



FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2013

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COMMITTEE'S REPORT

Your committee members submit the financial report of the HUMANE SOCIETY INTERNATIONAL INC. for the financial year ended 30 June 2013.

Committee Members

The names of committee members throughout the year and at the date of this report are;

M Kennedy - President

V Simpson - Treasurer

P Woolley - Vice President

E Willis-Smith - Secretary

J Irwin

A Rowan

D Anderson - Mgt Committee only

J Grandy

Principal Activities

The principal activities of the association during the financial year were:

- Protection of wildlife & animals generally;
- Protection of wildlife habitats.

Significant Changes

No significant change in the nature of these activities occurred during the year.

Operating Result

The loss is \$(89,060.99).

Signed in accordance with a resolution of the Members of the Committee.

Committee Member:

M Kennedy - President

Committee Member:

V Simpson - Treasurer

Dated this day of

it jep 2013

INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2013

<u> </u>	Note	2013 \$	2012 \$
INCOME			
Public Donations		1,954,385.46	2,035,889,75
Grants		-	10,000.00
Sales and Promotions		18,087,27	6,720.00
Bequest Income		484,446.79	247,617.48
Sundry Income		1,765.41	8,107.31
		2,458,684.93	2,308,334.54
OTHER INCOME			2,000,004.04
RDMF		1,571.18	1,653.91
Interest Received		7,644.48	12,047.69
		9,215.66	13,701.60
		2,467,900.59	
EXPENDITURE		2,407,800.09	2,322,036.14
Annual Leave Provision		86.065.00	GB 0G0 BB
Bank Charges		65,255.28	20,950.83
Campaign Communications and Publications		14,288.36	12,418.04
Depreciation		52,634.49	35,822.24
Education		11,274.63	13,180.45
Fundraising		5,833.74 192,937.42	6,651.01
General		·	134,771.98
Membership		275,242.18 4,094.83	321,431.70
Program Expenditures		902,161.13	2,499.09
Project Payments		1,030,879.52	867,482.03
"Warriwillah" Holding Cost		2,360.00	888,311.96
		2,556,961.58	2,360.00
(Loss) Profit before income tax			2,305,879.33
(Loss) Profit for the year		(89,060.99)	16,156.81
Retained earnings at the beginning of the		(89,060.99)	16,156.81
financial year		1,323,483.87	1 207 207 06
Retained earnings at the end of the			1,307,327.06
financial year		1,234,422.88	1,323,483.87

BALANCE SHEET AS AT 30 JUNE 2013

	Note	2013 \$	2012 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	2	405,208.99	420,920.44
Accounts receivable and other debtors	3	17,654.34	6,056.73
TOTAL CURRENT ASSETS		422,863.33	426,977.17
NON-CURRENT ASSETS			
Property, plant and equipment	4	48,030.21	28,304.85
'Warriwillah' at Clearview Rd Michelago		902,825,20	902,825.20
11/27 Old Barrenjoey Road Property		1,098,650.00	1,098,650.00
TOTAL NON-CURRENT ASSETS		2,049,505.41	2,029,780.05
TOTAL ASSETS		2,472,368.74	2,456,757.22
LIABILITIES			
CURRENT LIABILITIES			
Other Creditors		373.45	_
Trade Creditors		46,949.76	10,037.07
Superannuation Payable		8,331.27	-
Fringe Benefits Payable		-	6,521.46
PAYG Withholding Payable		12,245.28	11,924.00
Provision for Annual Leave		270,046.10	204,790.82
TOTAL CURRENT LIABILITIES		337,945.86	233,273.35
NON-CURRENT LIABILITIES			
Loans - Bank		900,000.00	900,000.00
TOTAL NON-CURRENT LIABILITIES		900,000.00	900,000.00
TOTAL LIABILITIES		1,237,945.86	1,133,273.35
NET ASSETS		1,234,422.88	1,323,483.87
MEMBERS' FUNDS			
Retained earnings	5	1,234,422.88	1,323,483.87
TOTAL MEMBERS' FUNDS		1,234,422.88	1,323,483.87

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2013

	Note	eamings	Total
	-		<u> </u>
Balance at 1 July 2011		1,307,327	1,307,327
Profit attributable to members		16,157	16,157
Balance at 30 June 2012		1,323,484	1,323,484
Profit attributable to members	_	(89,061)	(89,061)
Balance at 30 June 2013	_	1,234,423	1,234,423

