

Mental Illness Fellowship of Australia Incorporated

ABN 73 204 129 543

For the year ended 30 June 2023

Mental Illness Fellowship of Australia Incorporated

ABN 73 204 129 543

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Statement of Profit or Loss and Other Comprehensive Income

For the year ended 30 June 2023

	Notes	2023 \$	2022 \$
Income			
Revenue and other income	2	1,088,053	958,138
Total revenue and other income		1,088,053	958,138
Expenses			
Employee benefits expense		714,188	672,742
Other expenses		385,939	336,776
Finance costs		85	147
Depreciation		1,403	856
Total expenses	3	1,101,615	1,010,521
Profit/ (loss) before income tax		(13,562)	(52,383)
Income tax expense		-	-
Surplus/(deficit) after income tax		(13,562)	(52,383)
Other comprehensive income		-	-
Total comprehensive income		(13,562)	(52,383)

The accompanying notes form part of these financial statements.

Statement of Financial Position

as at 30 June 2023

	Notes	2023 \$	2022 \$
Assets			
Current			
Cash and cash equivalents	4	700,724	589,202
Trade and other receivables	5	1,190	28,246
Other current assets	7	-	1,544
Total Current Assets		701,914	618,992
Non-Current			
Plant and equipment	6	2,191	3,034
Other non-current assets	7	8,139	4,867
Total Non-Current Assets		10,330	7,901
Total Assets		712,244	626,893
Liabilities			
Current			
Trade and other payables	8	67,320	29,676
Unearned revenue	9	488,070	428,301
Provisions	10	34,285	36,049
Total Current Liabilities		589,675	494,026
Non-Current			
Provisions	10	21,689	18,425
Total Non-Current Liabilities		21,689	18,425
Total Liabilities		611,364	512,451
Net Assets		100,880	114,442
Accumulated Funds			
Opening accumulated funds		114,442	166,825
Current year operating surplus / (deficit)		(13,562)	(52,383)
Total Equity		100,880	114,442

The accompanying notes form part of these financial statements.

Statement of Changes in Equity

For the year ended 30 June 2023

	Accumulated Funds \$	Total \$
Balance at 1 July 2021	166,825	166,825
Total comprehensive income	(52,383)	(52,383)
Balance at 30 June 2022	<u>114,442</u>	<u>114,442</u>
Balance at 1 July 2022	114,442	114,442
Total comprehensive income	(13,562)	(13,562)
Balance at 30 June 2023	<u>100,880</u>	<u>100,880</u>

The accompanying notes form part of these financial statements.

Statement of Cash Flows

For the year ended 30 June 2023

	Notes	2023 \$	2022 \$
Cash Flows from Operating Activities			
Receipts from member contributions		154,816	160,490
Receipts from donors, sponsors and others		1,187,958	908,725
Payments to suppliers and employees		(1,234,058)	(1,090,754)
Interest received		3,366	65
Net cash provided by / (used in) operating activities	11	<u>112,082</u>	<u>(21,474)</u>
Cash Flow from Investing Activities			
Payment for property, plant and equipment		(560)	(3,890)
Net cash provided by / (used in) investing activities		<u>(560)</u>	<u>(3,890)</u>
Net increase/(decrease) in cash held		111,522	(25,364)
Cash at beginning of year		<u>589,202</u>	<u>614,566</u>
Cash at end of year	4	<u><u>700,724</u></u>	<u><u>589,202</u></u>

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the year ended 30 June 2023

1. Statement of significant accounting policies

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

Basis of preparation

In the directors' opinion, Mental Illness Fellowship of Australia Inc ("MIFA") is not a reporting entity because there are no users dependent on general purpose financial statements.

These special purpose financial statements have been prepared for the sole purpose of distributing a financial report to the members and to fulfil the financial reporting requirements of MIFA in accordance with the Australian Charities and Not-for-profits Commission Act 2012 and must not be used for any other purpose. The directors have determined that the accounting policies adopted are appropriate to meet the needs of the members.

These special purpose financial statements do not comply with all the recognition and measurement requirements in Australian Accounting Standards. The material accounting policies disclosed in Note 1 that have not been assessed for compliance with Australian Accounting Standards include:

- Recognition of income
- Employee benefits

These financial statements have been prepared in accordance with the disclosure requirements of AASB 101 'Presentation of Financial Statements', AASB 107 'Statement of Cash Flows', AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors', AASB 124 'Related Party Transactions' and AASB 1054 'Australian Additional Disclosures', as appropriate for not-for-profit oriented entities. The association has accessed the transitional relief provided by the ACNC to present disclosures arising from the first time application of AASB 124 for the current reporting period only.

