

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Financial Report

For the Year Ended 30 April 2022

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

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For the Year Ended 30 April 2022

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Australasian Institute of Digital Health Limited

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Directors' Report

30 April 2022

Your directors present this report on the Australasian Institute of Digital Health for the year ended 30 April 2022

Directors

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

Board Executive

Bettina McMahon (Chair)
David Hansen (Treasurer)
Angela Ryan (Vice Chair)
Jen Bichel-Findlay (Secretary)

Elected Members

Damian Green
Monica Trujillo
Belinda Lange
Gillian Mason
Wendy Chapman

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

Principal Activities

AIDH is a charity established to improve the health of all citizens and improve the delivery of health services to all citizens through education on the promotion of, and advocacy for, Health Informatics and digital health. AIDH will achieve its object through:

- (a) providing a focus for Health Informatics and digital health;
- (b) articulating the value of Health Informatics and digital health to citizens, policymakers, health service providers, educators and other stakeholders;
- (c) encouraging citizens, policymakers, health service providers, educators and other stakeholders to engage with Health Informatics and digital health and assisting disadvantaged groups that have traditionally had limited access to health services;
- (d) advancing the competencies and professionalism of Health Informatics and digital health practitioners;
- (e) advancing the capabilities of citizens and health policymakers, health service providers, educators and other stakeholders to apply Health Informatics and digital health to improve health and health service delivery;
- (f) supporting research, innovations and improvements in health and health service delivery through Health Informatics and digital health;
- (g) educating and improving education standards about Health Informatics and digital health;
- (h) developing, identifying and promoting professional practice standards for Health Informatics and digital health for people and organisations engaged in health service delivery; and
- (i) liaising with other relevant organisations and providing representation for the practice of Health Informatics and digital health in relevant forums and on relevant bodies.

Short-term and Long-term Objectives

AIDH's overarching objective is to:	
To be a catalyst for collaboration in digital health, a champion for workforce participation, and an explorer of possibilities.	
Strategic Pillar	Description
Workforce Advancement	Build the digital health capability of the healthcare workforce and champion expertise & professionalism.
Leadership & Advocacy	Position AIDH as a source, and broker of expertise and credible digital health information in Australia.
Community Engagement	Build the movement through networks, events and ideas exchange.
Organisational Excellence	Foster a high performance innovative culture that is well governed, diverse and growing.

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Directors' Report

30 April 2022

INFORMATION ON DIRECTORS

Bettina McMahon (Chair)

Qualifications

- BADipEd - Macquarie University
- Grad. Dip Applied Finance – Kaplan Australia
- Master Public Policy – University of Sydney
- MBA (IT Management) – University of Technology, Sydney

Experience

- Bettina McMahon is the Chief Executive Officer of Healthdirect Australia and previously held an interim CEO and the COO role at the Australian Digital Health Agency

Special Responsibilities

- Board Chair Australasian Institute of Digital Health (Current)

David Hansen (Treasurer)

Qualifications

- B. Sc (Hons) – University of Queensland
- PhD – Australian National University
- MBA – University of Queensland

Experience

- David Hansen is CEO of the Australian E-Health Research Centre, a joint venture between CSIRO and the Queensland Government
- David leads a research portfolio developing information and communication technologies for the healthcare system
- David led the research and development for the genomic data and tool integration software SRS at LION bioscience Ltd in the UK between 1998 and 2004

Special Responsibilities

- Board Vice Chair Australasian Institute of Digital Health
- Co-Chair of Quality & Programs Committee
- Member Fellowship & Membership Committee
- Co- Chair, Health Data Analytics Conference 2016-20

Angela Ryan (Vice Chair)

Qualifications

- General Nursing Certificate – Royal Brisbane Hospital
- Critical Care Certificate – Royal Brisbane Hospital
- Grad. Dip eHealth – University of Tasmania
- Fellow, Australasian Institute of Digital Health
- Fellow, Australian College of Nursing
- Member, Australian Institute of Company Directors

Experience

- Angela has more than 30 years' experience across the health system, as an executive, a clinician and health informatician, is a 2021 recipient of the inaugural Brilliant Women in Digital Health award and a 2017 Churchill Fellow. Angela is currently engaged by the Therapeutic Goods Administration to provide advice on regulatory reforms in digital health. Angela's previous roles include but are not limited to Chief Clinical Information Officer, ADHA, and Deputy CCIO & General Manager Clinical Strategy, ADHA.

