



ANNUAL REPORT 2019

www.arthritiswa.org.au



Arthritis Foundation of Western Australia Inc.
Wyllie Arthritis Centre 17 Lemnos Street, Shenton Park WA 6008
Phone: 9388 2199 | ABN: 43 390 598 024



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Assistant - PR and Fundraising: Katrina Benson

Manager - Community Relations: Sue Wilkinson

Community Relations: Kathy Kane

Donor Support: Ashwini Tak

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PRESIDENT'S REPORT



Dr Jack Edelman AM MBBS FRACP

I'm pleased to report that throughout 2019 the foundation has continued to grow in providing a variety of programs while at the same time being able to maintain a solid financial position.

Since our balance date, we are now faced with the COVID-19 crisis, fortunately, we have been able to build a strong financial base that should see us through the crisis and maintain our current staff levels. This has only been possible because of the dedication of the many supporters including Board, Finance committees, staff and of course our volunteers.

The foundation is the only organisation in WA that is solely dedicated to assisting those with Bone and Joint disease. Our programs are continually being reviewed so that we provide the best practice in all areas, and I'm proud to say that as a state organisation, we are our leaders in our field, providing innovative programs and resources.

In summary throughout 2019 we delivered:

- The coordination of regional clinics across throughout the state
- Clinical Updates to Health Professionals on a wide variety of topics
- Consumer education
- Self-management programs
- Public seminars
- The expansion of our JIA program
- A variety of exercise programs including hydrotherapy
- Arthritis Today magazine and monthly Enews
- A revamped website and a continued strong presence in social media,

Our commitment to research continues to be stronger than ever. In 2019 Prof. Hans Nossent completed an initial five year term at the School of Medicine at the University of WA. In mid-2019, the foundation entered into an agreement with UWA to support the professorial position for a further five years along with a Research Assistance for two years. The cost of this is reflected in our accounts and is why research expenditure is extremely high for 2019, compared with past and future years. Furthermore, there was a \$25,000 contribution to Arthritis Australia to be allocated to a research project.

A Strategy Review was conducted late 2019. The current mission statement: To reduce the incidence and disabling effects of arthritis, osteoporosis, and related conditions in the people of WA was confirmed.

Strategies agreed to;

- Provide funds and raise capital to improve facilities for services on the current site
- Plan a multimedia campaign to lift our profile
- Identify and develop professional partnerships to provide service delivery in Perth and the regions
- Determine ways to provide advocacy on behalf of clients
- Continue to fund the Chair in Rheumatology and work towards establishing a bone & mineral senior lecturer position at the University of WA

I would like to acknowledge and thank the strong commitment of the Board and Committee members who all act in an honorary capacity, the many volunteers that come to help with daily activities, and Ric Forlano and his dedicated staff who always work tirelessly in order to ensure success of the foundation.

