

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Financial Statements

For the Year Ended 30 April 2023

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Contents

For the Year Ended 30 April 2023

	Page
Financial Statements	
Directors' Report	1
Auditor's Independence Declaration	6
Statement of Profit or Loss	7
Statement of Financial Position	8
Statement of Changes in Equity	9
Statement of Cash Flows	10
Notes to the Financial Statements	11
Directors Declaration	27
Independent Audit Report	28

**AUSTRALASIAN INSTITUTE OF DIGITAL HEALTH
LIMITED**
ABN 80 097 598 742
DIRECTORS' REPORT

Your directors present this report on the Australasian Institute of Digital Health for the year ended 30 April 2023.

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.

**AUSTRALASIAN INSTITUTE OF DIGITAL HEALTH
LIMITED**

ABN 80 097 598 742

DIRECTORS' REPORT

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
- Fellow, Australasian Institute of Digital Health (FAIDH)

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 (FAIDH)
- Fellow, Australian College of Nursing
- Churchill Fellow
- Graduate, 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 provides consulting services to state and federal government, and her previous roles include but are not limited to Chief Clinical Information Officer, ADHA, and Deputy CCIO & General Manager Clinical Programs & Strategy, ADHA.

Special Responsibilities

- Board Vice Chair (until October 2022), Australasian Institute of Digital Health
- Chair, Quality & Programs Committee

**AUSTRALASIAN INSTITUTE OF DIGITAL HEALTH
LIMITED**

ABN 80 097 598 742

DIRECTORS' REPORT

INFORMATION ON DIRECTORS (cont.)

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
- Fellow, Australasian Institute of Digital Health (FAIDH)

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**

ABN 80 097 598 742

DIRECTORS' REPORT

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 CCIO at Cerner Corporation and previous to this was the inaugural CCIO 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.
- 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

AUSTRALASIAN INSTITUTE OF DIGITAL HEALTH
LIMITED

ABN 80 097 598 742

DIRECTORS' REPORT

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, 10 meetings of directors were held. Attendances by each director were as follows:

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

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 2023 the total amount that members of the Company are liable to contribute if the Company is wound up is \$61,950.

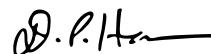
Auditor's Independence Declaration

A copy of the auditor's independence declaration for the year ended 30 April 2023 has been received and can be found on page 6 of the financial report.

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



Bettina McMahon



David Hansen

Director

Dated: 6 October 2023

Director

Dated: 5th October 2023

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Auditor's Independence Declaration to the Board of Directors of Australasian Institute of Digital Health Limited

I declare that, to the best of my knowledge and belief, during the year ended 30 April 2023, there have been:

- (i) no contraventions of 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.


Saward Dawson


Jeffrey Tulk
Partner

Blackburn VIC

Dated: 26 October 2023

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Statement of Income and Expenditure

For the Year Ended 30 April 2023

		2023	2022
	Note	\$	Restated \$
Revenue	5	3,998,920	3,785,283
Conference and other expenditures		(1,143,246)	(836,761)
Consultant and contractor expenses		(306,087)	(390,147)
Depreciation and amortisation expense		(96,224)	(91,932)
Employee benefits expense		(2,173,043)	(1,749,824)
Software and IT expenses		(190,952)	(80,713)
Other expenses		(452,654)	(214,564)
Surplus/(deficit) for the year		(363,286)	421,342

The accompanying notes form part of these financial statements.

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Statement of Financial Position

As At 30 April 2023

		2022
	2023	Restated
	\$	\$
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	7 3,159,375	2,598,667
Trade and other receivables	8 718,105	245,916
Other financial assets	9 166,350	165,339
Other assets	10 467,974	59,938
TOTAL CURRENT ASSETS	4,511,804	3,069,860
NON-CURRENT ASSETS		
Property, plant and equipment	11 47,364	33,559
Right-of-use assets	15 80,035	68,470
TOTAL NON-CURRENT ASSETS	127,399	102,029
TOTAL ASSETS	4,639,203	3,171,889
LIABILITIES		
CURRENT LIABILITIES		
Trade and other payables	12 548,546	375,598
Employee benefits	13 210,571	203,118
Contract liabilities	14 3,101,211	1,438,716
Lease liabilities	15 85,493	80,498
TOTAL CURRENT LIABILITIES	3,945,821	2,097,930
NON-CURRENT LIABILITIES		
Employee benefits	13 14,790	32,081
TOTAL NON-CURRENT LIABILITIES	14,790	32,081
TOTAL LIABILITIES	3,960,611	2,130,011
NET ASSETS	678,592	1,041,878
EQUITY		
Retained earnings	678,592	1,041,878
TOTAL EQUITY	678,592	1,041,878

The accompanying notes form part of these financial statements.

