



# **Annual Financial Report**

Tasmanian Land Conservancy Inc.  
For the year ended 30 June 2020

Prepared by 4 Business & Community

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# Corporate Information

## Tasmanian Land Conservancy Inc. For the year ended 30 June 2020

ABN 88 743 606 934

Committee Members	Position	Committee Members	Position
Ms Jennie Churchill	Chair	Mr Nathan Males	Member
Mr Julian von Bibra	Vice Chair	Mr Mark Temple-Smith	Member
Mr Peter Cosier	Member	Ms Clare Bower	Member
Mr Peter Downie	Member	Dr Ian Cresswell	Member
Ms Erika Korosi	Member	Mr Stephen Atkinson	Member
Prof Ted Lefroy	Member	Prof Jan McDonald	Member

**Public Officer and CEO:** Mr James Hattam

**Registered office and principal place of business:** 827 Sandy Bay Road, Sandy Bay TAS 7005

**Bankers:** Bendigo and Adelaide Bank Limited - 45 Murray Street, Hobart TAS 7000

**Auditors:** Accru Hobart - Level 1, 18 Ross Avenue, Rosny Park TAS 7018

**Investment advisers:** JB Were - Level 16, 101 Collins Street, Melbourne VIC 3000

**Website:** <http://www.tasland.org.au/>

### Acronyms

AASB	Australian Accounting Standards Board
ABN	Australian Business Number
ACNC	Australian Charities and Not-for-Profits Commission
ALCA	Australian Land Conservation Alliance
BHA	Bush Heritage Australia
DPIPWE	Department of Primary Industries, Parks, Water and Environment
FCF	Forest Conservation Fund
GST	Goods and Services Tax
MCF	Midlands Conservation Fund
PALRC	Protected Areas Learning and Research Collaboration
TLC	Tasmanian Land Conservancy Inc

# Officers' Report and Declaration

## Tasmanian Land Conservancy Inc. For the year ended 30 June 2020

The officers of The Tasmanian Land Conservancy Inc. present this report to the members of the Tasmanian Land Conservancy Inc. for the year ended 30 June 2020.

The names of each person who has been an officer during the year and to the date of this report, and the total number of meetings attended by each officer are:

Name	Position	Appointed	Retired	Meetings attended	Eligible to attend
Mr Stuart Barry	Chair	October 2009	November 2019	2	2
Ms Jennie Churchill	Chair	November 2012		6	6
Mr Julian von Bibra	Vice Chair	November 2016		6	6
Mr Peter Cosier	Member	October 2010		6	6
Mr Peter Downie	Member	November 2012		5	6
Ms Erika Korosi	Member	November 2015		5	6
Prof Ted Lefroy	Member	November 2015		5	6
Mr Nathan Males	Member	November 2015		3	6
Mr Mark Temple-Smith	Member	November 2016		5	6
Ms Clare Bower	Member	February 2018		5	6
Dr Ian Cresswell	Member	November 2019		4	4
Mr Stephen Atkinson	Member	November 2019		4	4
Prof Jan McDonald	Member	February 2020		3	3

Details of officers' qualifications, experience and special responsibilities can be found on page 7-8 of the Annual Financial Report.

**The Tasmanian Land Conservancy's vision is for Tasmania to be a global leader in nature conservation.**

### Tasmanian Land Conservancy's 2050 Mission

In partnership with other organisations, communities, individuals and governments the Tasmanian Land Conservancy will:

1. take a leadership role in building a landscape-scale approach to conservation, including a world class system of reserves
2. demonstrate excellence in management for nature conservation
3. contribute to Tasmania becoming a centre of knowledge in nature conservation and planning
4. develop and implement innovative mechanisms for achieving nature conservation
5. provide opportunities and mechanisms for communities and individuals to achieve nature conservation
6. demonstrate organisational leadership through exceptional governance, a positive working environment and financial sustainability.

### Performance measures

The Tasmanian Land Conservancy measures performance through the establishment and monitoring of benchmarks and budgets. These are reviewed in detail by the Board monthly and any exceptions investigated further.

### Auditor's independence

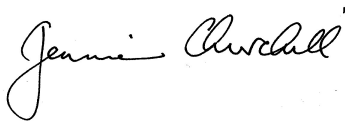
The auditor's declaration of independence appears on page 6 of the Annual Financial Report and forms part of the officers' report for the year ended 30 June 2020.

### Declaration:

In the opinion of the Committee of Tasmanian Land Conservancy Inc. (the Committee):

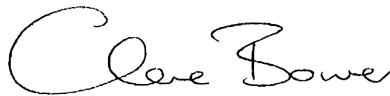
- The Tasmanian Land Conservancy Inc. is not a reporting entity (and therefore these financial statements are presented as Special Purpose financial statements);
- The attached financial statements and notes comply with applicable accounting standards and other mandatory professional reporting requirements to the extent described in Note 1;
- The attached financial statements and notes presents fairly the financial position and performance of the Tasmanian Land Conservancy Inc.; and
- There are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable.

Signed in accordance with subsection 60.15(2) of the Australian Charities and Not-for-profit Commission Regulation 2013 and with a resolution of, and on behalf of, the Committee and the executive officers:



Jennie Churchill

Chair



Clare Bower

Chair of Risk and Audit Committee



James Hattam

CEO

Dated: 21 October 2020

## Tasmanian Land Conservancy Inc

# Auditor's Independence Declaration

For the Year Ended 30 June 2020

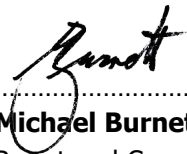
Dear Members

As auditor for the Tasmanian Land Conservancy Inc for the year ended 30 June 2020, I declare that to the best of my knowledge and belief, there have been:

- 1) No contraventions of the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- 2) No contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of the above-mentioned charity.

Yours sincerely



.....  
**Michael Burnett** B.Com.F.C.A.