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Directors' Report

30 April 2022

INFORMATION ON DIRECTORS (cont.)

Special Responsibilities

- Board Vice Chair, Australasian Institute of Digital Health
- Chair, Quality & Programs Committee

Jen Bichel-Findlay (Secretary)

Qualifications

- General, Registered Nursing Certificate – Princess Alexandra Hospital
- Diploma of Applied Science (Nursing Educations) – Queensland Institute of Technology
- Bachelor of Applied Science (Nursing) – Queensland University of Technology
- Graduate Diploma of Critical Care Nursing - Queensland University of Technology
- Master of Public Health - Queensland University of Technology
- Master of Nursing (Mental Health) – University of Technology Sydney
- Doctorate of Health Science – University of Sydney
- Certified Health Informatician Australasia – Australasian Institute of Digital Health
- Certified Health Manager – Australasian College of Health Service Management

Experience

- Jen has close to 50 years' experience in the health service industry and is currently an Honorary Associate of the Faculty of Health at the University of Technology Sydney and a healthcare consultant with Mojen Services Pty Ltd. She is currently in her second term of Vice President (Special Affairs) for the International Medical Informatics Association, and is a Fellow of the Australasian Institute of Digital Health and the Australian College of Nursing, and an Associate Fellow of the Australasian College of Health Service Management.

Special Responsibilities

- Secretary Australasian Institute Digital Health
- Chair Fellowship and Membership Committee since 2021
- Immediate Past Chair of NSW State Branch since 2022
- Chair of Nursing and Midwifery Digital Health Network since 2019
- Chair of Certified Health Informatician Australasia Examination Committee since 2015

Damian Green

Qualifications

- Bachelor of Arts - Monash University
- Bachelor of Economics (Honours) - Monash University
- Change Management Qualification – Australian Graduate School of Management
- Fellow, Australasian College of Health Service Management (FCHSM)
- Fellow, Australasian Institute of Digital Health (FAIDH)

Experience

- Deputy Director-General eHealth Queensland (Current)
- Adjunct Professor Business Strategy and Innovation at Griffith University (Current)
- Non Executive Director, Gold Coast Primary Health Network (Current)

Special Responsibilities

Member of the Finance Audit and Risk Committee.

Australasian Institute of Digital Health Limited

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Directors' Report

30 April 2022

INFORMATION ON DIRECTORS (cont.)

Monica Trujillo

Qualifications

- Bachelor of Medicine, Bachelor of Surgery - Universidad del Calle (CO)
- Master of Public Health - James Cook University
- Fellow, Australasian College of Health Service Management
- Fellow, Royal Australasian College of Medical Administrators
- Fellow, Australasian Institute of Digital Health (FAIDH)

Experience

- Monica is a healthcare executive with over 20 years' experience across local, state, and national programs and is currently Chief Health Officer for Telstra Health. She was previously Senior Director, CMO and CClO at Cerner Corporation and previous to this was the inaugural CClO and Executive GM Consumer Engagement and Clinical Governance at the Australian Digital Health Agency.

Special Responsibilities

- Member Fellowship and Membership Committee

Belinda Lange

Qualifications

- Bachelor of Science – Flinders University
- Bachelor of Physiotherapy (Honours) – University of South Australia
- Doctor of Philosophy (Ph.D.) Health Sciences – University of South Australia
- Fellow, Australasian Institute of Digital Health (FAIDH)

Experience

- Associate Professor Belinda Lange is a digital health researcher with 20-years of experience in co-design and evaluation of digital health technologies such as virtual reality, virtual humans, and game-based rehabilitation tools in clinical and community settings. She holds research leadership positions in the Caring Futures Institute and Medical Device Research Institute. She is Chair of the Flinders University Human Research Ethics Committee, and Deputy Chair of the Southern Adelaide Clinical Human Research Ethics Committee.
- Previous Non-executive Board Director, International Society for Virtual Rehabilitation (Secretary 2012-2018)
- Current Non-executive Board Director, Australian Physiotherapy Council