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Statement of Changes in Equity

For the Year Ended 30 April 2023

2023

	Retained Earnings	Total
	\$	\$
Balance at 1 May 2022	897,591	897,591
Restrospective adjustments to prior year - consolidation of the InGeNA program	144,287	144,287
Balance at 1 May 2022 restated	1,041,878	1,041,878
Deficit for the year	(363,286)	(363,286)
Balance at 30 April 2023	<u>678,592</u>	<u>678,592</u>

2022

	Retained Earnings	Total
	\$	\$
Balance at 1 May 2021	530,748	530,748
Restrospective adjustments to prior year - consolidation of the InGeNA program	89,788	89,788
Balance at 1 May 2021 restated	620,536	620,536
Surplus for the year	421,342	421,342
Balance at 30 April 2022 restated	<u>1,041,878</u>	<u>1,041,878</u>

The accompanying notes form part of these financial statements.

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Statement of Cash Flows

For the Year Ended 30 April 2023

		2022
	2023	Restated
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	5,688,049	4,437,405
Payments to suppliers and employees	(5,014,961)	(3,284,651)
Interest received	9,543	960
Interest paid	(4,313)	(11,451)
Net cash provided by/ (used in) operating activities	<u>678,318</u>	<u>1,142,263</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property, plant and equipment	(28,570)	(17,725)
Redemption/ (placement) as term deposits	(1,011)	(4,239)
Net cash provided by/ (used in) investing activities	<u>(29,581)</u>	<u>(21,964)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Repayment of lease liabilities	(88,029)	(75,512)
Net cash provided by/ (used in) financing activities	<u>(88,029)</u>	<u>(75,512)</u>
Net increase/ (decrease) in cash and cash equivalents held	560,708	1,044,787
Cash and cash equivalents at beginning of year	<u>2,269,830</u>	<u>1,553,880</u>
Cash and cash equivalents at end of financial year	<u>7</u> <u>2,830,538</u>	<u>2,598,667</u>

The accompanying notes form part of these financial statements.

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Notes to the Financial Statements

For the Year Ended 30 April 2023

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, incorporated and domiciled in Australia.

Australasian Institute of Digital Health Limited is Australasia's peak body for digital health representing a united and influential single voice for health informatics and digital health leaders and practitioners.

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

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, except for the cash flow information, 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.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

2. 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.

Revenue is recognised by applying a five-step model as follows:

1. Identify the contract with the customer.
2. Identify the performance obligations.
3. Determine the transaction price.
4. Allocation of the transaction price to the performance obligations.
5. Recognise revenue as and when control of the performance obligations is transferred.

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.

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Notes to the Financial Statements

For the Year Ended 30 April 2023

2. Summary of Significant Accounting Policies

(a) Revenue and other income

Specific revenue streams

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

Provision for CHIA 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.

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.

Government Grants

A number of the Company's programs are supported by grants received from the federal and state governments. Revenue recognition related to grant funding is recognised on the basis that the transfer of goods or services to customers at an amount that reflects the consideration expected to be received in exchange for those goods or services. Each agreement is analysed to determine the revenue recognition in accordance with the five step model. Where performance obligations have not been met, it will result in unearned income at year end.

When the Company receives operating grant revenue, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance with AASB 15.

When both these conditions are satisfied, the Company:

- identifies each performance obligation relating to the grant;

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Notes to the Financial Statements

For the Year Ended 30 April 2023

2. Summary of Significant Accounting Policies

(a) Revenue and other income

Specific revenue streams

- recognises a contract liability for its obligations under the agreement; and
- recognises revenue as it satisfies its performance obligations.

Where the contract is not enforceable or does not have sufficiently specific performance obligations, the Company:

- recognises the asset received in accordance with the recognition requirements of other applicable accounting standards (for example AASB 9, AASB 16, and AASB 138);
- recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer); and
- recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

Membership Fees

Revenue from membership fees is recognised over the membership year to which it relates.