Registered Company Auditor: 281

Partner

Level 1/18 Ross Avenue, Rosny Park TAS 7018

Dated 28 / 10 / 2020

# Officers' qualifications, experience and special responsibilities

Tasmanian Land Conservancy Inc.  
For the year ended 30 June 2020

Name	Qualifications	Experience	Special Responsibilities
Mr Stuart Barry	Bachelor of Business, Master of Business Administration, CFP	Expertise in global investment markets, financial risk management and derivatives. Stuart owns a local financial advisory firm, specialising in ethical investing. Resigned November 2019.	Chair (Outgoing)
Ms Jennie Churchill	Bachelor of Veterinary Science, Grad Dip Marketing, Graduate of Australian Institute of Company Directors	Jennie has leadership, governance and management experience across diverse fields - not-for-profit organisations and Boards, media and communications, government advisory roles, veterinary science professional, and small business management. Her not-for-profit roles included CEO of the Veterinary Science Foundation at the University of Sydney.	Chair (Incoming) Vice Chair (Outgoing)
Mr Julian von Bibra	Bachelor of Commerce	Julian is a farmer at 'Beaufront', a 12,400ha family property in the Midlands of Tasmania with considerable conservation values. He was educated in Commerce at Melbourne University and The Royal Agricultural College Cirencester in the UK.	Vice Chair (Incoming)
Mr Peter Cosier	Bachelor of Science, Diploma Urban and Regional Planning	Peter is a Director and Member of the Wentworth Group of Concerned Scientists, a science policy institute based in Sydney. He has a background in environmental policy, institutional reform, catchment management and land use planning.	Chair of Conservation Science and Planning Advisory Council
Mr Peter Downie	Bachelor of Commerce and Law	In Tasmania's midlands biodiversity hotspot, Peter's family have grazed sheep and cattle for 150 years. He is pioneering ways to generate on-farm income, while protecting high biodiversity values.	Chair of Property Committee
Ms Erika Korosi	Bachelor of Science (Honours), Master of Environmental Engineering	Erika has worked in mining and minerals processing and in environmental management and sustainability, providing company-wide leadership, governance and advice on environment, climate change and sustainability across global operations. Erika is a senior manager at BHP Billiton in environment and climate change.	
Prof Ted Lefroy	Bachelor of Science (Agriculture), PhD Agriculture	Ted is an adjunct professor at the Tasmanian Institute of Agriculture at the University of Tasmania. He trained in agricultural science and has worked in rural development and extension in Australia and overseas and agricultural and environmental research in Australia.	

<b>Name</b>	<b>Qualifications</b>	<b>Experience</b>	<b>Special Responsibilities</b>
Mr Nathan Males	Bachelor of Environmental Studies, Master of Protected Area Management	Nathan's career has been in conservation, business and management. He worked for the Tasmanian Government and Bush Heritage Australia before co-founding the TLC. Nathan was CEO of the TLC for 10 years before founding and managing his own software company.	
Mr Mark Temple-Smith	Bachelor of Laws	Between 1979 and 2015, Mark was a partner in and Principal of a Devonport law firm. He has been a barrister and solicitor in the civil and criminal jurisdiction of the Supreme Court, and advised in commercial, property, planning, estate and trust law.	Chair of Nominations Committee
Ms Clare Bower	Bachelor of Arts (Honours), Certified Internal Auditor, Graduate of the Australian Institute of Company Directors	Clare has 20 years' experience providing financial and operational audit, governance and risk advice to Australian and global organisations, most recently as a senior partner at Deloitte. She was a founding Director of the Deloitte Foundation and a recognised advocate of workplace diversity as an executive of the firm's Inspiring Women program.	Chair of Risk and Audit Committee
Dr Ian Cresswell	Bachelor of Science (Honours), PhD Murdoch University	Ian has worked in government and science, managing natural resource management agencies and programs. He led CSIRO's biodiversity and freshwater ecological science program and championed Indigenous-led science in CSIRO. Ian has an ongoing interest in environmental economic accounting.	
Mr Stephen Atkinson	Bachelor of Business, Master of Applied Finance	Stephen has spent more than 20 years as an investment manager of institutional funds. For the past 11 years Stephen has been a Portfolio Manager and Director of Adam Smith Asset Management.	Chair of Foundation Committee
Prof Jan McDonald	Bachelor of Arts, Bachelor of Laws, Master of Laws, PHD	Professor Jan McDonald is an environmental and climate law specialist based at the School of Law and Centre for Marine Socioecology at the University of Tasmania. Before coming to Tasmania in 2010, Jan was Director of the Griffith Climate Change Response Program and Professor of Environmental Law and Policy in the Griffith School of Environment. Jan has worked with local, state and national governments and NGOs on environmental and climate change adaptation issues, in Australia and the Pacific Region.	



# Income Statement

## Tasmanian Land Conservancy Inc. For the year ended 30 June 2020

	NOTES	2020	2019
<b>Income</b>			
Donations & Bequests	3	4,510,411	2,812,217
Sale of Land	13	1,378,838	-
Consultancy Services		52,239	212,417
Grants		651,553	605,674
PALRC Income	20	199,858	92,333
Contributed Labour (Volunteer)		195,373	180,416
Carbon Income		249,750	194,250
Interest Income		31,140	52,401
Profit/(Loss) on Disposal of Non-current Assets		9,063	(162,843)
Reserve Income		12,345	16,425
Other Income		25,349	11,760
<b>Total Income</b>		<b>7,315,919</b>	<b>4,015,049</b>
<b>Cost of Sales</b>			
Cost of Sale of Land	13	1,338,027	-
<b>Total Cost of Sales</b>		<b>1,338,027</b>	<b>-</b>
<b>Gross Income</b>		<b>5,977,892</b>	<b>4,015,049</b>
<b>Expenses</b>			
General & Administrative	5	357,785	501,835
Contributed Labour (Volunteer)		195,373	180,416
Employment	6	1,653,047	1,387,249
Engagement & Promotion	7	84,737	62,762
Information Technology & Communication	8	123,446	151,823
Plant & Equipment		27,630	16,479
Property Expenses	9	166,404	226,729
Repairs & Maintenance	10	9,020	884
Vehicles Expenses	11	48,708	48,542
<b>Total Expenses</b>		<b>2,666,149</b>	<b>2,576,719</b>
<b>Operating Income</b>		<b>3,311,743</b>	<b>1,438,330</b>
<b>Other</b>			
Net Gain/(Loss) of TLC Investment	4	(129,260)	1,038,873
Government Subsidy		50,000	-
Donated Property	15	(347,665)	-
Adjustment on Provisions (as per AASB 137)	22	216,268	-
<b>Total Other</b>		<b>(210,657)</b>	<b>1,038,873</b>
<b>Current Year Earnings</b>		<b>3,101,086</b>	<b>2,477,202</b>

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

# Statement of Financial Position and Changes in Equity

Tasmanian Land Conservancy Inc.