Special Responsibilities

- Member Quality & Programs Committee

Gillian Mason

Qualifications

- Bachelor of Physiotherapy

Experience

- Gillian has 18 years' experience in healthcare, and in influencing how people's lived experience is valued and included in the design of accessible healthcare systems, health technology assessment and policy. She is a consumer representative, physiotherapist, clinician-researcher and a facilitator. She was a 2021 recipient of the inaugural Brilliant Women in Digital Health award.
- Current roles are Community Engagement Lead and Manager Research Register at Hunter Medical Research Institute, Workforce Engagement Lead for the build of AIDH's Clinical Informatics Fellowship, and affiliate researcher and lecturer, University of Newcastle.

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Directors' Report

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INFORMATION ON DIRECTORS (cont.)

- Consumer representative member of PICO Subcommittee of the Medical Services Advisory Committee (2019-2021), current consumer representative member Medical Services Advisory Committee since 2021 and member Health Technology Assessment Consumer Consultative Committee since 2019, Australian Department of Health and Aged Care.

Special Responsibilities

- Member Quality and Programs Committee

Wendy Chapman

Qualifications

- Doctor of Philosophy (Ph.D.) Biomedical/Medical Engineering - University of Utah

Experience

- Director of the Centre for Digital Health Transformation of Health at the University of Melbourne
- Member of AMIA for 25 years and an ACMI Fellow for 11 years
- Elected Fellow of the US National Academy of Medicine

Special Responsibilities

- Member Quality and Programs Committee

Attendance at Board Meetings

During the financial year, 11 meetings of directors were held. Attendances by each director were as follows:

Board Member Name	Number eligible to attend	Number attended
Bettina McMahon	11	11
David Hansen	11	10
Angela Ryan	11	10
Jen Bichel-Findlay	11	11
Damian Green	11	9
Monica Trujillo	11	8
Belinda Lange	11	11
Gillian Mason	11	11
Wendy Chapman	11	9

Contribution on winding up

The entity is incorporated under the Corporations Act 2001 and is an entity limited by guarantee. If the entity is wound-up, the constitution states that each ordinary member is required to contribute a maximum of \$50 each towards meeting any outstanding obligations of the entity. At 30 April 2022 the total amount that members of the Company are liable to contribute if the Company is wound up is \$100,600

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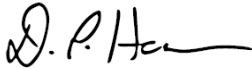
Directors' Report

30 April 2022

Auditor's Independence Declaration

A copy of the auditor's independence declaration for the year ended 30 April 2022 has been received and can be found on page 7 of the financial report.

This directors' report is signed in accordance with a resolution of the Board of Directors.



David Hanson - Director

Dated: 24 November 2022



Bettina McMahon - Director

Dated: 24 November 2022

AUSTRALASIAN INSTITUTE OF DIGITAL HEALTH LIMITED
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AUDITOR'S INDEPENDENCE DECLARATION

FOR THE YEAR ENDED 30 APRIL 2022

We declare that, to the best of our knowledge and belief, during the year ended 30 April 2022 there have been no contraventions of:

- (i) the auditor independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

National Audits Group Pty Ltd
Authorised Audit Company



Steven Watson
Managing Director

Dated 24 November 2022

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Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 30 April 2022

	Note	2022 \$	2021 \$
Revenue	5	3,382,655	2,739,448
Less: expenses			
Conference and other expenditures		818,396	496,497
Consultant and contractor expenses		88,023	60,173
Depreciation and amortisation expenses		91,932	92,160
Employee benefits expense		1,753,766	1,691,135
Software and IT expenses		81,348	63,353
Other expenses		182,347	136,131
Profit before income tax		366,843	199,999
Income tax expense	2(b)	-	-
Total comprehensive profit for the year		<u>366,843</u>	<u>199,999</u>

The accompanying notes form part of these financial statements.