Australasian Institute of Digital Health Limited membership fees are for the period 1 April to 31 March the following year. InGeNA program membership fees are for the period 1 March to 28 February the following year.

Conference income

Conference income is recognised as deferred income until the relevant conference has been held, at which point the sum of all income received is recognised in line with delivery of the service.

Rendering of other services

Revenue from the rendering of services is recognised depending on whether the outcome of the services can be measured reliably. If this is the case, then the stage of completion of services is used to determine the appropriate level of revenue to be recognised in the period. If the outcome cannot be reliably measured, then the revenue is recognised to the extent of expenses recognised that are recoverable.

Services include the provision of consulting services, and the development and delivery of various programs.

(b) Income tax

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

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Notes to the Financial Statements

For the Year Ended 30 April 2023

2. Summary of Significant Accounting Policies

(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) Trade and other debtors

Trade and other debtors include amounts receivable from customers for goods and services sold in the ordinary course of business. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

(e) 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. In the event the carrying amount is greater than the estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount and impairment losses are recognised in profit or loss.

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.

Leased assets and leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful life.

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

Fixed asset class	Depreciation rate
Office Equipment	7-15 years
Computer Equipment	3-10 years

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.

(f) Financial instruments

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

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Notes to the Financial Statements

For the Year Ended 30 April 2023

2. Summary of Significant Accounting Policies

(f) Financial instruments

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.

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Notes to the Financial Statements

For the Year Ended 30 April 2023

2. Summary of Significant Accounting Policies

(f) Financial instruments

Financial assets

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 asset is more than 90 days past due.

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 and lease liabilities.

(g) 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.

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Notes to the Financial Statements

For the Year Ended 30 April 2023

2. Summary of Significant Accounting Policies

(h) 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.

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.

(i) 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.

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.

(j) Trade and other payables

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

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Notes to the Financial Statements

For the Year Ended 30 April 2023

3. 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 - receivables

The receivables at reporting date have been reviewed to determine whether there is any objective evidence that any of the receivables are impaired. An impairment provision is included for any receivable where the entire balance is not considered collectible. The impairment provision is based on the best information at the reporting date.

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.

Key estimates - 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 judgments - 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

ABN: 80 097 598 742

Notes to the Financial Statements

For the Year Ended 30 April 2023

4. Adjustments to Prior Year

The Company has changed its accounting treatment of the InGeNA program run by the organisation during the financial year.

The Company has historically recognised the InGeNA program as a separate entity, with the balance sheet and profit & loss of the program not being consolidated into the Company. As the Company has effective control over the InGeNA program, this has now been revised for the program to be consolidated for reporting purposes.

The changes in accounting policies described above enable the Company to comply with the recognition and measurements of all applicable Australian Accounting Standards.

The Company has adopted this change in accounting policy retrospectively in accordance with AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors. The aggregate effect of the change in accounting policy on the financial statements is as follows:

	30 April 2022 Previously stated \$	30 April 2022 Adjustments \$	30 April 2022 Restated \$	1 May 2021 Previously stated \$	1 May 2021 Adjustments \$	1 May 2021 Restated \$
Statement of Profit or Loss and Other Comprehensive Income						
Management fee income	186,354	(186,354)	-	-	-	-
Membership income	651,572	322,365	973,937	-	-	-
Conference and other programs income	1,690,144	252,828	1,942,972	-	-	-
Consultant and contractor expenses	88,023	302,124	390,147	-	-	-
Other expenses	182,348	32,216	214,564	-	-	-
Surplus for the year	366,843	54,499	421,342	-	-	-
Statement of Financial Position						
Cash and cash equivalents	2,239,757	358,910	2,598,667	1,186,874	367,006	1,553,880
Trade and other receivables	174,010	71,906	245,916	272,170	63,520	335,690
Prepayments	53,943	5,995	59,938	77,598	4,274	81,872
Trade payables	68,124	21,583	89,707	21,598	44,173	65,771
GST payable	88,186	10,941	99,127	64,916	38,315	103,231
Contract liabilities	1,178,716	260,000	1,438,716	1,007,862	262,523	1,270,385
Retained earnings	897,591	144,287	1,041,878	530,748	89,788	620,536

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Notes to the Financial Statements

