receivable	964	2,837
	<u>964</u>	<u>2,837</u>

THE AUSTRALIAN MEDICAL STUDENTS' ASSOCIATION LIMITED
ABN 67 079 544 513
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

	2018	2017
	\$	\$
Note 8 : Plant and Equipment		
2018		
<u>Movements in carrying amounts:</u>		
	Opening	Closing
	WDV	WDV
	Depreciation	
Furniture and fittings	1,850	1,690
Computer hardware	959	684
Printers and faxes	43	29
	<u>2,852</u>	<u>2,403</u>

2017		
<u>Movements in carrying amounts:</u>		
	WDV	Closing
	Depreciation	WDV
Furniture and fittings	2,010	1,850
Computer hardware	1,438	959
Printers and faxes	72	43
	<u>3,520</u>	<u>2,852</u>

Note 9: Payables		
CURRENT		
	2018	2017
	\$	\$
<u>Unsecured liabilities:</u>		
Trade and other creditors	668	1,234
Income Received In Advance - Events, conventions and conferences	19,910	19,227
Accrued expenses	15,575	20,718
Net GST payable	-	-
	<u>36,153</u>	<u>41,179</u>

THE AUSTRALIAN MEDICAL STUDENTS' ASSOCIATION LIMITED
ABN 67 079 544 513
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

Note 10: Related Party Disclosure

(a) Directors

The following were Directors of the Company at any time during the reporting period:

Alex Farrell - Executive Director - 1 Jan - 31 Dec 2018 (President)
Jack McKenzie - 1 Jan - 31 Dec 2018 (National Treasurer)
Tom Morrison - Independent Director - 1 Jan - May 2018 (Outgoing Chairman)
Gavin Wayne - Non-executive Director - 1 Jan - 31 Dec 2018 (Incoming Chairman from May)
Jacqueline Loveridge - Non-executive Director - 1 Jan - 31 Dec 2018
Monica Schlesinger - Non-executive Director - 1 Jan - 31 Dec 2018
Victoria Berquist - Independent Director - 1 Jan - 25 Mar 2018
Gowri Shivasabesan - Executive Director - 1 Jan - 23 Sep 2018
Siddarth Narula - Executive Director - 1 Jan - 23 Sep 2018
Maria Bilal - non executive director 25 Mar - 31 Dec 2018
Haydn Dodds - Non-executive director - 25 Mar - 31 Dec 2018
Alice Mirzahi - Independent Director - 23 Sep - 31 Dec 2018
Declan Hilder - Executive Director - 23 Sep - 31 Dec 2018
Ceren Guler - Executive Director - 23 Sep - 31 Dec 2018

The President was paid \$15,000 as honorarium during 2018. No other directors received any remuneration directly or indirectly from the Company or any related body corporate for management of the Company, other than reimbursements of expenses incurred on behalf of the Company.

(b) Key Management Personnel

The Directors of the Company are the only key management personnel.

Note 11: Operating Activities

The Company is the peak representative body for all Australian medical students. It represents the general interests of medical students through advocacy and the promotion of awareness of all matters relating to medical education and practice. This is done through the company's publications, its website and the conduct of seminars, workshops and other events such as the Company's National Convention and Global Health Conference.

Note 12: Company Details

The Company is a company limited by guarantee and does not issue share capital. The Memorandum of Association prevents the distribution of funds to the Company's members. In the event of winding up or dissolution of the company, if there remains, after satisfaction of all its debt and liabilities, any property at all, that property must not be paid to or distributed among members of the Company, but must be given or transferred to another institution or company having objects similar to the objects of the Company and whose Memorandum of Association or constitution prohibits the distribution of its or their income and property among its or their members to an extent at least as great as is imposed on the Company. The institution or institutions to receive those surplus assets is or are to be decided by the members of the Company at or before the time of the dissolution and if the members do not do so, it is to be decided by application to the Supreme Court of the State in which the registered office of the Company shall be for the time being, for determination.

THE AUSTRALIAN MEDICAL STUDENTS' ASSOCIATION LIMITED
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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

Unused Credit Facilities

The Company has business credit cards with a combined limit of \$50,000. As at 31 December 2018 the unused balance on these cards was \$50,000 (2017: \$46,452).

Note 13: Financial Risk Management

(a) Financial Risk Management Policies

The Company's principal financial instruments comprise cash at bank, receivables and accounts payable. These financial instruments arise from the operations of the Company.

The Company does not have any derivative instruments at 31 December 2018.

It is, and has been throughout the period under review, the Company's policy that no trading in financial instruments shall be undertaken.

Financial Risk Exposures and Management

The main risks arising from the Company's financial instruments are interest rate risk, liquidity risk, and credit risk. The policies for managing each of these risks are summarised below.

Interest Rate Risk

The Company's exposure to market risk for changes in interest rates relates primarily to the Company's holdings of cash and cash equivalents.

The Company's policy is to manage its interest income is through regularly reviewing the interest rate being received on cash and cash equivalents and comparing this return to the market.

Liquidity Risk

The Company manages its liquidity to ensure that it has sufficient cash and cash equivalent holdings to meet all short, medium and long term requirements.

Credit risk

The Company provides credit to trade receivables. Information regarding credit risk of receivables is included in note 7.

With respect to credit risk arising from the other financial assets of the Company, which comprise cash and cash equivalents, the Company's exposure to credit risk arises from default of the counterparty, with a maximum exposure equal to the carrying amount of these instruments.

The Company does not have any material credit risk exposure to any single receivable or group of receivables under financial instruments entered into by the Company.

The Company manages credit risk by maintaining cash deposits with established financial institutions.

(b) Net fair values

The net fair value of financial assets and liabilities approximates the values shown in the statement of financial position and the notes thereto.

THE AUSTRALIAN MEDICAL STUDENTS' ASSOCIATION LIMITED

ABN 67 079 544 513

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

Note 14: Subsequent Events

No matter or circumstance has arisen since the end of the financial year to the date of this report which has significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in subsequent financial years.

The financial statements were authorised for issue on the date of signing of the attached Directors' report.

Note 15: Commitments Receivable/Payable

The Company entered into a Memorandum of Understanding with the Australian Medical Association Limited (AMA) for the period 1 July 2018 to 30 June 2021 whereby AMA would provide an annual sponsorship amount of \$42,000 (GST inclusive), employment of a part time Executive Officer with salary and costs capped at \$50,000 per annum and other in-kind support to the Company. In return, the Company will reimburse the AMA for employment costs of the part time Executive Officer, over and above the \$50,000 annual cap.

At balance date, the following commitments were receivable/payable by the Company:

	2018	2017
	\$	\$
<u>Commitments Receivable</u>		
Within 1 year	38,182	18,182
Later than 1 year but not later than 5 years	57,273	-
	<u>95,456</u>	<u>18,182</u>
<u>Commitments Payable</u>		
Within 1 year	53,702	23,666
Later than 1 year but not later than 5 years	86,775	-
	<u>140,476</u>	<u>23,666</u>

Note 16: Contingent Asset/ Liability

There are no contingent assets or liabilities at the reporting date.