As at 30 June 2020

	NOTES	30 JUN 2020	30 JUN 2019
<b>Assets</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	12	5,684,579	4,013,651
TLC Foundation (inc. Five Rivers Endowment)	4	13,424,637	13,930,196
Receivables		347,680	193,435
Inventory	13	2,463,667	2,807,755
Other Current Assets	14	149,828	-
<b>Total Current Assets</b>		<b>22,070,392</b>	<b>20,945,036</b>
<b>Non-Current Assets</b>			
TLC Reserves	15	16,296,782	16,613,647
New Leaf Properties	16	8,350,830	8,443,663
Other Properties	17	3,655,548	510,500
Fixed Assets	18	153,201	77,688
<b>Total Non-Current Assets</b>		<b>28,456,362</b>	<b>25,645,497</b>
<b>Total Assets</b>		<b>50,526,754</b>	<b>46,590,533</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Payables	19	161,414	125,436
Unexpended Grants	20	3,501,394	4,024,991
Provision for Employee Entitlements	21	215,288	230,335
Lease Liability (Current)		12,237	-
<b>Total Current Liabilities</b>		<b>3,890,333</b>	<b>4,380,762</b>
<b>Non-Current Liabilities</b>			
Capital Provisions	22	-	216,268
Private Loans	23	1,657,678	75,000
Provision for Employee Entitlements	21	48,000	26,851
Lease Liability (Non-Current)		30,837	-
<b>Total Non-Current Liabilities</b>		<b>1,736,515</b>	<b>318,118</b>
<b>Total Liabilities</b>		<b>5,626,848</b>	<b>4,698,881</b>
<b>Net Assets</b>		<b>44,899,906</b>	<b>41,891,652</b>
<b>Equity</b>			
Current Year Earnings		3,101,086	2,477,202
Prior Year Adjustments	1.4	(92,833)	-
Retained Earnings		41,891,652	39,414,450
<b>Total Equity</b>		<b>44,899,906</b>	<b>41,891,652</b>

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

# Statement of Cash Flows

## Tasmanian Land Conservancy Inc. For the year ended 30 June 2020

	NOTES	2020	2019
<b>Cash Flows from Operating Activities</b>			
Donations & Bequests		4,257,107	2,182,865
Grants Received		651,553	347,940
Carbon Income		249,750	194,250
Consultancy Services		52,239	212,417
Interest Received		29,906	52,401
Reserve Income		12,345	16,425
Sales Income	1.3	1,378,838	-
Rental Income		5,809	6,003
Payments to Suppliers & Employees	1.3	(3,760,168)	(2,331,604)
Other		57,200	5,757
<b>Net Cash Flows from Operating Activities</b>		<b>2,934,579</b>	<b>686,454</b>
<b>Cash Flows from Investing Activities</b>			
Proceeds From Sales of Property, Plant and Equipment	1.3	9,063	895,379
Purchase of Plant and Equipment		(123,185)	(37,713)
Purchase of Properties	1.3	(2,818,293)	(528,323)
Net Earnings from and Contributions to Foundation Fund Investments		43,011	(947,015)
<b>Net Cash Flows from Investing Activities</b>		<b>(2,889,404)</b>	<b>(617,672)</b>
<b>Cash Flows from Financing Activities</b>			
Loans Advanced		1,666,683	5,000
Lease Liability Payment		(40,930)	-
<b>Net Cash Flows from Financing Activities</b>		<b>1,625,753</b>	<b>5,000</b>
<b>Net Cash Flows</b>		<b>1,670,928</b>	<b>73,782</b>
<b>Cash and Cash Equivalents</b>			
Cash and cash equivalents at beginning of period		4,013,651	3,939,869
Cash and cash equivalents at end of period		5,684,579	4,013,651
<b>Net change in cash for period</b>		<b>1,670,928</b>	<b>73,782</b>

# Notes to the Financial Statements

## Tasmanian Land Conservancy Inc. For the year ended 30 June 2020

### 1.1 Statement of significant accounting policies

The committee has determined that the association is not a reporting entity, and this financial report is a special purpose financial report prepared in order to satisfy the reporting requirements of the *Australian Charities and Not-for-Profits Commission (ACNC) Act 2012*. The financial report may not be suitable for any another purpose.

The financial statements have been prepared on the basis of historical cost except for the following:

- Land donated or gifted to the association is recorded at fair market value at the date of acquisition.
- Investments are carried at fair value and any subsequent market movements are taken directly to profit and loss.

The following Australian Accounting Standards have been used in the preparation of the report:

	AASB 12	Disclosure of Interest in Other Entities
	AASB 15	Revenue from Contracts with Customers
+	AASB 16	Leases
	AASB 101	Presentation of Financial Statements
+	AASB 102	Inventories
	AASB 107	Statement of Cash Flows
	AASB 108	Accounting Policies, Changes in Accounting Estimates and Errors
+	AASB 119	Employee Benefits
+	AASB 137	Provisions, Contingent Liabilities and Contingent Assets
	AASB 1004	Contributions
	AASB 1048	Interpretation of Standards
	AASB 1054	Additional Australian Disclosures
	AASB 1058	Income of Not-for-profit Entities

+ adopted during the year

### 1.2 New accounting standards adopted

- AASB 16 *Leases* requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. A lessee is required to recognise a right-of-use asset representing its right to use the underlying leased asset and a lease liability representing its obligations to make lease payments. A lessee measures right-of-use assets similarly to other non-financial assets and lease liabilities similarly to other financial liabilities.
- AASB 102 *Inventories* prescribe the accounting treatment for inventories. This standard provides guidance on the determination of costs to be recognised as an asset and carried forward until the related revenues are recognised.
- AASB 119 *Employee Benefits* requires an entity to measure the liability for long service leave as the present value of the estimated future cash outflows to be made by the employer for services provided by employees up to the reporting date. And it should be discounted based on the long-term government bond rate as at the reporting date for not-for-profit public sector entities.

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These notes should be read in conjunction with the attached compilation report.

- AASB 137 *Provisions, Contingent Liabilities and Contingent Assets* is to ensure that appropriate recognition criteria and measurement bases are applied to provisions, contingent liabilities and contingent assets and that sufficient information is disclosed in the notes to enable users to understand their nature, timing and amount.

### 1.3 Changes to accounting policies

- Properties purchased utilising Revolving Funds have been re-classified from Fixed Assets to Inventory to better align with the principle of these properties being purchased for resale. Sale transactions are recognised on the Income Statement as Sales Income. This re-classification also impacts the Cash Flow statement - Operating Activities. The income from selling these properties during the year is recorded as Sales Income; and the purchase of new properties for resale as Payment to Suppliers & Employees. In prior years similar transactions were classified as Investing Activities.
- Properties that are purchased outside of the Revolving Funds - e.g. TLC Reserves (properties) will continue being allocated as Fixed Assets. The costs associated with purchase have been capitalised from 1 July 2019.
- In the 2020 financial year, TLC's operating segments and chart of account structure were reviewed and refined (with the oversight of the Risk and Audit Committee and the TLC board) to better reflect operations, providing a clearer understanding of operational requirements and performance. Individual business units roll into one of five operating segments. The TLC Foundation (inc. Five Rivers Endowment) is the sixth operating segment. Additional accounts have been created and where necessary, comparatives have been reclassified and repositioned for consistency with current year disclosures.