For the Year Ended 30 April 2023

5. Revenue and Other Income

Revenue from continuing operations

	2023	2022
	\$	\$
Revenue from contracts with customers (AASB 15)		
- CHIA income	471,068	372,231
- Conference and other programs	1,958,734	1,942,972
- Grant income	236,000	-
- Memberships	1,038,245	973,937
- Workforce and other consulting income	260,591	347,176
	<u>3,964,638</u>	<u>3,636,316</u>
Revenue recognised on receipt (not enforceable or no sufficiently specific performance obligations - AASB 1058)		
- Interest income	9,543	1,222
- Branch income	12,368	14,992
- Other income	12,371	132,753
	<u>34,282</u>	<u>148,967</u>
	<u>3,998,920</u>	<u>3,785,283</u>

6. Expenses

The result for the year includes the following specific expenses:

Depreciation	14,765	16,677
Amortisation on right-of-use-assets	81,459	75,255
Total depreciation and amortisation	<u>96,224</u>	<u>91,932</u>
Interest expense- Leases	4,313	11,014
Interest expense	45	438
Total interest expense	<u>4,358</u>	<u>11,452</u>
Defined contribution superannuation expense	183,650	148,807
Doubtful debts expensed	34,505	327

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Notes to the Financial Statements

For the Year Ended 30 April 2023

7. Cash and Cash Equivalents

	2023	2022
	\$	\$
Cash at bank and in hand	3,159,375	2,598,667
	<u>3,159,375</u>	<u>2,598,667</u>

8. Trade and Other Receivables

CURRENT

Trade and other receivables

Provision for impairment

750,610	245,916
(32,505)	-
<u>718,105</u>	<u>245,916</u>

9. Other Financial Assets

CURRENT

Term deposits

<u>166,350</u>	<u>165,339</u>
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These term deposits have a maturity term of more than 3 months, therefore have been classified as other financial assets.

10. Other Assets

CURRENT

Prepayments

<u>467,974</u>	<u>59,938</u>
<u>467,974</u>	<u>59,938</u>

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Notes to the Financial Statements

For the Year Ended 30 April 2023

11. Property, Plant and Equipment

	2023	2022
	\$	\$
Office Equipment	37,935	28,932
Accumulated depreciation	(16,713)	(14,812)
Total plant and equipment	21,222	14,120
Computer equipment		
At cost	131,723	112,157
Accumulated depreciation	(105,581)	(92,718)
Total computer equipment	26,142	19,439
Leasehold Improvements		
At cost	3,010	3,010
Accumulated depreciation	(3,010)	(3,010)
Total leasehold improvements	-	-
Total property, plant and equipment	47,364	33,559

(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:

	Office Equipment	Computer Equipment	Leasehold Improvements	Total
	\$	\$	\$	\$
Opening balance	14,120	19,439	-	33,559
Depreciation expense	(3,220)	(11,545)	-	(14,765)
Additions	10,322	18,248	-	28,570
Balance at the end of the year	21,222	26,142	-	47,364

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Notes to the Financial Statements

For the Year Ended 30 April 2023

12. Trade and Other Payables

	2023	2022
	\$	\$
CURRENT		
Trade payables	228,725	89,707
GST payable	70,508	99,127
Employee benefits payable	63,396	13,692
PAYG withholding payable	39,538	72,926
Other payables and accruals	146,379	100,146
	<u>548,546</u>	<u>375,598</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.

13. Employee Benefits

CURRENT		
Provision for annual leave	118,139	141,503
Provision for long service leave	92,432	61,615
	<u>210,571</u>	<u>203,118</u>
NON-CURRENT		
Provision for long service leave	14,790	32,081

14. Contract Liabilities

CURRENT		
Deferred program income	205,895	202,027
Deferred membership income	797,196	838,776
Deferred conference income	2,064,703	223,792
Deferred workforce consulting income	33,417	174,121
	<u>3,101,211</u>	<u>1,438,716</u>

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Notes to the Financial Statements

For the Year Ended 30 April 2023

15. Leases

Company as a lessee

The Company has a lease over the office in Buckhurst St South Melbourne. The lease term is assessed as 4 years until 21 March 2024. There is a fixed increase in the lease payments for the life of the lease.