TREASURER'S REPORT

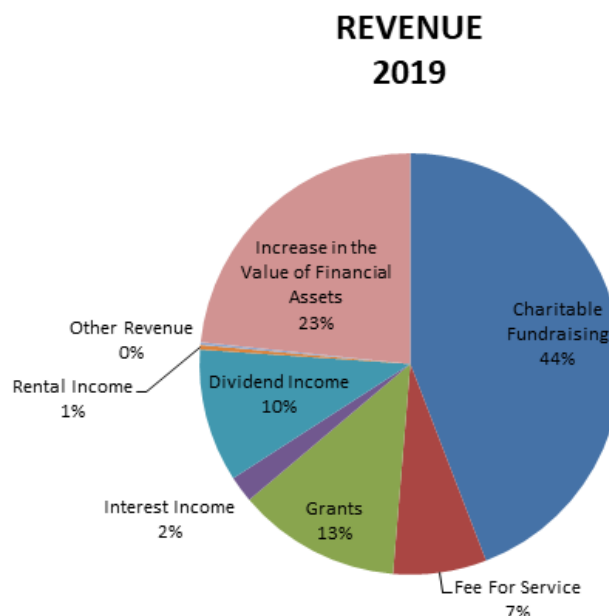
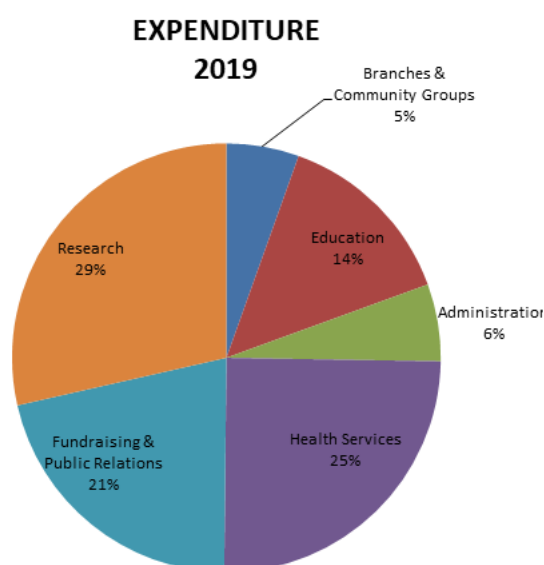


Ms Silvia Caratti BCom FCA MBA

I'm pleased to announce the comprehensive surplus for the year amounted to \$729,404, compared to a comprehensive deficit of \$92,469 for the corresponding previous year. Arthritis & Osteoporosis WA (AOWA) also recorded a healthy positive cashflow from operations of \$494,542, which is increased from the prior year amount of \$373,025. The surplus result includes the increase in the value of the Foundations investment portfolio of \$941,404. From the 2017/2018 financial year, AOWA is required to account for all revaluations of our investment portfolio to the profit and loss which, given the fluctuations of the share market, has caused some fluctuations in our overall surplus position.

Whilst the organisation incurred an operating deficit of \$212,313 for this year, it is important to note that this was due to the Foundation entering into an agreement with the University of WA to support the re- appointment of the Rheumatology Professorial Position for the next five years. The total liability of this support is reflected in the account for 2019, even though the payments will be spread out over the next five years due to a change in the application of the accounting standards for this year. The actual research allocation paid during the 2019 year was \$181,117.

Overall, I am please to say the Foundation is in a strong financial position. However since balance date, a global pandemic has been declared by the World Health Organisation. The Impact of COVID-19 will seriously affect the ability of our organisation to deliver a substantial number of our services in 2020, along with a significant drop off in income, both from our operating activities and the performance of our investments. Nevertheless, we are well placed to navigate through these crisis to continue to provide services by changing the way we operate; having the ability to draw on our reserves if required. This has only been possible because of the strong financial decisions made by the Board of Management and we are well place to continue our growth in services that will assist those people with Bone and Joint disease.



PERFORMANCE HIGHLIGHTS 2019



2,000+

*Exercise classes held in 8 locations
throughout the metro & regional area*



1,500

*People attended community talks
delivered to 54 community groups*

575

PEOPLE ATTENDED OUR SUPPORT GROUPS.
7 SUPPORT GROUPS RAN 63 MEETINGS

164

PEOPLE ATTENDED OUR EDUCATION &
SELF-MANAGEMENT PROGRAMS HELD IN
9 LOCATIONS WITHIN THE METRO &
REGIONAL AREA



2,046

*Rural Rheumatology appointments
were attended across 122 clinics in
11 locations*



7,200

Existing eNewsletter subscribers

HEALTH SERVICE PROGRAMS DELIVERED



Arthritis & Osteoporosis WA (AOWA) provide a comprehensive range of services and programs to support the management of musculoskeletal disorders for all West Australians.

RURAL RHEUMATOLOGY CLINICS

The Rural Rheumatology Clinic Service has been delivering rheumatology services to rural and remote areas of WA since 1974, enabling early diagnosis and the provision of necessary treatment for people with musculoskeletal conditions. AOWA are integral in advocating for the continuing need for these clinics and for providing support to enable ongoing provision of this much needed service. AOWA understands the importance of this service and is committed to continue to support it.