The financial report is for the Mental Illness Fellowship of Australia Inc as an individual entity, an incorporated association, incorporated and domiciled in the Australian Capital Territory. The Association is a not-for-profit entity for the purposes of preparing the financial statements and the financial statements are presented in Australian Dollars, which is MIFA's functional and presentation currency.

The financial statements were authorised for issue by the Board on the date the Directors' Declaration was signed. The directors have the power to amend and reissue the financial statements.

Historical cost convention

The financial statements have been prepared under the historical cost convention.

Notes to the Financial Statements

For the year ended 30 June 2023

Critical accounting estimates

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

New or amended Accounting Standards and Interpretations adopted

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

None of the new or amended Accounting Standards and Interpretations adopted have had a significant impact on the financial performance or position of the Association. Related party disclosures have been included for the first time in accordance with the ACNC's direction that AASB 124 'Related Party Transactions' is a mandatory standard for the 2023 reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted. The directors have reviewed the accounting standards issued but not yet effective at the date of this report and none of the revisions or new standards, to the extent applied, are anticipated to have a significant impact on MIFA.

Accounting policies

Income tax

No provision for income tax has been raised as the Association is exempt from income tax under Division 50 of the Income Tax Assessment Act 1997.

Income recognition

Membership contributions

Revenue from membership contributions is recognised over the membership period.

Events and sponsorship revenue

Events and sponsorship revenue is recognised when the related event takes place.

Grant income

The performance obligations attached to grant funding are considered when determining how to account for the revenue. Grant revenue is recognised in the surplus or deficit when the Association satisfies the performance obligations stated within the funding agreements.

Notes to the Financial Statements

For the year ended 30 June 2023

Where the grant funding has no specific performance obligations attached the revenue is recognised at the point in time the right to receive the grant funds occurs.

If conditions are attached to the grant which must be satisfied before the Association is eligible to retain the contribution, the grant will be recognised in the statement of financial position as a liability until those conditions are satisfied.

Donations

Donations are recognised at the time of receipt.

Interest revenue

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

Government support

MIFA is the recipient of Government support in the form of Cashflow Boost. This support is recognised as other income in the period to which the amounts will be credited.

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

Operating expenses

Operating expenses are recognised in the surplus or deficit upon utilisation of the service or at the date of their origin.

Current and non-current classification

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

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

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

Notes to the Financial Statements

For the year ended 30 June 2023

Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Trade and other receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost, less any allowance for expected credit losses. Trade receivables are due for settlement no more than 30 days after the transaction.

Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

Trade and other payables

These amounts represent liabilities for goods and services provided to the Association prior to the end of the financial year which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid by the end of the month following the month of purchase.

Employee benefits

Provision is made for the association's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

Long-term employee benefit obligations

Long service leave is accrued at nominal rates for employees with five years or more continuous service.

Portable long service leave

From 1 January 2021, portability of long service leave was extended to the community services sector in Queensland. This provides the portability of accrued long service leave entitlements accumulated up to the statutory minimum, for staff leaving to work within the Community Services Sector in Queensland.

The employer then claims reimbursement from QLeave for statutory leave accrued since the employee commenced or 1 January 2021 (whichever is later). The same applies to ongoing staff who have worked for 10 or more years and who avail themselves of accrued long service leave.

A separate reimbursement asset is taken up for amounts recoverable from QLeave for all employees with five years or more continuous service.

Notes to the Financial Statements

For the year ended 30 June 2023

Plant and equipment

Each class of plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by Directors to ensure it is not in excess of the recoverable amount from those assets. The recoverable amount is assessed on the basis of expected net cash flows which will be received from the asset's employment and subsequent disposal. The expected net cash flows have not been discounted to present values in determining recoverable amounts.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the association and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of profit or loss during the period in which they are incurred.

Depreciation

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

The depreciation rates used for each class of assets are:

Computer equipment	33%
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The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of profit or loss.

Equity

Accumulated funds includes all current and prior period retained earnings.

Notes to the Financial Statements

For the year ended 30 June 2023

Goods and Services Tax (GST)

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

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the tax authority is included in other receivables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.