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Statement of Financial Position

As At 30 April 2022

	Note	2022 \$	2021 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	6	2,239,757	1,186,874
Trade and other receivables	7	227,952	349,768
Other financial assets	8	165,339	498,033
TOTAL CURRENT ASSETS		<u>2,633,048</u>	<u>2,034,675</u>
NON-CURRENT ASSETS			
Property, plant and equipment	9	33,561	32,513
Right-of-use assets	10	68,469	68,212
TOTAL NON-CURRENT ASSETS		<u>102,030</u>	<u>100,725</u>
TOTAL ASSETS		<u>2,735,078</u>	<u>2,135,400</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	11	343,074	296,474
Contract liabilities	13	1,178,716	1,007,861
Lease liabilities	10	80,498	80,498
Employee benefits	12	203,118	196,110
TOTAL CURRENT LIABILITIES		<u>1,805,406</u>	<u>1,580,943</u>
NON-CURRENT LIABILITIES			
Employee benefits	12	32,081	23,709
TOTAL NON-CURRENT LIABILITIES		<u>32,081</u>	<u>23,709</u>
TOTAL LIABILITIES		<u>1,837,487</u>	<u>1,604,652</u>
NET ASSETS		<u>897,591</u>	<u>530,748</u>
EQUITY			
Retained earnings		897,591	530,748
TOTAL EQUITY		<u>897,591</u>	<u>530,748</u>

The accompanying notes form part of these financial statements.

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Statement of Changes in Equity For the Year Ended 30 April 2022

2022

	Retained Earnings	Total
	\$	\$
Balance at 1 May 2021	530,748	530,748
Profit for the year	366,843	366,843
Balance at 30 April 2022	<u>897,591</u>	<u>897,591</u>

2021

	Retained Earnings	Total
	\$	\$
Balance at 1 May 2020	331,109	331,109
Profit for the year	199,639	199,639
Balance at 30 April 2021	<u>530,748</u>	<u>530,748</u>

The accompanying notes form part of these financial statements.

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Statement of Cash Flows For the Year Ended 30 April 2022

	Note	2022 \$	2021 \$
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers		3,643,231	2,890,729
Payments to suppliers and employees		(2,819,314)	(2,417,297)
Interest received		960	3,762
Interest paid		(11,451)	(4,941)
Net cash provided by operating activities		<u>813,426</u>	<u>472,253</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of property, plant and equipment		(17,725)	-
Purchase of investments		-	(49,887)
Cash deposited as term deposits		(4,239)	-
Net cash used in investing activities		<u>(21,964)</u>	<u>(49,887)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:			
Repayment of lease liabilities		(75,512)	(81,086)
Net cash used in financing activities		<u>(75,512)</u>	<u>(81,086)</u>
Net increase in cash and cash equivalents held		715,950	341,280
Cash and cash equivalents at beginning of year		<u>1,186,874</u>	<u>845,594</u>
Cash and cash equivalents at end of financial year	6	<u>1,902,824</u>	<u>1,186,874</u>

The accompanying notes form part of these financial statements.

Australasian Institute of Digital Health Limited

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Notes to the Financial Statements For the Year Ended 30 April 2022

The financial report covers Australasian Institute of Digital Health Limited as an individual entity. Australasian Institute of Digital Health Limited is a not-for-profit Company, registered and domiciled in Australia.

The functional and presentation currency of Australasian Institute of Digital Health Limited is Australian dollars.

The financial report was authorised for issue by those charged with governance on 24 November 2022.

1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Simplified Disclosures and the *Australian Charities and Not-for-profits Commission Act 2012*.

The financial statements have been prepared on an accruals 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.

2 Change in Accounting Policy

Transition to General Purpose - Simplified Disclosure Standard (SDS) reporting

In the previous year, the Company prepared general purpose financial statements in accordance with the Australian Accounting Standards, - Reduced Disclosure Requirements and the Australian Charities and Not-for-profits Commission Act 2012, which complied with all recognition and measurement requirements applicable with the entity.

For the year ended 30 June 2022, the Company has adopted AASB 1060 - General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities and AASB 1 *First Time Adoption of Australian Accounting Standards*.

3 Summary of Significant Accounting Policies

(a) Revenue and other income

Revenue from contracts with customers

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Company expects to receive in exchange for those goods or services.