In 2019, AOWA co-ordinated 122 clinics across 11 locations in WA.

In total, 2046 rural rheumatology appointments were attended which included:

- 352 new patient appointments
- 1694 review appointments, including 186 telehealth consultations.

Of the total number of appointments attended:

- 762 were for patients with rheumatoid arthritis;
- 96 for patients with AS,
- 33 for patients with SLE,
- 47 for patients with Gout; and
- 1082 for patients with other musculoskeletal conditions.

The rural rheumatology clinics deliver on an essential need as many patients with arthritis and related conditions need access to biologic disease modifying anti-rheumatic drugs and require twice yearly face to face review by a rheumatology specialist. The service also delivers high value care as it removes the need for patients to travel to metro based services. This reduces patient transport costs; enables the patient to be seen closer to home; and reduces the impact of musculoskeletal pain and mental stress associated with travelling long distances to access necessary care.

HEALTH SERVICE PROGRAMS DELIVERED



BUILDING WORKFORCE CAPACITY

AOWA serves the health workforce community through the provision of best practice arthritis, osteoporosis and general musculoskeletal education. Education is provided through a range of services including: disease specific clinical updates, seminars and workshops delivered across metro and rural areas.

An impressive suite of education events were delivered to Health Professionals in 2019 which includes the following:

Clinical Updates:

- Medical Assessment & Treatment of Rheumatic Disease Part 2, Nedlands
- Positive Engagement with Patients experiencing MSK Pain, Busselton and Narrogin
- Clinical Update - Inflammatory Arthritis, Albany and Kalgoorlie
- Making Sense of Pain Workshop, Shenton Park
- Clinical Update on Bone & Mineral Disorders, Floreat

TELEPHONE SERVICES

Information and Advice Line

AOWA provide a telephone advice and support service for consumers. Manned by volunteers and staff, the service responds to enquiries and requests for information about musculoskeletal conditions. We are also here to take calls from our AOWA consumer family - even if it is just to say hello and stay connected.

Social Lines

AOWA provide a telephone support line for consumers with musculoskeletal conditions who are isolated or unable to access support groups due to impairment or disability. This service provides consumers with regular connection to the same assigned volunteer to enable continuity of support.

EXPOS

AOWA attended three expos around the inner and outer metro area and provided information and resources to over 200 attendees.



AOWA Volunteer
Julie Holdaway

HEALTH SERVICE PROGRAMS DELIVERED



ASSISTING CONSUMERS

AOWA is committed to enabling people with arthritis and related conditions to become informed about their condition through the delivery of education. AOWA aims to improve consumer access to quality health information through the provision of education to assist individuals to take an active part in their health management.

Education is provided to consumers through a range of services including: public self-management programs, seminars, community speaker programs and support groups. Additionally, camps and support groups are key AOWA services that assist consumers to learn about their condition whilst connecting with people with similar diagnoses. The following summary provides an outline of the education consumer events delivered in 2019:

Self-Management Programs

AOWA provides self-management programs to aid people living with chronic musculoskeletal conditions. These programs offer evidence based information to equip consumers with the knowledge and skills to enable better management of their condition and to be able to make informed choices about their care.

In 2019, AOWA delivered 13 self-management programs to 164 people in, across 9 locations, for the following musculoskeletal conditions:

- Osteoarthritis of the Knee (OAK);
- Ankylosing Spondylitis (AS);
- Rheumatoid Arthritis; and
- Psoriatic Arthritis (RAP)

Public Seminars

Public seminars are education events that are open to AOWA consumers and the wider general public. The seminars aim to provide high quality arthritis and musculoskeletal education delivered by respected presenters. In 2019, AOWA organised 16 public seminars of which 688 people attended, across 5 metro and 2 rural areas.