### 1.4 Prior Year Adjustment

During the 2020 financial year, an error in the 2017 financial report was identified. The error resulted in the overstatement of the profit made on the sale of a New Leaf property by \$92,833, and an overstatement in the holding value of the New Leaf properties in the statement of financial position. The error arose from incorrectly processing the sale transaction against the wrong landholding.

The error affected the following lines in the 2017 financial report:

	Reported Value	Corrected Value
Income - sale of properties	117,510	24,677
Total income	5,158,749	5,065,916
Net operating surplus	2,562,513	2,469,680
Non-current assets - New Leaf land	8,846,632	8,753,799
Total non-current assets	27,780,959	27,688,126
Total assets	42,777,808	42,684,975
Net assets	36,199,922	36,107,089
Equity - current year earnings	2,562,513	2,469,680
Total equity	36,199,922	36,107,089

These notes should be read in conjunction with the attached compilation report.

The error has not affected the operating results for either the 2018 or 2019 financial reports, however the net assets and retained earnings (and related balances) for those periods have been restated to correct the error. The affected lines in those financial reports are:

<b>FY 2018</b>	<b>Reported Value</b>	<b>Corrected Value</b>
Non-current assets - New Leaf land	8,443,663	8,350,830
Total non-current assets	28,461,920	28,369,087
Total assets	44,677,003	44,584,170
Net assets	39,414,450	39,321,617
Equity - retained earnings	36,199,922	36,107,089
Total equity	39,414,450	39,321,617

<b>FY 2019</b>	<b>Reported Value</b>	<b>Corrected Value</b>
Non-current assets - New Leaf land	8,443,663	8,350,830
Total non-current assets	28,453,252	28,360,419
Total assets	46,590,533	46,497,700
Net assets	41,891,652	41,798,819
Equity - retained earnings	39,414,450	39,321,617
Total equity	41,891,652	41,798,819

## 1. 5 Other Accounting Policies and Relevant Information

### a. Grant income

Grant income is recognised in accordance with applying accounting standards AASB 15 Revenue from Customer Contracts and AASB 1058 Income of Not-for-profit Entities, as per above.

### b. Interest income and interest credited to grant liabilities

Interest income is measured on an accrual basis. Interest income earned on the bank accounts for the Forest Conservation Fund (Revolving Fund) and the Midlands Stewardship Fund is credited to the corresponding liability.

### c. Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to a particular category, they have been allocated to activities on a basis consistent with the use of the resources.

#### **d. Cash and cash equivalents**

Cash and cash equivalents in the statement of financial position comprise cash at bank held directly by the association. Cash and cash equivalents attributable to Foundation investments are not included.

#### **e. Trade and other receivables**

Trade receivables are recognised and carried at original invoice amount, less an allowance for any uncollectible amounts. Normal terms of settlement vary from seven (7) to ninety (90) days.

#### **f. Property, plant and equipment**

Plant and equipment is capitalised when the cost exceeds \$10,000. All plant and equipment is recorded at cost less accumulated depreciation. Depreciation is calculated based on the effective lives of all assets worth more than \$10,000.

#### **g. Intangibles**

Intangibles are capitalised when the cost exceeds \$10,000. All intangibles are recorded at cost less accumulated depreciation. Depreciation is calculated based on the effective lives of all intangibles worth more than \$10,000. Software costs above \$10,000 have been deemed Intangible Assets.

#### **h. Trade and other receivables**

Trade receivables and other receivables, including distributions receivable, are recognised at the nominal transaction value without taking into account the time value of money. If required a provision for doubtful debt has been created.

#### **i. Shares and investments - TLC Foundation (inc. Five Rivers Endowment)**

All investments are recorded at the market value as at 30 June. An adjustment is made each year to record the change in market value. Refer to Note 4 for further information and breakdown of the movements in the funds invested.

#### **j. Trade creditors and other payables**

Trade and other payables represent the liabilities for goods and services received by the company that remain unpaid at 30 June 2020. Trade payables are recognised at their transaction price. They are subject to normal credit terms and do not bear interest. These amounts are usually settled in 30 days.

#### **k. GST**

The association is registered for GST on a cash basis until 31 March 2020 and changed to the accrual basis in April 2020. GST is reported to the Australian Taxation Office monthly.

Revenue, expenses and assets are recognised net of the amount of GST except where the amount of GST is not recoverable from the Australian Taxation Office. The net amount of GST recoverable from or payable to the Australian Taxation Office is included as part of receivables or payables. Cash flows are included in the statement of cash flows on a gross basis. The GST component of cash flows arising from investing and financing activities that is recoverable from or payable to the Australian Taxation Office is classified as operating cash flows.

#### **l. Income tax expense**

The Tasmanian Land Conservancy is certified as an Income Tax Exempt Charity and consequently no income tax is reported. The Tasmanian Land Conservancy is eligible to receive a refund of franking credits that it earns from its Foundation investments. The Tasmanian Land Conservancy is also certified as a Deductible Gift Recipient and issues tax deductible receipts for donations received over \$2.

#### **m. Contributed labour**

The value of contributed labour is calculated using guidelines published and endorsed by Volunteering Tasmania. For 2020, a replacement cost of \$35.21 per hour has been used. This value was published in the Tasmanian State Government commissioned report *The Economic Value of Volunteering in Tasmania* published in May 2014. This figure is considered to be conservative.

#### **n. Provision for employee entitlements**

An employee provision is made for employee benefits arising from services rendered by employees to the end of the reporting period. These amounts include on-costs for the amounts expected to be paid when the liability is settled.

The long-service leave provision has been calculated with a probability range of 10-100% based on the number of years of service for each employee. The accrual rate is 1.3 weeks for each year of service.

The provision for annual leave is a current liability and is accrued on a pro-rata basis of 4 weeks per annum less any leave taken during the year.

#### **o. Leases liability**

Finance leases are leases of fixed assets where substantially all of the risks and benefits incidental to the ownership of the asset are transferred to the entity, but the legal ownership is not transferred to the entity.

A lease liability and associated right to use asset is recognised on leased assets with a term of more than 12 months and a value greater than \$10,000.

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term.

Profits and losses on sale and leaseback transactions are recognised in the reporting period in which they occur.

#### **p. Provisions**

Provisions are recognised when the entity has a legal or constructive obligation resulting from past events, for which it is probable that there will be an outflow of economic benefits and that outflow can be reliably measured. Provisions are measured using the best estimate available of the amounts required to settle the obligation at the end of the reporting period.

