

**SANTI FOREST
MONASTERY INC**

**FINANCIAL STATEMENTS
30 JUNE 2009**

Santi Forest Monastery Inc
ABN 87 095 830 484

Contents

Committee's Report	3
Statement of Financial Performance	5
Statement of Financial Position	6
Statement of Cash Flows	7
Notes to the Financial Statements	9
Depreciation Schedule	13
Statement by Members of the Committee	16
Independent Audit Report to the Members	17
Income and Expenditure Statement	18

Santi Forest Monastery Inc
ABN 87 095 830 484
Committee's Report

Your committee members submit the financial accounts of the Santi Forest Monastery Inc for the financial year ended 30 June 2009.

Committee Members

The names of the committee members in office at any time during or since the end of the year are:

Ewen Gemmell (President)
 Nicola Le Couteur (Treasurer)
 Pat Denny (Vice-President)
 Alex Zachery (Secretary) (appointed 4-7-08)
 Jason Chan (appointed 30-11-08)

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

Committee Meetings

The number of Committee meetings attended by each committee member of the association during the financial year, is set forth below

Name of Member	Meetings Attended	Number Eligible to Attend
Ewen Gemmell	4	4
Pat Denny	4	4
Nicola Le Couteur	2	4
Alex Zachery	3	4
Jason Chan	2	2

Operating Result

The profit of the association for the financial year amounted to \$182,308 (2008: \$54,220).

Principal Activities

The principal activities of the association during the course of the year were the provision of residential facilities and teachings in the Buddhist Theravada forest tradition, to enable ordained and lay practitioners to study and practice the spiritual path taught by the Buddha. No significant change in the nature of these activities occurred during the year.

Significant Changes in the State of Affairs

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

After Balance Date Events

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

Santi Forest Monastery Inc
ABN 87 095 830 484
Committee's Report

Future Developments

The association expects to maintain the present status and level of operations and hence there are no likely developments in the operations in future financial years.

Environmental Issues

The association's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a State or Territory.

Committee Members' Benefits

No Committee Member has received or has become entitled to receive, during or since the financial year, a benefit because of a contract made by the association or related body corporate with a Committee Member, a firm which a Committee Member is a member or an entity in which a Committee Member has a substantial financial interest.

Indemnifying Officer or Auditor

No indemnities have been given or agreed to be given or insurance premiums paid or agreed to be paid, during or since the end of the financial year, to any person who is or has been an officer or auditor of the association.

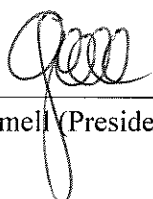
Proceedings on Behalf of association

No person has applied for leave of the Court to bring proceedings on behalf of the association or intervene in any proceedings to which the association is a party for the purpose of taking responsibility on behalf of the association for all or any part of those proceedings. The association was not a party to any such proceedings during the year.

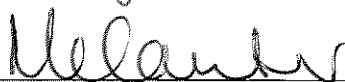
Income Tax Exemption

The association is a non-profit organisation and is exempt from Income Tax.

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



Ewen Gemmell (President)



Nicola Le Couteur (Treasurer)

Dated:

7/3/2010

The accompanying notes form part of these financial statements.

Santi Forest Monastery Inc
ABN 87 095 830 484
Statement of Financial Performance
For the year ended 30 June 2009

	Note	2009 \$	2008 \$
Revenues from ordinary activities	2	263,504	147,459
Depreciation and amortisation expenses		(17,758)	(15,406)
Other expenses from ordinary activities		(63,438)	(77,833)
Profit from ordinary activities	2	182,308	54,220
Net profit attributable to members of the association		182,308	54,220
Total changes in equity of the association		182,308	54,220
Opening retained profits		1,391,937	1,337,717
Net profit attributable to members of the association		182,308	54,220
Closing retained profits		1,574,245	1,391,937

The accompanying notes form part of these financial statements.