Community Speakers

Trained AOWA volunteers visit community groups around the metro Perth area to deliver education about arthritis and osteoporosis. In 2019, AOWA community speakers visited 54 community groups and delivered education to 1500 people.

HEALTH SERVICE PROGRAMS DELIVERED



ASSISTING CONSUMERS

Support Groups

Support Groups bring people together with musculoskeletal conditions to talk about their experiences of living with arthritis and provide support to each other in a safe and non-judgemental environment. In 2019, 7 support groups ran 63 meetings with a throughput of approximately 575 people.

Healthy, Wealthy & Wise Seminars

HW&W Seminars are designed to acknowledge and thank AOWA supporters for their support throughout the year and to provide them and members of the wider community with reliable information on topical arthritis subjects and Estate Planning. These subjects are presented by a wide range of highly regarded professionals, many of who volunteer their time and expertise.

In 2019, 7 HW&W seminars were held, 5 in the metropolitan and 2 in regional locations throughout WA. Many of the venues were community organisations who very generously made their premises available for the seminars free of charge. A total of 301 supporters and members from the wider community attended these seminars.

Volunteers

Volunteers have been involved with AOWA since its inception in 1972 and AOWA are very fortunate to have a loyal band of over 60 volunteers. Volunteers help out in a huge range of positions from AOWA Board positions, community speaking, support group leading, office work, camps for children and young adults, telephone advising and befriending to name a but a few. Without their assistance and help AOWA would struggle to offer the services that it provides and the board and staff are therefore truly grateful for all their support.

AOWA's Healthy, Wealthy & Wise Seminar



HEALTH SERVICE PROGRAMS DELIVERED



EXERCISE PROGRAMS

AOWA provide a range of land based and hydrotherapy based exercise programs for consumers with musculoskeletal conditions. Led by Health Professionals and exercise instructors, the classes are provided at low cost to provide access to affordable exercise services in the community.

In 2019, over 2000 classes were provided across 8 venues. Exercise programs in 2019 were offered from beginners through to advanced levels to accommodate a range of abilities and included the following classes:

- Warm water classes for arthritis
- Land based exercise classes for arthritis and osteoporosis
- Hydrotherapy and land based exercise for Ankylosing Spondylitis
- Ballet for people living with musculoskeletal conditions
- Hydrotherapy for Juvenile Idiopathic Arthritis
- Gentle Yoga for arthritis
- Tai Chi for Arthritis; and
- The Joint Movement Program for older adults living with arthritis

Hydrotherapy

In 2019, Shenton Park and Albany venues put on ,555 warm water exercise classes which yielded in excess of 12,500 attendances. The Ankylosing Spondylitis Hydrotherapy Exercise program saw 443 attendances across 86 classes. The JIA hydrotherapy exercise program saw 114 attendances across the year providing service for young people with Juvenile Idiopathic Arthritis and other musculoskeletal conditions.

**AOWA Hydrotherapy
warm water class**



**AOWA Exercise Instructor
Jane Leslie teaching Yoga**



HEALTH SERVICE PROGRAMS DELIVERED



JUVENILE IDIOPATHIC ARTHRITIS (JIA)

Hydrotherapy Classes

AOWA provide support to children living with JIA through the delivery of Paediatric Physiotherapist led hydrotherapy classes. Classes run weekly and by the term. They are designed to provide a tailored exercise program, along with a fun and supportive environment to engage with peers who live with rheumatic conditions.

Camps

AOWA has organised an annual camp for children with musculoskeletal conditions since the early 1990s. Camps are designed to provide children with chronic musculoskeletal conditions the opportunity to learn about their condition in a safe and fun environment, alongside others with the same diagnosis and supported by oversight and care of health professionals. Camps aim to promote: self-management, personal growth, independence, self-confidence & physical capabilities.