#### **q. Contingent liability**

As per *AASB 137 Provisions, Contingent Liabilities and Contingent Assets* a contingent liability is disclosed in relation to a 2013 agreement between the TLC and Conservation International (CI), establishing the Five Rivers Endowment. CI has the right to revoke and terminate the agreement if TLC breaches or fails to perform obligations of the agreement, and if not resolved may need to repay the grant amount of \$4,813,654 less any funds expended for authorised purposes. Management has reviewed the agreement and taken advice and is of the view that it is unlikely that this amount will need to be repaid.

#### **r. Midlands Conservation Fund**

The Tasmanian Land Conservancy and Bush Heritage Australia each hold a 50% interest in the Midlands Conservation Fund Ltd (MCF). The MCF is a separate public company limited by guarantee with its own Board of Directors and constitutional objectives. Under the MCF Constitution Bush Heritage has the capacity to control MCF, and the financial statements for MCF are consolidated with the Bush Heritage financial statements. Under the MCF Constitution, MCF cannot pay financial dividends to its members. The Tasmanian Land Conservancy provides administration services to the MCF and processes stewardship payments to land owners on its behalf. Other returns to the Tasmanian Land Conservancy are indirect, and result from the MCF achieving conservation objectives that contribute directly to the Tasmanian Land Conservancy's conservation objectives.

#### **s. Rounding**

Unless otherwise stated all financial figures have been rounded off to the nearest dollar.



**t. Office holders**

No office holders receive any remuneration for their role on the board.

**u. Independent auditor**

The independent auditor is Accru Hobart. Remuneration for Accru to provide auditing services relating to the 2020 financial year is \$12,255 (excluding GST).

**v. Subsequent events and going concern**

As at the date this report was signed there were no material subsequent events or going concern issues.

**1.6 COVID-19 pandemic affect**

Within Australia and globally, unprecedented measures have been introduced to control the spread of the COVID-19 outbreak, including travel and trade restrictions, restrictions on public gatherings and temporary business closures. These significant measures have had a sudden and substantial negative impact on global economic activity, with certain industry sectors experiencing unforeseen financial difficulties. Consequently, global capital markets have experienced increased volatility and negative investor sentiment.

The expected duration and magnitude of the COVID-19 global pandemic and its potential implications on the global economy and financial markets remains unclear. Should these circumstances become severe or prolonged, it is expected to have a material adverse impact on the global and Australian economies, which in turn may have a material adverse impact on the entity's financial performance and position.

## 2. Operating Segments

	Conservation Programs	Land Management	Science & Planning	Philanthropy & Engagement	Leadership, Business & Administration	TLC Foundation (inc. Five Rivers Endowment)	Total
<b>Income</b>							
Donations & Bequests	-	-	-	4,510,411	-	-	4,510,411
Sale of Land	1,378,838	-	-	-	-	-	1,378,838
Consultancy Services	37,267	-	14,972	-	-	-	52,239
Grants	631,553	-	20,000	-	-	-	651,553
PALRC Income	-	-	-	-	199,858	-	199,858
Contributed Labour (Volunteer)	10,246	103,306	34,523	8,063	39,235	-	195,373
Carbon Income	-	-	-	-	249,750	-	249,750
Profit/(Loss) on Disposal of Non-Current Assets	-	9,063	-	-	-	-	9,063
Interest Income	13,225	-	-	5,764	12,152	-	31,140
Reserve Income	-	12,345	-	-	-	-	12,345
Other Income	8,855	1,500	-	6,270	8,724	-	25,349
<b>Total Income</b>	<b>2,079,984</b>	<b>126,214</b>	<b>69,496</b>	<b>4,530,507</b>	<b>509,718</b>	-	<b>7,315,919</b>
<b>Cost of Sale of Land</b>	<b>1,338,027</b>	-	-	-	-	-	<b>1,338,027</b>
<b>Gross Income</b>	<b>741,956</b>	<b>126,214</b>	<b>69,496</b>	<b>4,530,507</b>	<b>509,718</b>	-	<b>5,977,892</b>
<b>Expenses [1]</b>							
General & Administrative	50,863	70,323	48,518	42,546	145,536	-	357,785
Contributed Labour (Volunteer)	10,246	103,306	34,523	8,063	39,235	-	195,373
Employment	424,404	260,389	251,713	358,379	358,161	-	1,653,047
Engagement & Promotion	3,704	1,901	2,088	70,821	6,222	-	84,737
Information Technology & Communication	27,855	15,973	47,340	16,977	15,301	-	123,446
Plant & Equipment	6,337	9,650	8,109	1,567	1,968	-	27,630
Property Expenses	46,158	120,246	-	-	-	-	166,404
Repairs & Maintenance	705	6,898	671	403	344	-	9,020
Vehicle Expenses	9,714	28,634	5,950	2,991	1,419	-	48,708
<b>Total Expenses</b>	<b>579,985</b>	<b>617,321</b>	<b>398,912</b>	<b>501,747</b>	<b>568,185</b>	-	<b>2,666,149</b>
<b>Operating Income</b>	<b>161,971</b>	<b>(491,106)</b>	<b>(329,416)</b>	<b>4,028,761</b>	<b>(58,466)</b>	-	<b>3,311,743</b>
Other [2]		(131,397)				50,000	(210,657)
<b>Current Year Earnings</b>	<b>161,971</b>	<b>(622,503)</b>	<b>(329,416)</b>	<b>4,028,761</b>	<b>(8,466)</b>	<b>(129,260)</b>	<b>3,101,086</b>

[1] Shared operational costs (e.g. rent, utilities, staff amenities) are allocated based on the operating segments' Full Time Equivalent (FTE) as a proportion of the total number of the TLC's FTE as of June 30, 2020.

[2] The (\$131,397) under Land Management is the net of the Donated Property (\$347,665) (note 15) and the adjustment on provisions as per AASB 137 \$216,268 (note 22). The \$50,000 under Leadership, Business & Administration is the federal government's Cash Flow Boost. The (\$129,260) is the net loss of the TLC Investment (note 4).

These notes should be read in conjunction with the attached compilation report.