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2013

	2013	2012
		<u> </u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	2,456,919.52	2,309,988.25
Payments to suppliers and employees	(2,448,664.82)	(2,270,931.00)
Interest received	9,215.66	12,048.00
Net cash provided by (used in) operating activities	17,470.36	51,105.25
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for property, plant and equipment	(33,181,81)	(5,617.00)
Net cash provided by (used in) investing activities	(33,181.81)	(5,617,00)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings	_	(175,000.00)
Net cash provided by (used in) financing activities		(175,000.00)
Net decrease in cash held	(15,711.45)	(400 E44 76)
Cash at beginning of financial year	420,920,44	(129,511.75)
Cash at end of financial year	405,208.99	550,432,19
Comment of the of the comment of the	403,200.89	420,920,44

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013

1 Statement of Significant Accounting Policies

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act New South Wales. The committee has determined that the association is not a reporting entity.

The financial report has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of this financial report.

Property, Plant and Equipment (PPE)

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all PPE is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

Depreciation

The depreciation method and useful life used for items of property, plant and equipment (excluding freehold land) reflects the pattern in which their future economic benefits are expected to be consumed by the association. Depreciation commences from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements. The depreciation method and useful life of assets is reviewed annually to ensure they are still appropriate.

Investment Property

Investment property includes land and/or buildings that earns rental income or appreciates in value. All tenant leases are on an arm's length basis. Investment property is initially measured at cost and subsequently measured at fair value, determined annually by independent valuers. Changes to fair value are recorded in the income and expenditure statement as other income.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013

Impairment of Assets

At the end of each reporting period, the association assesses whether there is any indication that an asset may be impaired. The assessment will consider both external and internal sources of information. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of that asset, being the higher of the asset's fair value less costs to sell and its value-in-use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is immediately recognised in profit or loss.

Accounts Receivable and Other Receivables

Accounts receivable are recognised initially at the transaction price (i.e. cost) and are subsequently measured at cost less provision for impairment. 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,

At the end of each reporting period, the carrying amount of accounts receivable and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised immediately in income and expenditure statement.

Employee Benefits

Provision is made for the association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits have been measured at the amounts expected to be paid when the liability is settled.

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities on the balance sheet.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013

Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument.

Revenue recognition relating to the provision of services is determined with reference to the stage of completion of the transaction at the end of the reporting period and where outcome of the contract can be estimated reliably. Stage of completion is determined with reference to the services performed to date as a percentage of total anticipated services to be performed. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent that related expenditure is recoverable.

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

Accounts Payable 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 association that remain unpaid.

Accounts payable are recognised at their transaction price. Accounts payable are obligations on the basis of normal credit terms.

Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the balance sheet.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013

		2013 \$	2012 <u>\$</u>
2	Cash and Cash Equivalents		
	Cash at Bank	405,208.99	420,920.44
	Reconciliation of cash Cash at the end of the financial year as shown in the cash flow statement is reconciled to the related items in the balance sheet as follows:		
	Cash at Bank	405,208.99	420,920.44
3	Accounts Receivable and Other Debtors		
	Current		
	Input Tax Credits	17,654.34	6,056.73
4	Property, Plant and Equipment		
	Motor Vehicles	39,359.08	19,995.45
	Less: Accumulated Depreciation	(24,637.45)	(19,995.45)
		14,721.63	
	Office Furniture & Equipment	228,834.03	215,015.85
	Less: Accumulated Depreciation	<u>(195,</u> 525.45)	(186,711.00)
		33,308.58	28,304.85
	Total Plant and Equipment	48,030.21	28,304.85
	Total Property, Plant and Equipment	48,030.21	28,304.85
5	Retained Earnings		
	Retained earnings at the beginning of the financial year	1,323,483.87	1,307,327.06
	(Net loss) Net profit attributable to the association	(89,060.99)	16,156.81
	Retained earnings at the end of the financial year	1,234,422.88	1,323,483.87

STATEMENT BY MEMBERS OF THE COMMITTEE

The committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the committee the financial statements as set out on pages 1 to 8:

- Presents a true and fair view of the financial position of HUMANE SOCIETY INTERNATIONAL INC. as at 30 June 2013 and its performance for the year ended on that date.
- 2. At the date of this statement, there are reasonable grounds to believe that HUMANE SOCIETY INTERNATIONAL INC. will be able to pay its debts as and when they fall due.