Camp Stretch

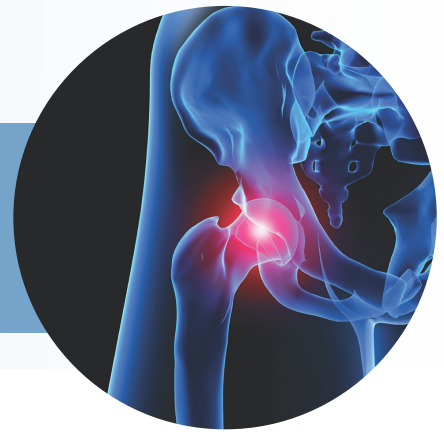
Camp Stretch aims to help children with Ehlers Danlos Syndrome (EDS) and joint hypermobility syndrome. In 2019, Camp Stretch provided service to 24 participants and was rated highly by attendees and their parents.

Camp Freedom

The annual camp for children and young people with JIA and other auto immune conditions is one of our busiest camps. Camp Freedom ran in Sep/Oct 2019 over 5 days and attracted 34 participants. An established and regular event in the AOWA calendar, this camp consistently rates as a favourite event.



RESEARCH



Our commitment to research continues under the direction of Professor Hans Nossent as Chair of Rheumatology and Musculoskeletal Medicine at UWA.

RESEARCH ACTIVITIES

The established lines of research are progressing well and the highlights are listed below:

1) WA Rheumatic Disease Epidemiologic Register (WARDER) progress:

a) Collaboration established with researchers at Basil Hetzel Institute/ Adelaide University regarding outcomes (mortality /cancer risk) in patients with ANCA associated vasculitis

- two presentations to be presented at EULAR 2020 (which now will be an e-Congress) with respective manuscripts in preparation

b) Ankylosing spondylitis project

- one paper on risk factors for vertebral fracture in AS patients published (see list below)
- one paper on mortality and causes of death completed and submitted
- one manuscript on cancer survival in preparation

c) IgA vasculitis project:

- 2 more papers published (see below)
- 2 additional papers submitted for review (one to be presented at EULAR 2020)
- one manuscript on impact of comorbid conditions in IgAV in preparation
- awarded best clinical research poster prize at APLAR 2019 meeting

d) Rheumatoid Arthritis project

- RA prevalence metanalysis paper submitted (accepted for EULAR 2020)
- data collection for WARDER ICD coding validity for RA completed- paper in preparation

e) Gout project:

data extraction and cleaning complete; projects planned are:

- risk for myocardial infarction following gout flare
- mortality risk for gout patients in WA

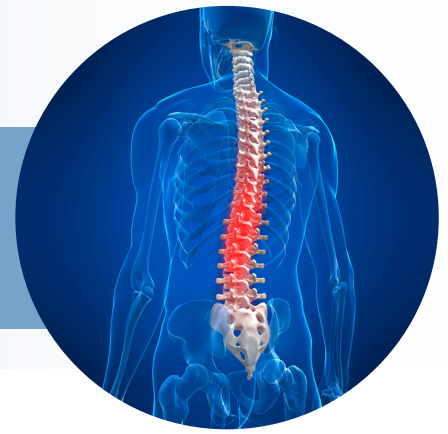
f) Giant cell arteritis (GCA) project:

- data extraction and cleaning complete; projects/analyses planned:
- GCA prevalence in WA /GCA and mortality risk/GCA and blindness

g) Systemic Lupus Erythematosus project:

- mortality risk and causes of death for SLE patients in WA submitted
- cardiovascular events risk and outcome in SLE – ongoing analysis
- viral infections as a cause and consequence of SLE (collaboration with University (Hospital) Tromsø)

RESEARCH



2) Perth Lupus Nephritis study:

- paper published on prognostic relevance of histological findings of Tubuloreticular bodies
- paper presented at ACR 2019 on usefulness of repeat biopsies – manuscript in preparation

3) Perth Lupus Registry:

- 181 patients in SCGH catchment have consented - continuous data entry
- new research assistant recruited
- redevelopment of online database (Redcap) near completion
- HREC approval extended to 2025/approval for expansion to FSH/RPH sites ongoing
- 2 papers from PLR data (on clinical SLE features and on direct health care cost for SLE in WA) to be presented at EULAR 2020

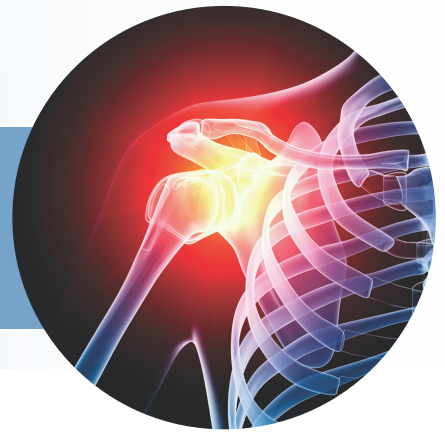
4) Collaboration with University (Hospital) Tromso in Norway on SLE and axial SpA cohort studies concluded with 4 papers published (see list).

List of published scientific papers

(all papers acknowledge the support provided by AOWA):

1. Sharma C, Raymond W, Eilertsen G, Nossent J. Association of Achieving Lupus Low Disease Activity State Fifty Percent of the Time With Both Reduced Damage Accrual and Mortality in Patients With Systemic Lupus Erythematosus. *Arthritis Care Res (Hoboken)*. 2020;72(3):447-51.
2. Ognjenovic M, Raymond W, Inderjeeth C, Keen H, Preen D, Nossent J. The risk and consequences of vertebral fracture in patients with Ankylosing Spondylitis: a population-based data linkage study. *J Rheumatol*. 2020.
3. Nossent JC, Raymond W, Keen H, Preen DB, Inderjeeth CA. Infection Rates Before and After Diagnosis of IgA Vasculitis in Childhood: A Population-wide Study Using Non-exposed Matched Controls. *J Rheumatol*. 2020;47(3):424-30.
4. Al Mutairi KB, Nossent JC, Inderjeeth CA. Validity of Self-reported Diagnosis of Rheumatoid Arthritis. *J Rheumatol*. 2020.
5. Raymond WD, Eilertsen GO, Shanmugakumar S, Nossent JC. The Impact of Cytokines on the Health-Related Quality of Life in Patients with Systemic Lupus Erythematosus. *Journal of clinical medicine*. 2019;8(6).
6. Raymond WD, Eilertsen GO, Nossent J. Principal component analysis reveals disconnect between regulatory cytokines and disease activity in Systemic Lupus Erythematosus. *Cytokine*. 2019;114:67-73.
7. Nossent JC, Sagen-Johnsen S, Bakland G. Disease Activity and Patient-Reported Health Measures in Relation to Cytokine Levels in Ankylosing Spondylitis. *Rheumatology and therapy*. 2019;6(3):369-78.
8. Nossent JC, Sagen-Johnsen S, Bakland G. IL-1A gene variation in relation to cytokine levels and clinical characteristics in ankylosing spondylitis. *European journal of rheumatology*. 2019;6(2):67-70.
9. Nossent J, Raymond W, Ognjenovic M, Kang A, Chakera A, Wong D. The importance of tubuloreticular inclusions in lupus nephritis. *Pathology*. 2019;51(7):727-32.
10. Nossent J, Raymond W, Keen H, Inderjeeth C, Preen D. Pregnancy outcomes in women with a history of immunoglobulin A vasculitis. *Rheumatology (Oxford)*. 2019;58(5):884-8.

RESEARCH



Teaching

Prof Nossent's participation in the program development for medical students at the University of WA, resulted in the incorporation of a one-week teaching block in their second year of the Doctor of Medicine course at UWA. "Rheumatology week" is now well established and continues to be well received by student who highly appreciate the time spent and the positive manner by which Rheumatologist at the three public hospitals teach them how to examine joints. Last year 18 candidates applied for Rheumatology specialist training in WA.