	2020	2019
<b>3. Donations and Bequests</b>		
General Donations	2,635,428	1,456,840
Bequests	1,689,966	373,011
Foundation Donations	175,127	384,698
Gifts of Property	9,890	510,000
Loan Relief Elsie Cameron Foundation	-	87,668
<b>Total Donations and Bequests</b>	<b>4,510,411</b>	<b>2,812,217</b>

#### 4. Tasmanian Land Conservancy (TLC) Foundation

The TLC Foundation (inc. Five Rivers Endowment) are endowment funds established (in 2009 and 2013 respectively) to secure the long-term resourcing required to ensure effective management of reserves. The TLC Foundation investments are managed by JB Were, with governance and oversight provided by the Foundation Committee (a subcommittee of the TLC Board). Quarterly redemptions are drawn from the Foundation Funds to provide funding for the costs of managing and maintaining the TLC reserve properties. The investment earnings generated from the TLC Foundation Funds includes the dividends, distributions, interest, investment fee and the movement in market value of the underlying assets.

Despite increased market volatility due to COVID-19, the TLC Foundation (inc. the Five Rivers Endowment) still provided critical support for effective conservation management across the TLC reserve estate via quarterly redemptions. Guided by JB Were, the TLC Foundation's investment strategy continues to be a long-term approach with a diversified portfolio, robust governance, comprehensive advice and measured investment management. Additional details on the Foundation are reported in the Annual Report, available at <https://tasland.org.au/about-the-tlc/newsletters-and-annual-report/>.

	2020	2019
<b>TLC Foundation</b>		
JB Were Investment - TLC Foundation	8,235,886	8,493,449
JB Were Investment - Five Rivers	5,123,751	5,371,747
Bendigo TD - Jupe Family Fund	65,000	65,000
<b>Total TLC Foundation</b>	<b>13,424,637</b>	<b>13,930,196</b>

	2020	2019
<b>TLC Foundation Investment Income</b>		
Realised Investment Earnings	784,372	653,190
Franking Credits (current year)	47,693	59,687
Unrealised Investment Gain/(Loss)	(898,402)	390,585
Investment Fees	(62,923)	(64,589)
<b>Total TLC Foundation Investment Income</b>	<b>(129,260)</b>	<b>1,038,873</b>

These notes should be read in conjunction with the attached compilation report.

2020 2019

**Reconciliation of the movement in TLC Foundation capital**

<b>Movement</b>		
Capital Contribution	463,287	1,152,709
Net Foundation Gain/(Loss)	(129,260)	1,038,873
Redemption (funds withdrawn to cover effective conservation management on TLC Reserves)	(424,000)	(279,000)
Less Prior Years Franking Credits	(138,195)	-
Less Accrued Income	(285,914)	-
Add Accrued Investment Fee	14,819	-
GST on Investment Fees	(6,296)	-
<b>Total Movement</b>	<b>(505,559)</b>	<b>1,912,582</b>
Opening Foundation balance	13,930,196	12,017,614
Closing Foundation balance	13,424,637	13,930,196

2020 2019

**5. General & Administrative**

Contractors & Consultants	82,391	179,063
Conservation Stewardship	25,499	30,532
Depreciation	47,671	26,482
Accounting	18,264	27,420
Audit Fees	12,500	-
Interest on Liabilities	28,952	27,404
Office Rent	23,472	37,130
Travel & Accommodation	23,287	43,088
Scholarships	19,000	-
Insurance	11,200	46,494
Postage & Freight	10,975	11,635
Utility Charges	9,263	10,067
Merchant Fees	7,392	5,699
Workplace Health & Safety	4,957	3,294
Staff Meetings	4,901	10,858
Stationery & Supplies	4,495	3,165
Photocopying & Printing	3,959	4,990
Office Related Expenses	3,876	12,413
Subscriptions & Memberships	3,080	10,904
Board/Governance Expenses	2,721	-
Security & Monitoring	2,550	-
Miscellaneous	2,479	586
Volunteer Expenses	2,440	233
Reference Material	954	168
ATO General Interest Charge	776	-
Bank Charges	399	1,289
Legal Fees	332	8,917
<b>Total General &amp; Administrative</b>	<b>357,785</b>	<b>501,835</b>

These notes should be read in conjunction with the attached compilation report.

2020 2019

**6. Employment**

Wages & Salaries	1,335,453	1,117,144
Superannuation	138,196	112,336
Annual Leave Expense	104,288	94,927
Long Service Leave Expense	44,330	9,693
Training & Development	17,572	38,531
Recruitment	3,640	1,690
Workers Compensation Insurance	3,006	11,326
Employee Clothing	2,795	-
Employee Support	2,421	-
Employee Amenities	1,346	1,602
<b>Total Employment</b>	<b>1,653,047</b>	<b>1,387,249</b>

Number of staff employed by the Tasmanian Land Conservancy as at 30 June 2020 was:

	Number of staff	Full time equivalent
Conservation programs	5	5.20
Land management	4	2.80
Science & Planning	6	4.30
Fundraising & Engagement	5	4.28
Leadership, Business & Administration	4	3.28
	24	19.86

2020 2019

**7. Engagement & Promotion**

Publications	27,876	22,837
Events	20,538	15,631
Photography	16,360	-
Advertising & Marketing	10,911	14,813
Relationship Management	9,053	9,481
<b>Total Engagement &amp; Promotion</b>	<b>84,737</b>	<b>62,762</b>

These notes should be read in conjunction with the attached compilation report.

	2020	2019
<b>8. Information Technology &amp; Communication</b>		
ITC Telecommunications	31,209	27,218
ITC Consultants	30,543	-
ITC Software Subscriptions	22,612	-
ITC Contractors	19,200	-
ITC Hardware	13,525	-
ITC Web Hosting	3,970	-
ITC Infrastructure as a Service (IaaS)	2,185	-
ITC Software	156	-
ITC Maintenance Agreements	45	-
IT & Computer	-	124,604
<b>Total Information Technology &amp; Communication</b>	<b>123,446</b>	<b>151,823</b>

The TLC continues to invest in technology to create efficiencies across the organisation. In line with note 1.3, additional accounts have been created from the previous IT & Computer account within Information Technology & Communication to better reflect operations, providing a clearer understanding of operational requirements and performance. Expenditure across these accounts includes IT contracted support services (Axyx IT), Client Relationship Management database (CRM) and Geographic Information Systems (GIS) subscriptions and mobile telecommunications.

	2020	2019
<b>9. Property Expenses</b>		
<b>Property Management Expense</b>		
Rates & Taxes	65,996	67,130
Access Management - Contractors	32,847	34,164
Access Management	19,251	18,379
Land Management	12,739	63,747
Land Management - Contractors	7,233	-
Research and Surveys	-	13,172
<b>Total Property Management Expense</b>	<b>138,066</b>	<b>196,592</b>
<b>Acquisition/Disposal Expenses</b>		
Property Advertising	18,750	16,250
Property Legal Fees	7,545	-
Property Government Charges	1,243	7,316
Property Valuations	800	6,025
Planning & Subdivision	-	545
<b>Total Acquisition/Disposal Expenses</b>	<b>28,338</b>	<b>30,137</b>
<b>Total Property Expenses</b>	<b>166,404</b>	<b>226,729</b>

These notes should be read in conjunction with the attached compilation report.