Generally the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

None of the revenue streams of the Company have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

Specific revenue streams

The revenue recognition policies for the principal revenue streams of the Company are:

Provision of training and examination services

Revenue from the provision of training and examination services is recognised over the period in which the services are rendered. Contracts for training services are either fixed price contracts or contracts charged at hourly rates.

For fixed price contracts, the contracts include an enforceable right for the Company to receive payment for work performed to date based on the percentage of time spent including recovering of cost to prepare given the tailored nature of the courses and therefore the criteria for recognition of revenue over time is met.

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Notes to the Financial Statements

For the Year Ended 30 April 2022

3 Summary of Significant Accounting Policies

(a) Revenue and other income

Specific revenue streams

The Company recognises revenue based on actual services provided to the end of the reporting period as a proportion of the total services to be provided under the contract. The Company's performance is measured based on actual time incurred in providing courses when compared to the total committed time in accordance with the terms of the contract as this is deemed to provide the most faithful depiction of the provision of the services. If required, estimates of progress towards completion are revised if circumstances change and any changes are reflected in the profit or loss in the period in which the change occurs. The nature of the Company's contracts are such that they include only one deliverable and the Company have therefore determined that there is only one performance obligation to be satisfied over time.

The terms of the Company's fixed price contracts either require that the customer pay the fixed amount in instalments over the contract duration or in some cases the Company requires payment in full upfront.

Where payment is required upfront, a contract liability is recognised on receipt of the payment and recognised as revenue as the services are provided.

Where payment is required in instalments, at the end of the reporting period, if the services rendered by the Company exceed the payments received, the Company recognises a contract asset. If the payments received exceed the services rendered, the Company recognises a contract liability.

Membership Fees

Revenue from membership fees is recognised over the membership year to which it relates, which is currently the period 1 April to 31 March the following year.

(b) Income Tax

The Company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(c) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST.

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

(d) Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment.

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Company, commencing when the asset is ready for use.

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

Fixed asset class	Depreciation rate
Plant and equipment	3-20 years

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Notes to the Financial Statements For the Year Ended 30 April 2022

3 Summary of Significant Accounting Policies

(d) Property, plant and equipment

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

(e) Financial instruments

Financial instruments are recognised initially on the date that the Company becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

Financial assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

Classification

On initial recognition, the Company classifies its financial assets into the following categories, those measured at:

- amortised cost

Financial assets are not reclassified subsequent to their initial recognition unless the Company changes its business model for managing financial assets.

Amortised cost

The Company's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position.

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Interest income, foreign exchange gains or losses and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

Impairment of financial assets

Impairment of financial assets is recognised on an expected credit loss (ECL) basis for financial assets measured at amortised cost.

When determining whether the credit risk of a financial assets has increased significant since initial recognition and when estimating ECL, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis based on the Company's historical experience and informed credit assessment and including forward looking information.

The Company uses the presumption that an asset which is more than 30 days past due has seen a significant increase in credit risk.

The Company uses the presumption that a financial asset is in default when:

- the other party is unlikely to pay its credit obligations to the Company in full, without recourse to the Company to actions such as realising security (if any is held); or
- the financial assets is more than 90 days past due.

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Notes to the Financial Statements

For the Year Ended 30 April 2022

3 Summary of Significant Accounting Policies

(e) Financial instruments

Financial assets

Credit losses are measured as the present value of the difference between the cash flows due to the Company in accordance with the contract and the cash flows expected to be received. This is applied using a probability weighted approach.

Trade receivables

Impairment of trade receivables have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses. The Company has determined the probability of non-payment of the receivable and multiplied this by the amount of the expected loss arising from default.

The amount of the impairment is recorded in a separate allowance account with the loss being recognised in finance expense. Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance.

Where the Company renegotiates the terms of trade receivables due from certain customers, the new expected cash flows are discounted at the original effective interest rate and any resulting difference to the carrying value is recognised in profit or loss.

Other financial assets measured at amortised cost

Impairment of other financial assets measured at amortised cost are determined using the expected credit loss model in AASB 9. On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised. Where the asset has experienced significant increase in credit risk then the lifetime losses are estimated and recognised.