This statement is made in	i accordance with a	resolution of	the Committee	and is signed	for and on b	ehalf of
the Committee by:	£ h			•		

President:

M Kennedy

V Simpson

Treasurer:

Dated this day of

26th Sep 2013

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF HUMANE SOCIETY INTERNATIONAL INC. 63 510 927 032

Report on the Financial Report

I have audited the accompanying financial report, being a special purpose financial report, of HUMANE SOCIETY INTERNATIONAL INC. (the association), which comprises the balance sheet as at 30 June 2013, and the income and expenditure statement and cash flow statement, a summary of significant accounting policies, other explanatory information and the statement by members of the committee.

Committee's Responsibility for the Financial Report

The committee of HUMANE SOCIETY INTERNATIONAL INC. is responsible for the preparation of the financial report, and has determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of the Associations Incorporation Act New South Wales 2009 and is appropriate to meet the needs of the members. The committee's responsibility also includes such internal control as the committee determines is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on the financial report based on my audit. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the members. I conducted my audit in accordance with Australian Auditing Standards. These Auditing Standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee, as well as evaluating the overall presentation of the financial report.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF HUMANE SOCIETY INTERNATIONAL INC. 63 510 927 032

Auditor's Opinion

In my opinion, the financial report of HUMANE SOCIETY INTERNATIONAL INC. presents fairly, in all material respects the financial position of HUMANE SOCIETY INTERNATIONAL INC. as of 30 June 2013 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements, and the Associations Incorporation Act New South Wales 2009.

Basis of Accounting and Restriction on Distribution

Without modifying my opinion, I draw attention to Note 1 of the financial report, which describes the basis of accounting. The financial report has been prepared to assist the association to meet the requirements of the Associations Incorporation Act New South Wales 2009. As a result, the financial report may not be suitable for another purpose.

Name of Firm:

LOWY WILCOCK & CO.

Chartesed Accountants

Name of Principal:

DEAN Q. WILCOCK

Address:

LEVEL 6, 72 PITT STREET, SYDNEY NSW 2000

Dated this day of

26th lep 2013

CERTIFICATE BY MEMBERS OF THE COMMITTEE

We, M Kennedy and V Simpson of 5/27 Old Barrenjoey Rd, Avalon NSW, certify that:

(a) We attended the annual general meeting of the association held on https://www.nc.nc/
 (b) The financial statements for the year ended 30 June 2013 were submitted to the members of the association at its annual general meeting.

Dated this day of

11th War 2013

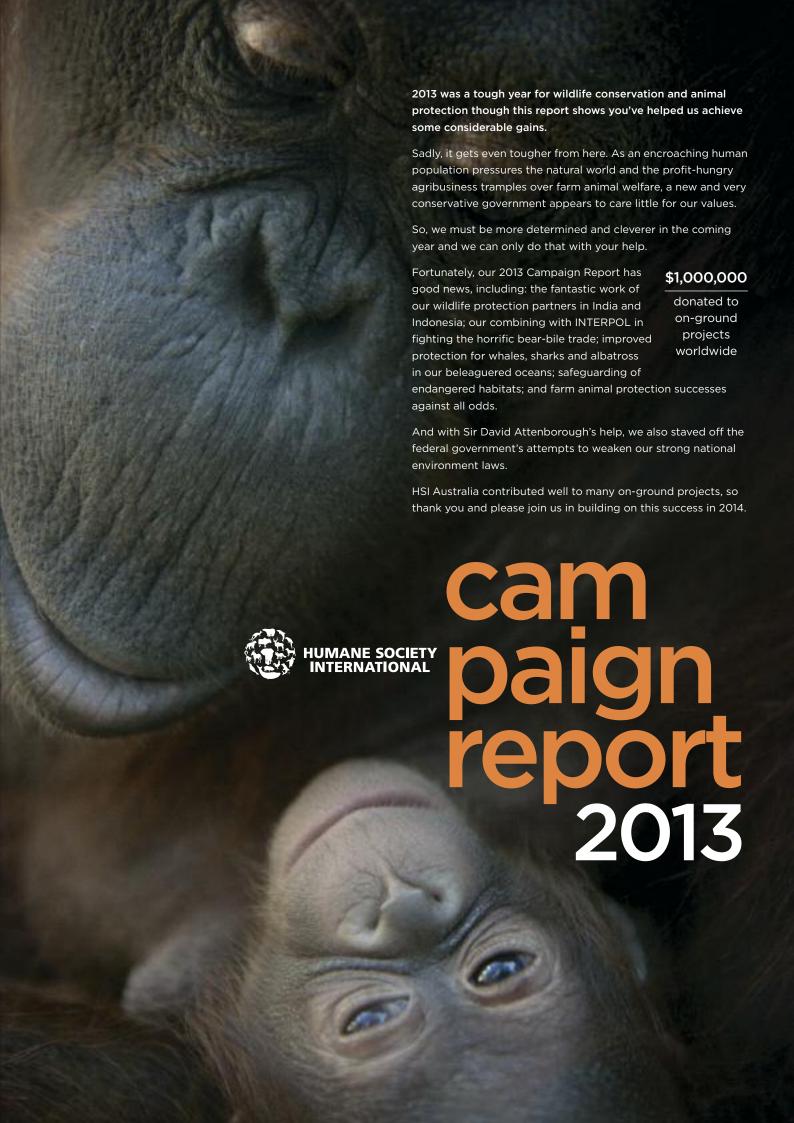
Committee Member:

M Kennedy - President

V Şimpson - Treasurer

PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 30 JUNE 2013

	2013 \$	2012 \$
INCOME		
Public Donations	1,954,385,46	2,035,889,75
Grants	-	10,000.00
Sales and Promotions	18,087.27	6,720.00
Bequest Income	484,446.79	247,617.48
Sundry Income	1,765,41	8,107.31
	2,458,684.93	2,308,334.54
OTHER INCOME		
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Interest Received	7,644.48	12,047.69
	9,215.66	13,701.60
	2,467,900.59	2,322,036.14
EXPENSES		2,022,000.14
Annual Leave Provision	65,255.28	20,950.83
Bank Charges	14,288.36	12,418.04
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Membership	4,094.83	2,499.09
Program Expenditures	902,161.13	867,482.03
Project Payments	1,030,879.52	888,311.96
"Warriwllah" Holding Cost	2,360.00	2,360.00
	2,556,961.58	2,305,879.33
(Loss) Profit before income tax	(89,060.99)	16,156.81
		,



Sharks Bears

For many years, HSI has worked with partners to improve the conservation of marine fish, so it's pleasing to see some considerable successes.

March saw representatives from 178 countries and interested the great hammerhead, the smooth hammerhead, and the parties (including HSI) convene in Bangkok, Thailand, for a conference on the international trade in endangered species.

The 16th meeting of CITES* proved hugely successful for protecting wildlife threatened by international trade. And upon its close, every proposal for new or increased protection for wildlife was adopted—except, worringly, for the polar bear.

Importantly, many sharks received international protection, including: the oceanic whitetip, the scalloped hammerhead, porbeagle shark. Freshwater sawfish and two species of manta rays were also gazetted.

Hearteningly, increased or new protection was achieved for dozens of others including the West African manatee, nine of New Zealand's green geckos, China's Mangshan pit viper and 40+ freshwater turtles and tortoises. And measures to protect rhinos, elephants, cheetahs, freshwater rays and a host of other species were also agreed.





We value them as our companions and protectors throughout the world but...

in some parts of Asia, dogs suffer terribly as victims of the trade in fur and dog meat for human consumption.

HSI and our partners are working to end the cruelty and have recently met with officials from several countries to consider a 5 year moratorium on the commercial transporting of dogs across borders.

Cruelty is endemic to this horrific industry and we will continue to fight for the 5 million dogs killed annually just for meat and the (estimated) 10 million others slaughtered for fur.

While many of them are stolen pets the majority are street-dogs, so HSI is now the leading global organisation working to reduce the numbers and improve the health of stray dogs. Ambitiously, we aim to spay, neuter and vacinate against rabies up to 80% of the world's 300 million street dogs within the next 10 years.

Our trials have bettered the expected result and, as numbers drop and the general health improves, they are becoming an accepted part of community life.