	2020	2019
<b>10. Repairs &amp; Maintenance</b>		
Buildings	5,676	884
Rental Properties	2,316	-
Tools & Equipment	1,028	-
<b>Total Repairs &amp; Maintenance</b>	<b>9,020</b>	<b>884</b>
	2020	2019

	2020	2019
<b>11. Vehicle Expenses</b>		
Fuel	24,104	22,379
Maintenance	21,705	26,163
Hire/Personal Vehicle Use	871	-
Parking	726	-
Registration	683	-
Insurance	618	-
<b>Total Vehicle Expenses</b>	<b>48,708</b>	<b>48,542</b>
	2020	2019

	2020	2019
<b>12. Cash &amp; Cash Equivalents</b>		
<b>Operating Cash Assets</b>		
Gift Fund Account	2,185,457	522,322
Operating Account	360,109	455,989
Debit Card	8,276	19,614
<b>Total Operating Cash Assets</b>	<b>2,553,842</b>	<b>997,925</b>
<b>Other Cash Assets</b>		
FCF Revolving Fund	1,791,418	1,645,535
Nature Bank	762,221	757,762
Midlands Stewardship Fund	272,353	304,231
New Leaf and Five Rivers Capital Provision	245,892	249,638
DPIPWE Revolving Fund	44,509	44,215
King Island Revolving Fund	14,345	14,345
<b>Total Other Cash Assets</b>	<b>3,130,737</b>	<b>3,015,726</b>
<b>Total Cash &amp; Cash Equivalents</b>	<b>5,684,579</b>	<b>4,013,651</b>
	2020	2019

	2020	2019
<b>13. Inventory</b>		
Revolving Fund - Forest Conservation Fund	2,131,598	2,475,685
Revolving Fund - DPIPWE King Island	332,069	332,069
<b>Total Inventory</b>	<b>2,463,667</b>	<b>2,807,755</b>

On the Income Statement the sale of Revolving Fund properties are recognised as Sale of Land Income and offset by the associated Cost of Sale on Land.

	2020	2019
<b>14. Other Current Assets</b>		
Prepaid Expenses	106,709	-
Accrued Donations	29,545	-
Accrued Interest	1,234	-
Security Bond/Deposit	12,340	-
<b>Total Other Current Assets</b>	<b>149,828</b>	<b>-</b>

	2020	2019
<b>15. TLC Reserves</b>		
Five Rivers	9,041,841	9,041,841
Recherche Bay	2,296,319	2,296,319
Vale of Belvoir	1,249,987	1,249,987
The Big Punchbowl	852,923	852,923
Tall Trees	510,000	510,000
Little Swanport	495,000	495,000
Flat Rock	342,070	342,070
Egg Islands	303,293	303,293
Daisy Dell	237,135	237,135
Panatana	178,251	178,251
Gordonvale	154,710	154,710
Long Point	154,689	154,689
Brown Mountain	130,000	130,000
Tom Hay	80,000	80,000
Silver Peppermint	75,000	75,000
Blue Tier	60,871	60,871
Liffey	50,000	50,000
Tinderbox [1]	30,800	-
Stoney Farm	30,000	30,000
Lutregala Marsh	23,895	23,895
Kings Run [2]	-	347,665
<b>Total TLC Reserves</b>	<b>16,296,782</b>	<b>16,613,647</b>

[1] Deposit to secure Tinderbox reserve acquisition.

[2] In January 2017, the TLC purchased a section of Kings Run in partnership with the Indigenous Land and Sea Corporation. As part of the agreement a conservation covenant was registered on title and the land transferred to the Aboriginal Land Council of Tasmania in August 2019.



	2020	2019
<b>16. New Leaf Properties</b>		
Silver Plains	3,141,605	3,141,605
Lake Sorell	1,631,385	1,631,385
Jinks Tier	1,200,840	1,200,840
Archer Whareham	654,485	654,485
Towns	536,141	536,141
Weeks	293,839	293,839
Lake River	278,792	278,792
Bardenhagen	241,951	241,951
London Marshes	143,045	143,045
Sheene	131,487	131,487
Phillips Rose Tier	97,260	97,260
Nook [1]	-	92,833
<b>Total New Leaf Properties</b>	<b>8,350,830</b>	<b>8,443,663</b>

[1] Refer to Note 1.4 - Prior Year Adjustments.

	2020	2019
<b>17. Other Properties</b>		
Brockley Estate [1]	3,145,048	-
Rubicon	500,000	500,000
Lottah	10,500	10,500
<b>Total Other Properties</b>	<b>3,655,548</b>	<b>510,500</b>

[1] Part of Brockley Estate will become Prosser River Reserve once the farmland and homestead have been sold.

	2020	2019
<b>18. Fixed Assets</b>		
<b>Plant &amp; Equipment</b>		
Plant & Equipment at cost	86,630	86,630
Less accumulated depreciation	(86,630)	(84,949)
<b>Total Plant &amp; Equipment</b>	<b>-</b>	<b>1,680</b>
<b>Furniture &amp; Fixtures</b>		
Furniture & Fixtures at Cost	29,618	29,618
Less accumulated depreciation	(29,618)	(29,184)
<b>Total Furniture &amp; Fixtures</b>	<b>-</b>	<b>434</b>
<b>Computer Equipment</b>		
Computer Equipment at Cost	87,830	87,830
Less accumulated depreciation	(87,830)	(87,715)
<b>Total Computer Equipment</b>	<b>-</b>	<b>115</b>
<b>Motor Vehicles</b>		
Motor Vehicles at cost	283,297	281,454
Less accumulated depreciation	(222,829)	(205,995)
<b>Total Motor Vehicles</b>	<b>60,468</b>	<b>75,458</b>
<b>Intangible Assets [1]</b>		
Intangible Assets at Cost	54,475	-
Less accumulated depreciation	(2,746)	-
<b>Total Intangible Assets [1]</b>	<b>51,729</b>	<b>-</b>
<b>Right-of-use Asset [2]</b>		
Right-of-use Asset at cost	53,167	-
Less accumulated depreciation	(12,163)	-
<b>Total Right-of-use Asset [2]</b>	<b>41,004</b>	<b>-</b>
<b>Total Fixed Assets</b>	<b>153,201</b>	<b>77,688</b>

[1] Development cost of WildTracker software.

[2] New Right-of-use Asset in 2020 due to the adoption of AASB 16 *Leases*.