Financial liabilities

The Company measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

The financial liabilities of the Company comprise trade payables, bank and other loans and lease liabilities.

(f) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

(g) Leases

At the lease commencement, the Company recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where the Company believes it is reasonably certain that the option will be exercised.

The right-of-use asset is measured using the cost model where cost on initial recognition comprises of the lease liability, initial direct costs, prepaid lease payments, estimated cost of removal and restoration less any lease incentives received.

The right-of-use asset is depreciated over the lease term on a straight line basis and assessed for impairment in accordance with the impairment of assets accounting policy.

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Company's incremental borrowing rate is used.

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Notes to the Financial Statements

For the Year Ended 30 April 2022

3 Summary of Significant Accounting Policies

(g) Leases

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is remeasured whether there is a lease modification, change in estimate of the lease term or index upon which the lease payments are based (e.g. CPI) or a change in the Company's assessment of lease term.

Where the lease liability is remeasured, the right-of-use asset is adjusted to reflect the remeasurement or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

(h) Employee benefits

Provision is made for the entity's obligation for short-term employee benefits. Short term employee benefits are current liabilities included in employee benefits, measured at the undiscounted amount that the Company expects to pay as a result of the unused entitlement. Annual leave is included in 'other long term benefits' and discounted when calculating the leave liability as the Company does not expect all annual leave for all employees to be used wholly within twelve (12) months of the end of the reporting period.

The Company's liabilities for annual leave and long service leave are included in 'employee benefits - non-current' as they are not expected to be settled wholly within twelve (12) months after the end of the period in which the employees render the related service. They are measured at the present value of the expected future payments to be made to employees. The expected future payments incorporate anticipated future wage and salary levels, experience of employee departures and periods of service, and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the timing of the estimated future cash outflows. Any re-measurements arising from experience adjustments and changes in assumptions are recognised in profit or loss in the periods in which the changes occur. The Company presents employee benefit obligations as current liabilities in the statement of financial position if the Company does not have an unconditional right to defer settlement for at least twelve (12) months after the reporting period, irrespective of when the actual settlement is expected to take place.

4 Critical Accounting Estimates and Judgments

Those charged with governance make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

Key estimates - impairment of property, plant and equipment

The Company assesses impairment at the end of each reporting period by evaluating conditions specific to the Company that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

Key estimates - fair value of financial instruments

The Company has certain financial assets and liabilities which are measured at fair value. Where fair value has not able to be determined based on quoted price, a valuation model has been used. The inputs to these models are observable, where possible, however these techniques involve significant estimates and therefore fair value of the instruments could be affected by changes in these assumptions and inputs.

Key estimates - long service leave

The liability for long service leave is recognised and measured at the present value of the estimated cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

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Notes to the Financial Statements

For the Year Ended 30 April 2022

4 Critical Accounting Estimates and Judgments

Key estimates - useful lives of depreciable assets

Management reviews its estimate of the useful lives of depreciable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical obsolescence that may change the utility of certain software and IT equipment.

Key judgements - performance obligations under AASB 15

To identify a performance obligation under AASB 15, the promise must be sufficiently specific to be able to determine when the obligation is satisfied. Management exercises judgement to determine whether the promise is sufficiently specific by taking into account any conditions specified in the arrangement, explicit or implicit, regarding the promised goods or services. In making this assessment, management includes the nature/type, cost/value, quantity and the period of transfer related to the goods or services promised.

Key judgements - lease term and option to extend under AASB 16

The lease term is defined as the non-cancellable period of a lease together with both periods covered by an option to extend the lease if the lessee is reasonably certain to exercise that option; and also periods covered by an option to terminate the lease if the lessee is reasonably certain not to exercise that option. The options that are reasonably going to be exercised is a key management judgement that the entity will make. The entity determines the likelihood that the options will be exercised on a lease-by-lease basis looking at various factors such as which assets are strategic and which are key to future strategy of the entity.