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

Critical accounting judgements, estimates and assumptions

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

Coronavirus (COVID-19) pandemic

Judgement has been exercised in considering the impacts that the Coronavirus (COVID-19) pandemic has had, or may have, on MIFA based on known information. This consideration extends to the nature of the activities and the role the Association has in representing a national voice and approach to enable people with mental illness and their carers to fully share in the community with the same rights and opportunities as other citizens. Other than as addressed in specific notes, there does not currently appear to be either any significant impact upon the financial statements or any significant uncertainties with respect to events or conditions which may impact MIFA unfavourably as at the reporting date or subsequently as a result of the Coronavirus (COVID-19) pandemic and notwithstanding the volatile nature of the pandemic and uncertainty in the Australian and global economies, directors have confidence that the Association will continue to be able to represent the interests of people affected by mental illness.

Notes to the Financial Statements

For the year ended 30 June 2023

2. Revenue and other income	2023	2022
	\$	\$
Grants, Donations and Sponsorships		
- Janssen Cilag	66,000	23,636
- Lundbeck	22,000	-
- Servier Laboratories	5,000	5,000
- Community Underwriting	4,545	-
- Mental Health Online	-	909
- Micah Projects	3,000	3,000
- Princess Pictures	1,364	1,363
- Queensland Mental Health Commission	11,000	18,000
- Queensland University of Technology		909
- Relton Co Pty Ltd	500	-
- Satellite Foundation		-
- Serif (Europe) Ltd	2,124	3,678
- Seqirus (Australia) Pty Ltd	20,000	-
- The Yorke Family Foundation	3,500	3,000
- Other Donors	2,134	20,945
- Gambling Community Benefit Fund	-	26,818
- Department of Social Services	437,593	371,229
- National Disability Insurance Agency	194,485	183,686
- Department of Health	150,000	150,000
	<u>923,245</u>	<u>812,173</u>

The following additional sponsorships were received in 2022-23 and recorded as unearned revenue, as the sponsored events are due to occur in the 2023-24 financial year:

- Janssen Cilag - \$nil (2022: \$10,000)
- Affinity - \$2,957 (2022: \$nil)
- Mental Health Online - \$1,100 (2022: \$nil)
- Micah Projects - \$3,000 (2022: \$3,000)
- Lundbeck - \$nil (2022: \$25,000)
- Princess Pictures - \$1,364 (2022: \$1,364)

	2023	2022
	\$	\$
Financial Contributions - Members		
Mental Illness Fellowship of Australia (NT)	5,371	10,000
Mental Health Foundation ACT	5,371	5,900
selectability	30,000	30,000
Skylight Mental Health Inc	30,000	30,000
Mental Illness Fellowship of Western Australia	40,000	40,000
One Door Mental Health (Schizophrenia Fellowship of NSW Inc)	30,000	30,000
	<u>140,742</u>	<u>145,900</u>

Notes to the Financial Statements

For the year ended 30 June 2023

	2023	2022
	\$	\$
Other Income		
Project consultancy	20,700	
Interest	3,366	65
	<u>24,066</u>	<u>65</u>
Total revenue and other income	<u><u>1,088,053</u></u>	<u><u>958,138</u></u>

3. Expenses	2023	2022
	\$	\$
Accounting costs	15,303	18,582
Audit fees	7,500	9,450
Bank charges	85	147
Board meeting costs	7,782	14,874
Business development	983	1,142
Depreciation	1,403	856
Insurance	9,273	9,749
Office costs	27,151	28,825
Project expense	187,508	167,163
Salaries and related costs	714,188	672,742
Office communication	5,642	5,705
Promotional costs	37,501	49,523
Training expenses	-	7,905
Recruitment costs	-	-
Travel and accommodation	87,296	23,858
	<u>1,101,615</u>	<u>1,010,521</u>

4. Cash and cash equivalents	2023	2022
	\$	\$
Cheque account	52,067	118,910
Investment account	648,657	470,292
	<u>700,724</u>	<u>589,202</u>