Right-of-use assets

	Buildings	Total
	\$	\$
Year ended 30 April 2023		
Balance at beginning of year	68,470	68,470
Depreciation charge	(81,459)	(81,459)
Remeasurement to right-of-use assets	93,024	93,024
Balance at end of year	80,035	80,035

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
	\$	\$	\$
2023			
Lease liabilities	87,646	87,646	85,493
2022			
Lease liabilities	81,803	81,803	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 asst and lease liability.

Statement of Profit or Loss

The amounts recognised in the statement of profit or loss relating to interest expense on lease liabilities for the year ended 30 June 2023 was \$4,313 (2022: \$11,014). No short- term or low value lease payments were made in the current year.

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Notes to the Financial Statements

For the Year Ended 30 April 2023

16. Financial Risk Management

		2023	2022
		\$	\$
Financial assets - amortised cost			
Cash and cash equivalents	7	3,159,375	2,598,667
Trade and other receivables	8	718,105	245,916
Term deposits	9	166,350	165,339
Total financial assets		4,043,830	3,009,922
Financial liabilities - amortised cost			
Lease liabilities	15	85,493	80,498
Trade and other payables	12	548,546	375,598
Total financial liabilities		1,182,585	831,694

17. 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 2023 the total amount the members of the Company are liable to contribute if the Company is wound up is \$61,950 (2022: \$100,600).

18. Key Management Personnel Disclosures

The remuneration paid to key management personnel of the Company is \$ 884,118 2022: \$206,496).

19. Auditors' Remuneration

Remuneration of the auditor, Saward Dawson, for:

- audit of the financial statements	15,000	-
- other services- compilation of the financial report	1,000	-
Remuneration of other auditor, National Audits Group Pty Ltd, for:		
- audit of the financial statements	-	12,500
- other services- compilation of the financial report	-	2,500
Total	16,000	15,000

20. Contingencies

Contingent Liabilities

Australasian Institute of Digital Health Limited had the following contingent liabilities at the end of the reporting period:

Two security deposit guarantees for a total of \$115,198 for the property lease at Suite 1.02A, Level 1, 85 Buckhurst Street, South Melbourne.

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Notes to the Financial Statements

For the Year Ended 30 April 2023

21. Related Parties

The Company's main related parties are as follows:

Key management personnel - refer to Note 18.

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.

The following transactions occurred with related parties. Transaction between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated;

- During the year a Company jointly controlled by Louise Schaper (CEO) provided IT support services for a total of \$6,000.

22. Events After the End of the Reporting Period

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.

23. Statutory Information

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

Australasian Institute of Digital Health Limited
85 Buckhurst Street
South Melbourne VIC 3205

Australasian Institute of Digital Health Limited

ABN: 80 097 598 742

Directors Declaration

The directors of the Company declare that:

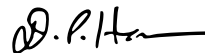
1. The financial statements and notes, as set out on pages 7 to 26, are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and:
 - a. comply with Australian Accounting Standards - Simplified Disclosure Standard; and
 - b. give a true and fair view of the financial position as at 30 April 2023 and of the performance for the year ended on that date of the Company.
2. In the directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profits Commission Regulation 2022*.



Director.....**Bettina McMahon**

Dated: **6 October 2023**



Director.....**David Hansen**

5th October 2023

Australasian Institute of Digital Health Limited

Independent Audit Report to the members of Australasian Institute of Digital Health Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Australasian Institute of Digital Health Limited, which comprises the statement of financial position as at 30 April 2023, the statement of profit or loss, 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 financial report of Australasian Institute of Digital Health Limited has been prepared in accordance with Division 60 of 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 2023 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards - Simplified Disclosures and Division 60 of the *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 Company in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Other matter

The financial report of Australasian Institute of Digital Health Limited for the year ended 30 April 2022, was audited by another auditor who expressed an unmodified opinion.

Australasian Institute of Digital Health Limited

Independent Audit Report to the members of Australasian Institute of Digital Health Limited

Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards - Simplified Disclosures and the ACNC Act, and for such internal control as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the 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 responsible entities either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

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

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the registered entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by responsible entities.
- Conclude on the appropriateness of the responsible entities' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the registered entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the registered entity to cease to continue as a going concern.

Australasian Institute of Digital Health Limited

Independent Audit Report to the members of Australasian Institute of Digital Health Limited

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

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


Saward Dawson



Jeffrey Tulk
Partner

Blackburn, VIC
Dated: 26 October 2023