Australasian Institute of Digital Health Limited

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Notes to the Financial Statements

For the Year Ended 30 April 2022

	2022	2021
	\$	\$
5 Revenue and Other Income		
Revenue from contracts with customers (AASB 15)		
- CHIA income	372,231	387,142
- Conference and other programs	1,690,144	970,790
- Management fee income	186,354	96,695
- Memberships	651,572	514,403
- Workforce consulting income	347,176	161,468
	<u>3,247,477</u>	<u>2,130,498</u>
Revenue recognised on receipt (not enforceable or not sufficiently specific performance obligations - AASB 1058)		
- Interest income	1,222	3,762
- Other income	133,956	605,188
	<u>135,178</u>	<u>608,950</u>
	<u>3,382,655</u>	<u>2,739,448</u>
6 Cash and Cash Equivalents		
Cash at bank and in hand	1,902,356	1,186,874
Short-term deposits	337,401	-
	<u>2,239,757</u>	<u>1,186,874</u>
7 Trade and Other Receivables		
CURRENT		
Trade receivables	174,008	272,170
Prepayments	53,944	77,598
	<u>227,952</u>	<u>349,768</u>
8 Other Financial Assets		
CURRENT		
Term deposits	165,339	498,033

These term deposits have a maturity term of more than 3 months, therefore have been classified as other financial assets.

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Notes to the Financial Statements For the Year Ended 30 April 2022

	2022	2021
	\$	\$
9 Property, plant and equipment		
Plant and equipment - at cost	144,100	126,375
Accumulated depreciation	(110,539)	(93,862)
	<u>33,561</u>	<u>32,513</u>

(a) Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Plant and Equipment	Total
	\$	\$
Year ended 30 April 2022		
Balance at the beginning of year	32,513	32,513
Additions	16,922	16,922
Depreciation expense	(16,676)	(16,676)
Balance at the end of the year	<u>32,759</u>	<u>32,759</u>

10 Leases

Company as a lessee

The Company has a lease over the office in Buckhurst St South Melbourne. The lease terms is assessed as 3 years and there is a fixed increase in the lease payments for the life of the lease.

The Company has measured the right of use asset arising from concessionary leases at fair value on the following basis [enter details of how the right of use was measured].

Right-of-use assets

	Buildings	Total
	\$	\$
Year ended 30 April 2022		
Balance at beginning of year	68,212	68,212
Depreciation charge	(75,255)	(75,255)
Additions to right-of-use assets	75,512	75,512
Balance at end of year	<u>68,469</u>	<u>68,469</u>

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Notes to the Financial Statements For the Year Ended 30 April 2022

10 Leases

Lease liabilities

The maturity analysis of lease liabilities based on contractual undiscounted cash flows is shown in the table below:

	< 1 year	Total undiscounted lease liabilities	Lease liabilities included in this Statement Of Financial Position
	\$	\$	\$
2022			
Lease liabilities	81,803	81,803	80,498
2021			
Lease liabilities	78,865	78,865	80,498

Extension options

The building lease contains an extension option which allows the Company to extend the lease term by 3 further terms of 1 year each from the original non-cancellable period of the lease. The Company includes options in the leases to provide flexibility and certainty to the Company operations and reduce costs of moving premises and the extension options are at the Company's discretion.

At commencement date and each subsequent reporting date, the Company assesses where it is reasonably certain that the extension options will be exercised. The Company has assessed that the exercise of the option is not reasonably certain and has therefore not been included within total right-of-use asset and lease liability.

Statement of Profit or Loss and Other Comprehensive Income

The amounts recognised in the statement of profit or loss and other comprehensive income relating to interest expense on lease liabilities for the year ended 30 June 2022 was \$11,014 (2021: \$4,716).