Santi Forest Monastery Inc
ABN 87 095 830 484
Statement of Financial Position As At 30 June 2009

	Note	2009 \$	2008 \$
Current Assets			
Cash assets	3	46,821	37,848
Current tax assets	4	10,253	2,464
Other	5	-	500
Total Current Assets		<u>57,074</u>	<u>40,812</u>
Non-Current Assets			
Property, plant and equipment	6	1,539,028	1,351,125
Total Non-Current Assets		<u>1,539,028</u>	<u>1,351,125</u>
Total Assets		<u>1,596,102</u>	<u>1,391,937</u>
Current Liabilities			
Financial liabilities	7	21,857	-
Total Current Liabilities		<u>21,857</u>	<u>-</u>
Total Liabilities		<u>21,857</u>	<u>-</u>
Net Assets		<u>1,574,245</u>	<u>1,391,937</u>
Equity			
Retained profits		1,574,245	1,391,937
Total Members' Funds		<u>1,574,245</u>	<u>1,391,937</u>

The accompanying notes form part of these financial statements.

Santi Forest Monastery Inc
ABN 87 095 830 484
Statement of Cash Flows
For the year ended 30 June 2009

	2009 \$	2008 \$
Cash Flow From Operating Activities		
Receipts from donors	262,295	146,124
Payments to Suppliers	(70,728)	(71,837)
Interest received	1,209	1,335
Net cash provided by (used in) operating activities (note 2)	192,776	75,622
Cash Flow From Investing Activities		
Payment for:		
Payments for property, plant and equipment	(205,661)	(62,842)
Net cash provided by (used in) investing activities	(205,661)	(62,842)
Cash Flow From Financing Activities		
Proceeds of borrowings	21,857	-
Repayment of borrowings	-	(3,075)
Net cash provided by (used in) financing activities	21,857	(3,075)
Net increase (decrease) in cash held	8,973	9,705
Cash at the beginning of the year	37,848	28,143
Cash at the end of the year (note 1)	46,821	37,848

The accompanying notes form part of these financial statements.

Santi Forest Monastery Inc
ABN 87 095 830 484
Statement of Cash Flows
For the year ended 30 June 2009

2009

2008

Note 1. Reconciliation Of Cash

For the purposes of the statement of cash flows, cash includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts.

Cash at the end of the year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:

Cash At Bank	20,686	9,259
Secondary bank account - North Sydney	1,063	1,063
Building cheque account	604	4,267
ANZ V2 plus account	23,968	22,759
Cash on hand	500	500
	<u>46,821</u>	<u>37,848</u>

Note 2. Reconciliation Of Net Cash Provided By/Used In Operating Activities To Net Profit

Operating profit (loss) after tax	182,308	54,220
Depreciation	17,758	15,406
Changes in assets and liabilities net of effects of purchases and disposals of controlled entities:		
(Increase) decrease in prepayments	500	-
Increase (decrease) in sundry provisions	(7,789)	5,996
Net cash provided by operating activities	<u><u>192,776</u></u>	<u><u>75,622</u></u>

Santi Forest Monastery Inc
ABN 87 095 830 484
Notes to the Financial Statements
For the year ended 30 June 2009

Note 1: Statement of Significant Accounting Policies

The financial report is a general purpose financial report that has been prepared in accordance with Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board and the requirements of the Associations Incorporations Act NSW.

The financial report covers Santi Forest Monastery Inc as an individual entity. Santi Forest Monastery Inc is an association incorporated in NSW under the Association Incorporations Act 1984.

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

The following is a summary of the material accounting policies adopted by the economic entity in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

Income tax

The Association is a non-profit organisation supported by donations. It is exempt from Income Tax.

Property, Plant and Equipment

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

The Association sometimes receives donations of plant & equipment items throughout the year. Some of these items have not been shown in the assets of the organisation due to the desired anonymity of the donors. The committee feels that the cumulative market value of items received during the year would be approximately \$3,000.

a) Property

The initial value in 2000 of the original hermitage has been measured on the fair value basis, being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction. Renovations, extensions and property improvements are carried at cost less accumulated depreciation where applicable.

b) Plant and equipment

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

c) Depreciation

The depreciable amount of all fixed assets including some buildings and capitalised leased assets, but excluding freehold land, is depreciated on a straight line basis over their useful lives to Santi Forest Monastery Inc commencing from the time the asset is held ready for use.