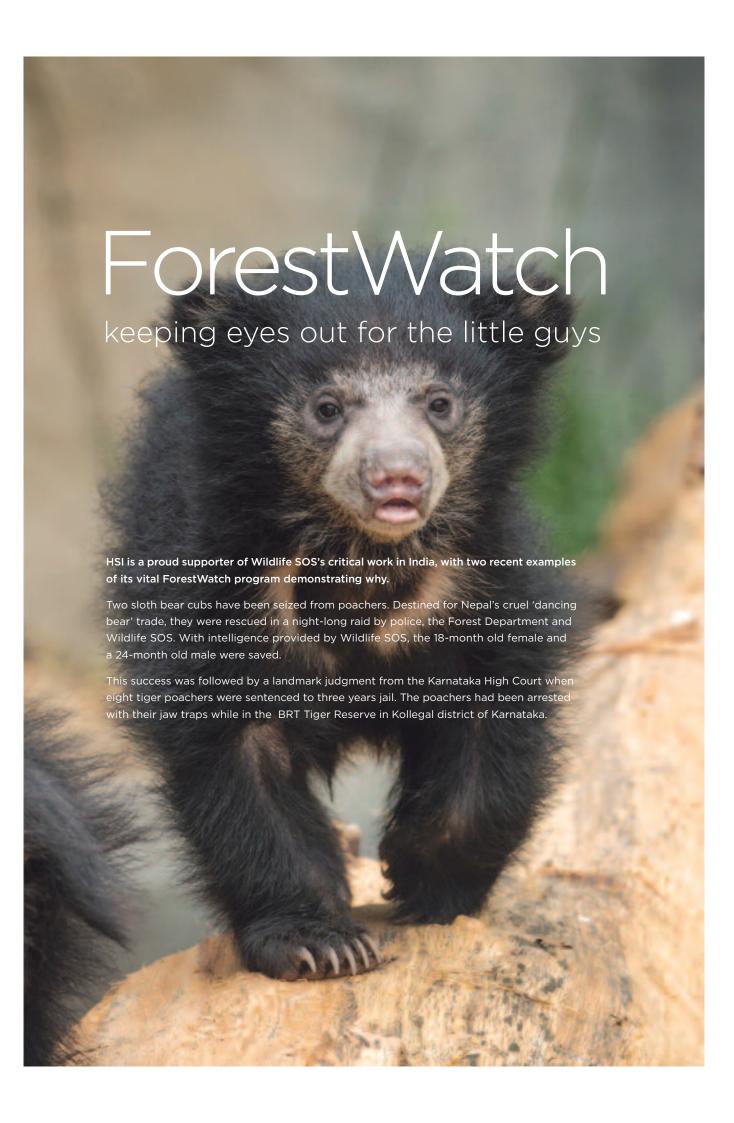
for seabirds in South America

Working with Ecuadorian conservation groups and the American Bird Conservancy, HSI consultant Nigel Brothers has helped discover a way to prevent the deaths of critically endangered waved albatrosses, pink footed shearwaters and Parkinson's petrels.

Nigel and the team's novel invention lets fishermen set longline hooks with greater safety and speed. In fact, there's no longer time for seabirds to get caught on the hooks meant for hake.

With further assistance from HSI, the Conservancy and colleagues in Ecuador, it's hoped the new fishing device can be made widely available to the fishing industry.





2013 has been a particularly productive year for HSI's wildlife and habitat protection program.

Our first success was a listing under federal law of the critically endangered lowland grassy woodlands in south-east corner bio-region in New South Wales. This builds on an earlier triumph when we gained state legislative protection a few years ago.

The habitat is vital in keeping carbon in the ground, protecting koala's, spotted-tail quoll, grey-headed flying foxes, eastern pygmy possum, large-footed mouse-eared bat, glossy black cockatoo, barking owl and many other threatened species.

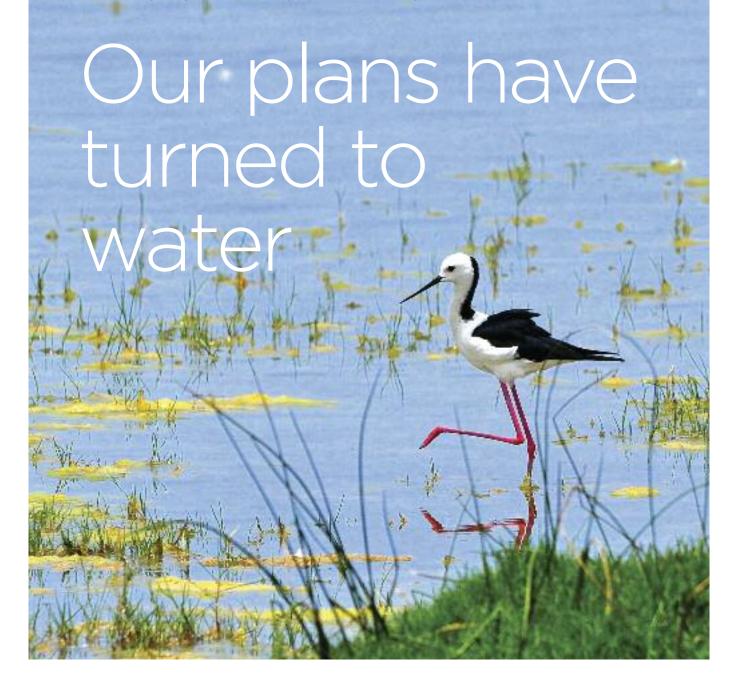
More recently, HSI got unprecedented protective

action for the Murray River and its wetlands, floodplains and groundwater systems.