5. Trade and other receivables	2023	2022
	\$	\$
Current		
Trade receivable	1,190	28,246
	<u>1,190</u>	<u>28,246</u>

Notes to the Financial Statements

For the year ended 30 June 2023

6. Plant and equipment	2023	2022
	\$	\$
Computer equipment	4,450	3,890
Less: accumulated depreciation	(2,259)	(856)
	<u>2,191</u>	<u>3,034</u>
	<u><u>2,191</u></u>	<u><u>3,034</u></u>
7. Other assets	2023	2022
	\$	\$
Current		
Prepayments	-	1,544
	<u>-</u>	<u>1,544</u>
	<u><u>-</u></u>	<u><u>1,544</u></u>
Non-Current		
Qleave recoverable	8,139	4,867
	<u>8,139</u>	<u>4,867</u>
	<u><u>8,139</u></u>	<u><u>4,867</u></u>
8. Trade and other payables	2023	2022
	\$	\$
Current		
Accrued expenses	6,600	8,850
Trade creditors	5,351	20,706
Sundry creditors	488	120
GST, PAYG and Superannuation payable	54,881	-
	<u>67,320</u>	<u>29,676</u>
	<u><u>67,320</u></u>	<u><u>29,676</u></u>
9. Unearned revenue	2023	2022
	\$	\$
Current		
Unearned revenue - grants	479,649	362,937
Unearned revenue - sponsorships and donations	8,421	65,364
	<u>488,070</u>	<u>428,301</u>
	<u><u>488,070</u></u>	<u><u>428,301</u></u>
10. Provisions	2023	2022
	\$	\$
Current		
Provision for annual leave	34,285	36,049
	<u>34,285</u>	<u>36,049</u>
	<u><u>34,285</u></u>	<u><u>36,049</u></u>
Non-current		
Provision for long service leave	21,689	18,425
	<u>21,689</u>	<u>18,425</u>
	<u><u>21,689</u></u>	<u><u>18,425</u></u>

Notes to the Financial Statements

For the year ended 30 June 2023

11. Cash flow information

Reconciliation of cash

Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:

	2023	2022
	\$	\$
Reconciliation of cash flows from operations with surplus after income tax:		
Surplus after income tax	(13,562)	(52,383)
<i>Non-cash flows in profit</i>		
Depreciation	1,403	856
<i>Changes in assets and liabilities</i>		
(Increase)/decrease in trade and other receivables	27,056	(23,568)
(Increase)/decrease in other assets	(1,728)	(2,160)
Increase/(decrease) in trade and other payables	37,644	(9,777)
Increase/(decrease) in unearned revenue	59,769	36,771
Increase/(decrease) in provisions	1,500	28,787
Cash flows from operating activities	112,082	(21,474)

12. Events after the reporting date

No matters have arisen since the end of the financial year that have significantly affected or may significantly affect the operations of MIFA.

13. Economic dependency

The Mental Illness Fellowship of Australia Incorporated receives the majority of its income through Members and government grants. The nature and extent of these funding sources make the Mental Illness Fellowship of Australia Incorporated economically dependent upon these parties in order to continue to provide its current services.

14. Contingent liabilities

There were no contingent liabilities facing MIFA as of 30 June 2023 (2022: nil).

15. Board remuneration

During the financial year, no members of the Board of MIFA received either directly or indirectly as a member of a firm or body corporate payments as a result of transactions with MIFA in the ordinary course of business and in accordance with normal commercial terms and conditions.

Notes to the Financial Statements

For the year ended 30 June 2023

16. Key management personnel compensation

The aggregate compensation made to key management personnel of the Association is set out below:

	2023
	\$
Aggregate compensation	<u>225,306</u>

17. Related party transactions

Each association member is represented on the association's Board by one or more Directors. Membership fees are set annually by the Board. Membership fees by member is shown in Note 2.

During the period the association provided consultancy services for a fee of \$20,100 to a member organisation.

Total amounts receivable from membership organisations at 30 June 2023 was \$31. The amounts are unsecured and payable within 30 days.

During the period the association transferred sponsorship received, but not yet spent, to the Psychosis Australia Trust (refer Note 19) in the amount of \$29,000. The sponsorship was utilised for a roundtable launch event at Old Parliament House.

18. Association details

The registered office and principal place of business of the association is:

Mental Illness Fellowship of Australia Incorporated
20 Pidgeon Close
West End, Queensland 4101
Australia

The principal activities of MIFA during the financial year were to represent a national voice and approach to enable people with mental illness and their carers to fully share in the community with the same rights and opportunities as other citizens.

Notes to the Financial Statements

For the year ended 30 June 2023

19. Trust Information

	2023	2022
	\$	\$

Mental Illness Fellowship of Australia Inc has acted as trustee of the Psychosis Australia Trust since its inception on the 1st December 2011.