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

Santi Forest Monastery Inc
ABN 87 095 830 484
Notes to the Financial Statements
For the year ended 30 June 2009

Class of Asset	Depreciation Rate %
Buildings	10 %
Plant and equipment	20 %
Motor vehicles	15 %
Furniture & fixtures	10-33 %

Cash

For the purpose of the statement of cash flows, cash includes cash on hand and deposits with banks or financial institutions, investments in money market instruments maturing within less than two months, net of bank overdrafts.

Comparative Figures

Where required by Accounting Standards comparative figures have been adjusted to conform with changes in presentation for the current financial year.

Revenue

Revenue from donations is recognised upon the receipt of funds from donors. The Association also receives donations of various items such as books and household goods. These items have not been shown in the revenue of the association unless a value for the goods is readily available.

Interest revenue is recognised on a proportional basis taking in to account the interest rates applicable to the financial assets.

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

Santi Forest Monastery Inc
ABN 87 095 830 484
Notes to the Financial Statements
For the year ended 30 June 2009

	2009	2008
Note 2: Revenue		
Operating Activities:		
Donations	262,295	146,124
Interest revenue	1,209	1,335
	263,504	147,459
 Note 3: Cash assets		
Bank accounts:		
Cash At Bank	20,686	9,259
Secondary bank account - North Sydney	1,063	1,063
Building cheque account	604	4,267
ANZ V2 plus account	23,968	22,759
Other cash items:		
Cash on hand	500	500
	46,821	37,848
 Note 4: Tax Assets		
Current		
GST refundable	10,253	2,464
	10,253	2,464
 Note 5: Other Assets		
Current		
Prepayments	-	500
	-	500

The accompanying notes form part of these financial statements.

Santi Forest Monastery Inc
ABN 87 095 830 484
Notes to the Financial Statements
For the year ended 30 June 2009

	<u>2009</u>	<u>2008</u>
Note 6: Property, Plant and Equipment		
Buildings:		
- At committees valuation	1,535,647	1,336,706
- Less: Accumulated depreciation	<u>(27,492)</u>	<u>(16,960)</u>
	<u>1,508,155</u>	<u>1,319,746</u>
Plant and equipment:		
- At cost	12,170	6,864
- Less: Accumulated depreciation	<u>(3,240)</u>	<u>(2,117)</u>
	<u>8,930</u>	<u>4,747</u>
Motor vehicles:		
- At cost	23,454	23,454
- Less: Accumulated depreciation	<u>(12,897)</u>	<u>(9,379)</u>
	<u>10,557</u>	<u>14,075</u>
Other property, plant and equipment:		
- At cost	23,356	21,942
- Less: Accumulated depreciation	<u>(11,970)</u>	<u>(9,385)</u>
	<u>11,386</u>	<u>12,557</u>
	<u>1,539,028</u>	<u>1,351,125</u>

Note 7: Financial Liabilities

Current

Unsecured:

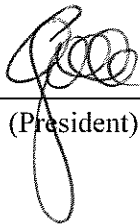
- Other loans (maturity 30 June 2010)	21,857	-
	<u>21,857</u>	<u>-</u>
	<u>21,857</u>	<u>-</u>

Santi Forest Monastery Inc
ABN 87 095 830 484
Statement by Members of the Committee
For the year ended 30 June 2009

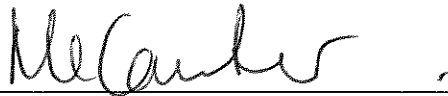
In the opinion of the Committee the Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flows and Notes to the Financial Statements:

1. Presents fairly the financial position of Santi Forest Monastery Inc as at 30 June 2009 and its performance for the year ended on that date in accordance with Australian Accounting Standards, mandatory professional reporting requirements and other authoritative pronouncements of the Australian Accounting Standards Board.
2. At the date of this statement, there are reasonable grounds to believe that the association will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:



Ewen Gemmell (President)
President



Nicola Le Couteur (Treasurer)
Treasurer

Santi Forest Monastery Inc

ABN 87 095 830 484

Independent Audit Report to the Members

Scope

We have audited the accompanying financial report of Santi Forest Monastery Inc, being the Statement by Members of the Committee, Statement of Financial Performance, Statement of Financial Position, Statement of Cash Flows and Notes to Financial Statements for the financial year ended 30 June 2009. The Committee is responsible for the financial report. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances. We have conducted an independent audit of the financial report in order to express an opinion on it to the members.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance whether the financial report is free of material misstatement. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion whether, in all material respects, the financial report is presented fairly in accordance with Accounting Standards and other mandatory professional reporting requirements so as to present a view which is consistent with our understanding of the association's financial position and performance as represented by the results of its operations and its cash flows.