	2022	2021
	\$	\$
11 Trade and Other Payables		
CURRENT		
Trade payables	68,124	21,598
GST payable	88,186	64,916
Other payables	100,146	126,635
Superannuation payable	13,692	27,337
PAYG withholding payable	72,926	55,986
	<u>343,074</u>	<u>296,472</u>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

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Notes to the Financial Statements

For the Year Ended 30 April 2022

	2022	2021
	\$	\$
12 Employee Benefits		
CURRENT		
Provision for annual leave	141,503	138,618
Provision for long service leave	61,615	57,492
	<u>203,118</u>	<u>196,110</u>
NON-CURRENT		
Provision for long service leave	32,081	23,709
	<u>32,081</u>	<u>23,709</u>
13 Contract liabilities		
CURRENT		
Deferred program income	202,027	69,367
Deferred membership income	578,776	536,426
Deferred conference income	223,792	217,579
Deferred workforce consulting income	174,121	184,489
	<u>1,178,716</u>	<u>1,007,861</u>

14 Members' Guarantee

The Company is registered with the *Australian Charities and Not-for-profits Commission Act 2012* and is a Company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$50 each towards meeting any outstanding obligations of the Company. At 30 April 2022 the total amount that members of the Company are liable to contribute if the Company is wound up is \$100,600 (2021: \$82,150).

15 Key Management Personnel Disclosures

The remuneration paid to key management personnel of the Company is \$206,496 (2021: \$ 219,105).

16 Auditors' Remuneration

Remuneration of the auditor, National Audits Group Pty Ltd, for:

- audit of the financial statements	12,500	-
- other services*	2,500	-
Remuneration of the auditor, Sean Denham & Associates Pty Ltd for:		
- audit of the financial statements	-	16,500
	<u>15,000</u>	<u>16,500</u>

*Other services include assistance with the compilation of the financial report.

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Notes to the Financial Statements

For the Year Ended 30 April 2022

17 Contingencies

In the opinion of those charged with governance, the Company did not have any contingencies at 30 April 2022 (30 April 2021:None).

18 Related Parties

(a) The Company's main related parties are as follows:

Key management personnel - refer to Note 15.

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

(b) Transactions with related parties

Key management personnel - refer to Note 15.

The following fees and re-imbursements were properly approved and on normal terms and conditions:

- During the year a Company controlled by Louise Schaper (CEO), and her partner provided IT support services and website development for \$12,000.
- A director participated in project planning and implementation for the Company, and was reimbursed a total of \$601 in the financial year.

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

19 Events after the end of the Reporting Period

The financial report was authorised for issue on 24 November 2022 by those charged with governance.

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

20 Statutory Information

The registered office and principal place of business of the company is:
85 Buckhurst Street, South Melbourne, VICTORIA 3205

Australasian Institute of Digital Health Limited

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Responsible Persons' Declaration

The responsible persons declare that in the responsible persons' opinion:

- 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; and
- the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*.

Responsible person
David Hansen

Responsible person
Bettina McMahon

Dated 24 November 2022

AUSTRALASIAN INSTITUTE OF DIGITAL HEALTH LIMITED
ABN: 80 097 598 742

INDEPENDENT AUDITOR'S REPORT

FOR THE YEAR ENDED 30 APRIL 2022

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Australasian Institute of Digital Health Limited (the Company), which comprises the statement of financial position as at 30 April 2022, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the 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 accompanying financial report of the Company is in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) giving a true and fair view of the Company's financial position as at 30 April 2022 and of its financial performance for the year then ended; and
- (ii) complying with the Australian Accounting Standards – Simplified Disclosure Standard.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES 110 Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Australian Charities and Not-for-profits Commission Act 2012*, which has been given to the Directors of the Company, would be in the same terms if given to the Directors as at the time of this independent auditor's report.

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

Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Simplified Disclosure Standard and the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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

AUSTRALASIAN INSTITUTE OF DIGITAL HEALTH LIMITED
ABN: 80 097 598 742

INDEPENDENT AUDITOR'S REPORT

FOR THE YEAR ENDED 30 APRIL 2022

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 independent 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 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 Company'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 Company's ability to continue as a going concern.

If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion.

Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

AUSTRALASIAN INSTITUTE OF DIGITAL HEALTH LIMITED
ABN: 80 097 598 742

INDEPENDENT AUDITOR'S REPORT

FOR THE YEAR ENDED 30 APRIL 2022

Auditor's Responsibilities for the Audit of the Financial Report (Continued)

We communicate with the Directors 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. We also provide the Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

National Audits Group Pty Ltd
Authorised Audit Company



Steven Watson
Managing Director

Dated: 24 November

Sydney