The financial information for the Trust is presented below:

Statement of Profit or Loss and Other Comprehensive Income

Total revenue and other income	38,246	5,550
Total expenses	(62,541)	(11,360)
Total Profit / (Loss) from operations	(24,295)	(5,810)
Total comprehensive income	(24,295)	(5,810)

Statement of Financial Position

Assets

Current assets		
Cash and cash equivalents	87,557	67,149
Trade and other receivables	-	268
Other current assets	28,903	-
Total current assets	116,460	67,417
Other non-current assets	-	21,927
Total non-current assets	-	21,927
Total Assets	116,460	89,344

Liabilities

Current liabilities		
Trade and other payables	5,071	1,760
Deferred revenue - Psychosis Australia Conference	48,100	-
Total current liabilities	53,171	1,760
Total liabilities	53,171	1,760

Net Assets

63,289	87,584
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Equity

Opening accumulated funds	87,584	93,394
Net income	(24,295)	(5,810)
Total equity	63,289	87,584

Mortgages, Charges or Other Securities

The Trust does not have any mortgages, charges or other securities affecting the property of the Trust.

Trust liabilities and right of indemnity

In accordance with the Trust Deed the trustees of the Psychosis Australia Trust are not liable should the Trust be unable to meet its obligations.

Mental Illness Fellowship of Australia Incorporated

ABN 73 204 129 543

Directors' Declaration

The Directors have determined that the Mental Illness Fellowship of Australia Inc (MIFA) is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies described in Note 1 to the financial statements.

The Directors of the association declare that:

1. The financial statements and notes, as set out in pages 1 to 16, are in accordance with the Australian Charities and Not-for-profits Commission Act 2012 and the Australian Charities and Not-for-profits Commission Regulations 2022; and
 - (a) Comply with the Accounting Standards described in Note 1 to the financial statements; and
 - (b) Give a true and fair view of the association's financial position as at 30 June 2023 and of its performance for the year ended on that date; and
2. In the Directors' opinion, there are reasonable grounds to believe that MIFA 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.

Claire Moore

Claire Moore
Independent Chair

Dated this 30 day of October 2023.

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Auditor's Independence Declaration

To the Directors of Mental Illness Fellowship of Australia Incorporated

In accordance with the requirements of section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012, as lead auditor for the audit of Mental Illness Fellowship of Australia Incorporated for the year ended 30 June 2023, I declare that, to the best of my knowledge and belief, there have been no contraventions of any applicable code of professional conduct in relation to the audit.

Grant Thornton

GRANT THORNTON AUDIT PTY LTD
Chartered Accountants

H. E. Hiscox

H E Hiscox
Partner - Audit & Assurance
Brisbane, 30 October 2023

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Independent Auditor's Report

To the Members of Mental Illness Fellowship of Australia Incorporated

Report on the audit of the financial report

Opinion

We have audited the accompanying financial report of Mental Illness Fellowship of Australia Incorporated (the "Registered Entity"), which comprises the statement of financial position as at 30 June 2023, and 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, and notes to the financial statements, including a summary of significant accounting policies and the Directors' declaration.

In our opinion, the financial report of Mental Illness Fellowship of Australia Incorporated has been prepared in accordance with *Division 60 of the Australian Charities and Not-for-profits Commission Act 2012*, including:

- a giving a true and fair view of the Registered Entity's financial position as at 30 June 2023 and of its financial performance for the year then ended; and
- b complying with Australian Accounting Standards to the extent described in Note 1 and Division 60 of the *Australian Charities and Not-for-profits Commission Regulations 2022*.

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 Registered Entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

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Emphasis of matter – 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 purposes of fulfilling the Registered Entity's financial reporting responsibilities under the ACNC Act. As a result the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of the Directors for the financial report

The Directors of the Registered Entity 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 ACNC Act. The Directors' responsibility also includes such internal control as the Directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

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

The Directors are responsible for overseeing the Registered Entity's financial reporting process.

Auditor's responsibilities for the audit of the financial report

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

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for 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 Registered Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- Conclude on the appropriateness of the Directors' 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 Registered Entity'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 Registered Entity 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.

Grant Thornton

Grant Thornton Audit Pty Ltd
Chartered Accountants

H.E. Hiscox

H E Hiscox
Partner – Audit & Assurance
Brisbane, 30 October 2023