The audit opinion expressed in this report has been formed on the above basis.

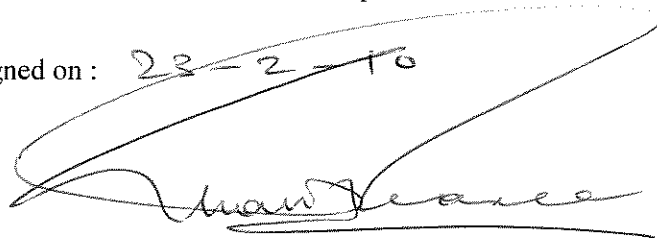
**Basis for Qualified Auditor's
Opinion (Scope Limitation)**

The financial report of Santi Forest Monastery Inc as at 30 June 2008, was audited by another auditor, David L Mitchell CA whose report dated 22 November 2009, expressed an unqualified opinion on those statements. We did not obtain sufficient appropriate audit evidence regarding the comparatives to be able to express our own opinion on that report.

**Qualified Auditor's Opinion
(Scope Limitation)**

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had we been able to satisfy ourselves regarding the comparatives, the financial report presents fairly in accordance with applicable Accounting Standards and other mandatory professional reporting requirements the financial position of Santi Forest Monastery Inc as at 30 June 2009, and the results of its operations and its cash flows for the year then ended.

Signed on :

23-2-10


Grant L Pearce,
Grant L Pearce Chartered Accountants
Montague Street, Goulburn NSW

Santi Forest Monastery Inc
ABN 87 095 830 484
Income and Expenditure Statement
For the year ended 30 June 2009

	2009	2008
	\$	\$
Income		
Donations	237,174	138,194
My Fundraiser - Jhanathon	17,021	-
Receipts for Retreat	8,100	7,930
Interest received	1,209	1,335
Total income	263,504	147,459
Expenses		
Bank Fees And Charges	166	213
Bookkeeping Fees	4,328	4,202
Centrelink payments	-	2,294
Computers & office equipment	1,232	3,520
Dental & medical	903	729
Depreciation expense	17,758	15,406
Electricity & gas	6,454	6,023
Filing & legal fees	144	451
General expenses	3,458	4,700
Hire of hall	680	-
Insurance	2,551	2,311
Jhanathon administration costs	845	-
Library & teaching resources	744	2,495
Motor vehicle fuel, oil, tolls & parking	6,297	4,042
Motor vehicle registration & insurance	2,233	2,216
Motor vehicle repairs & maintenance	1,429	1,685
"Our Community" running fees	76	-
Printing, postage & stationery	2,087	3,505
Rates - water & LHPA	1,453	2,473
Repairs & maintenance - buildings	4,744	7,700
Repairs & maintenance - infrastructure	5,761	8,186
Retreat expenses	8,325	7,445
Telephone & internet	3,070	3,209
Travel, accomodation & conferences	3,927	8,632
Visa & passport fees	763	967

The accompanying notes form part of these financial statements.

Santi Forest Monastery Inc
ABN 87 095 830 484
Income and Expenditure Statement
For the year ended 30 June 2009

	2009 \$	2008 \$
Waste removal	1,769	835
Total expenses	81,196	93,239
Profit from ordinary activities before income tax	182,308	54,220
Income tax revenue relating to ordinary activities	-	-
Net profit attributable to the association	182,308	54,220
Total changes in equity of the association	182,308	54,220
Opening retained profits	1,391,937	1,337,717
Net profit attributable to the association	182,308	54,220
Closing retained profits	1,574,245	1,391,937

The accompanying notes form part of these financial statements.