Another biological and legislative 'first' was our getting national protection for 'subtropical and temperate coastal saltmarsh'. No mean task when this fragile coastal habitat stretches through six states.

These are pioneering examples of aquatic ecosystem conservation as they are the first listing of an endangered river ecosystem under the Federal Environment Protection and Biodiversity Conservation Act.

Approved under a Labor government, we are urging the new government to honour these protections.



Good for the environment

anyway you look at it

Thanks to the generosity of members,

HSI has supported wildlife protection patrols (WPU's)
in Sumatra's Bukit Tigapuluh ecosystem since 2009.

A key tropical lowland forest for primates, it's home to the
only orangutan re-introduction project (in Jambi). It's also
a refuge for indigenous elephants and rhinoceros and a Global Priority Tiger Conservation Landscape.

The WPU's deter illegal activities within the National Park, including logging. They're also educating the locals on the laws against poaching orangutans while reporting illegal activities to the Forestry Police and collecting data on the Bukit Tigapuluh ecosystem.

This program makes a huge difference to the conservation of wildlife and their habitats in Sumatra, and we are very proud to be a long-term supporter.



2013 was a milestone for HSI's Wildlife Land Trust (WLT) with the 200th sanctuary registered. And with others added since, over 35,000 hectares (87,000 acres) of wildlife-friendly land is now preserved for a long list of Australia's threatened species. Countless creatures rest safely.

It was also the Private Land Conservation Grants program's fifth year. Partnering with the Foundation for National Parks and Wildlife (and six other organisations), WLT distributed \$315,000 to 54 sanctuary owners.

Additionally, WLT recently finalised a breakthrough with the NSW government's of r Conservation Partners Program entrusting us to earmark those sanctuaries with particularly high wildlife and habitat conservation values for permanent legal protection.

222 sites

provide over 35,000 ha of refuge



DESTROYING THE HIDEOUS BEAR BILE FARMS



INFILTRATE EXPOSE PROSECUTE ELIMINATE

They asked, we jumped

Humans do truly terrible things to animals, but few practices are as ugly as bear bile farming.

Early in 2013, INTERPOL's Environmental Crime Program sought HSI's help with an international trade investigation into bear bile and parts. Obviously, we were instantly onboard with this unique chance to break up the supply chains and trafficking networks.

HSI has also teamed with INTERPOL this year in the fight against illegal logging and deforestation. Our funding has assisted in the training of enforcement personnel in Myanmar, Indonesia, Malaysia, China, Papua New Guinea, Japan and the Philippines. Additionally, HSI also provided for an INTERPOL course to train Vietnamese enforcement officers.





AN ELEPHANT IS KILLED BY POACHERS EVERY 15 MINUTES*

There's safety in numbers

Join ours

ONE-OFF (tax deductible) dona	ntion	OR REGULAR MONT	THLY (tax deductible) donation		
I wish to make a tax deductible Don	ation of:	I wish to make a tax	deductible Regular Monthly Donatio	n of:	
\$1000	00	\$25	\$100		
I am paying by: Mastercard Visa American Express Cheque Money Order		stopped by me at any	per month until further notice. I understand that this payment can be stopped by me at any time. I am paying by: Mastercard Visa American Express		
Card number:		Card number:			
Name on card:		Name on card:	Name on card:		
Signature: Address:	Expiry date:	Signature:	Expiry date		
Address:	D		nformation on Direct Debit from my ba	ank account.	
	Postcode:	Address:			
Phone: Ema	ail:	<u> </u>	Postcode:		
		Phone:	Email:		
☐ Please send me (quantity) so I can distribute. ☐ Please send me information on	Counter Packs (25 brochures/1 standards) Making a Bequest to HSI.	Humane Society I	iorm to: International PO Box 439 Avalon, NSV Freecall: 1800 333 737 Email: admin@		
You can also donate by tele	phone—freecall 1800 333 737—	or visit: www.hsi.org.au	Your support is invaluable, that	nk you	