	2020	2019
<b>19. Payables</b>		
<b>Operating Creditors</b>		
Conservation Stewardship (Payable)	44,105	-
PAYG Withholding Payable	42,558	21,894
Superannuation Payable	42,012	30,299
Accrued Trade Creditors	24,816	-
Trade Creditors	16,072	977
Accrued Interest	3,902	-
Key Deposits	1,441	1,441
GST Payable/(Receivable)	(13,493)	6,138
<b>Total Operating Creditors</b>	<b>161,414</b>	<b>60,749</b>
Funds transferrable to Foundation	-	64,687
<b>Total Payables</b>	<b>161,414</b>	<b>125,436</b>
	2020	2019

**20. Unexpended grants**

FCF Revolving Fund	2,910,645	3,130,853
Midlands Biodiversity Program	248,436	277,194
King Island NRM/Commonwealth	214,541	214,541
DPIPWE Revolving Funds	102,984	102,984
Other Grants in Advance	24,786	38,690
PALRC Donation [1]	-	199,858
NAB Foundation	-	60,871
<b>Total Unexpended grants</b>	<b>3,501,394</b>	<b>4,024,991</b>

[1] The TLC continues to administer the Protected Areas Learning and Research Collaboration (PALRC), funded through a philanthropic donation. The collaboration seeks to assist professionals and community-based conservation practitioners working on protected areas and other area-based conservation activities. Due to the adoption of AASB 137 the provision was recognised as income in 2020.

	2020	2019
<b>21. Employee entitlements</b>		
<b>Current Provision</b>		
Provision for Annual Leave	117,706	120,129
Provision for Long Service Leave	97,582	110,206
<b>Total Current Provision</b>	<b>215,288</b>	<b>230,335</b>
<b>Non-current Provision</b>		
Provision for Long Service Leave	48,000	26,851
<b>Total Non-current Provision</b>	<b>48,000</b>	<b>26,851</b>
<b>Total Employee entitlements</b>	<b>263,288</b>	<b>257,186</b>

These notes should be read in conjunction with the attached compilation report.

	2020	2019
<b>22. Capital Provisions</b>		
New Leaf Capital Provision	-	136,268
Five Rivers Capital Provision	-	80,000
<b>Total Capital Provisions</b>	<b>-</b>	<b>216,268</b>

Due to the adoption of AASB 137, the capital provisions have been recognised as Other income in 2020. Funds are set aside for New Leaf and Five Rivers capital requirements in an isolated bank account.

	2020	2019
<b>23. Private Loans</b>		
B&A McGregor Loan (Brockley Estate)	1,582,678	-
David and Jane Jupe (Jupe Family Fund)	65,000	65,000
Cathy Clayton (Dorothy Reeves Fund)	10,000	10,000
<b>Total Private Loans</b>	<b>1,657,678</b>	<b>75,000</b>

	2020	2019
<b>24. Reconciliation of operating result for the year to the operating cash flow</b>		
Operating result for the year	3,101,086	2,477,202
<b>Adjustment:</b>		
Add Depreciation	47,671	26,482
(Less profit)/Add loss on sale of properties	(9,063)	162,843
Less donation of land	(9,890)	(510,000)
(Less gain)/Add loss on foundation income	129,260	(1,038,873)
Less loans forgiven	-	(87,668)
(Increase)/Decrease in Inventory	344,087	-
(Increase)/Decrease in Trade debtors	114,356	123,852
(Increase)/Decrease in Other assets	(149,828)	-
Increase/(Decrease) in Payables	100,665	(74,824)
Increase/(Decrease) in Grants in advance	(523,598)	(335,952)
Increase/(Decrease) in Employee entitlements	6,102	(8,141)
Increase/(Decrease) in Capital provision	(216,268)	(48,467)
<b>Net Cash Flow from Operating Activities</b>	<b>2,934,579</b>	<b>686,454</b>

These notes should be read in conjunction with the attached compilation report.

# Compilation Report

## Tasmanian Land Conservancy Inc. For the year ended 30 June 2020

Compilation report to Tasmanian Land Conservancy Inc.

We have compiled the accompanying special purpose financial statements of Tasmanian Land Conservancy Inc., which comprise the income statement, the statement of financial position, the statement of cash flows, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is set out in Note 1.

### The Responsibility of the Directors

The directors of Tasmanian Land Conservancy Inc. are solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and for the determination that the basis of accounting used is appropriate to meet their needs and for the purpose that financial statements were prepared.

### Our Responsibility

On the basis of information provided by the directors we have compiled the accompanying special purpose financial statements in accordance with the basis of accounting as described in Note 1 to the financial statements and APES 315 *Compilation of Financial Information*.

We have applied our expertise in accounting and financial reporting to compile these financial statements in accordance with the basis of accounting described in Note 1 to the financial statements. We have complied with the relevant ethical requirements of APES 110 *Code of Ethics for Professional Accountants*.

### Assurance Disclaimer

Since a compilation engagement is not an assurance engagement, we are not required to verify the reliability, accuracy or completeness of the information provided to us by management to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on these financial statements.

The special purpose financial statements were compiled exclusively for the benefit of the directors who are responsible for the reliability, accuracy and completeness of the information used to compile them. We do not accept responsibility for the contents of the special purpose financial statements.



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Joss Fenton CPA

4 Business & Community

PO Box 164, North Hobart, TAS 7002

Dated: 28/10/2020

# Independent Auditor's Report

To the members of Tasmanian Land Conservancy Inc.

## Opinion

We have audited the financial report of Tasmanian Land Conservancy Inc. (the Entity), which comprises the statement of financial position as at 30 June 2020, the income statement, 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 other explanatory information, and the officers' declaration.

In our opinion, the accompanying financial report presents fairly, in all material respects, the financial position of the Entity as at 30 June 2020 and of its financial performance and its cash flows for the year then ended in accordance with *Australian Charities and Not-for-profits Commission Act 2012*.

## 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 Entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standard Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## 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 to assist Tasmanian Land Conservancy Inc. to meet the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*. As a result, the financial report may not be suitable for another purpose.

## Responsibilities of the Committee for the Financial Report

The Committee is responsible for the preparation of the financial report in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, and for such internal control as the Committee determines 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 Committee is responsible for assessing the 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 Committee either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

The Committee is responsible for overseeing the Entity's financial reporting process.

## **Auditor's Responsibility for the Audit of the Financial Report**

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: <http://www.auasb.gov.au/Home.aspx>. This description forms part of our auditor's report.



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**Michael Burnett** B.Com.F.C.A.

Registered Company Auditor: 281

Partner

Level 1/18 Ross Avenue, Rosny Park TAS 7018

Dated 28/ 10/ 2020