Service

Prof Nossent is Chairman of Lupus WA and acts as an advisor for medical queries, he provides oral and written presentations for the Arthritis Foundation of WA, he has served as grant committee member of Arthritis Australia, is current Treasurer for WA-ARA, was APLAR 2019 session chair and member of poster prize committee. Departmental duties at SCGH include clinics /ward rounds and trainee and medical student supervision, he provided 8 full day rural clinics in Kalgoorlie and Carnarvon and is a reviewer for NHMRC projects and multiple scientific journals.



PUBLICATIONS

AOWA endeavours to provide high-quality publications and educational resources to inform those living with musculoskeletal conditions.



Arthritis Today Magazine

A high-quality magazine, published three issues per year with a circulation of over 10,000 per issue. The magazine includes contributions from leading health professionals, the latest research news, information on diet & nutrition, medications & treatments, public & health professional seminars.

Arthritis e-Newsletter

A digital newsletter emailed monthly to over 7,000 subscribers containing the latest news and research updates, AOWA's programs for self-management and exercise, seminars and special events.

Website

Our website provides an overview of our programs and services and is a valuable resource of information that receives over 20,000 visits per month.

Information Booklets and Fact Sheets

Our printed resources are available to the community and cover most of the 100 types of bone and joint disease. We also provide multicultural information sheets in Arabic, Chinese, Croatian, Greek, Italian, Korean, Macedonian, Persian, Spanish and Vietnamese.

Social Media

Our Facebook page has an engaging community of 8,000 followers and our twitter page has 2,000 followers.

Promotional Campaigns

A range of health campaigns for bone and joint disease is disseminated in the media.

FUNDRAISING

A number of fundraising initiatives are held throughout the year, including:

- Weekly Bingo held by Mal Atwell Leisure Group
- Direct Mail campaigns
- Bequest Income
- HBF Run for a Reason
- City 2 Surf
- Rottnest Channel Swim
- Entertainment Book Memberships
- Fremantle International Portrait Prize



Imagine a world that is pain-free....

Ms Anita Clayton, AOWA Board member



Working all my adult life and known for 'being organized' it seemed essential to make a will. Having no children, I wanted to ensure that any hard earned dollars left when I die are put to good use.

Donating to a charity was an obvious choice. With a nursing background I know how vital research has been in improving health and wellbeing in my lifetime. Diseases have been prevented or eradicated thanks to vaccines. New diagnostic techniques have led to early interventions and the possibility of a cure.

Family members have experienced heart disease, cancer, dementia and arthritis but the impact of arthritis is often overlooked. It may not be the 'cause of death' but comes in more than 120 forms and can destroy quality of life. Arthritis also affects children and the number of working hours and income lost due to arthritis is significant.

My grandmother was in her early sixties when I was born. I remember her always with at least one walking stick and, for many of her 92 years, completely housebound. There were no "aids to daily living." Arthritis, as she experienced it, was to be endured.

Nursing in London from the mid 1960's, I saw patients with rheumatoid arthritis and severe deformities as their joints disintegrated. New drugs were tested and non-steroidal anti-inflammatories became available; too late to improve my grandmother's mobility.

Joint replacements weren't generally available. My father, aged 80, stopped driving when joint pain and stiffness meant that he may be unable to respond in an emergency. Maintaining his independence, living alone, became an increasingly painful challenge, even with medication, for another eight years.

We have come a long way but not far enough. Diagnostic tests identify some forms of arthritis. Biological disease-modifying anti-rheumatic drugs have revolutionized the treatment of rheumatoid arthritis. Various medications, creams gels, injections and joint replacements are commonplace.

However the impact of arthritis is still widespread and services under resourced.

Arthritis & Osteoporosis WA aims to reduce the incidence and disabling effects of arthritis, osteoporosis and related condition in the people of WA by providing education, self- management programs, specific exercise sessions and facilities like the hydrotherapy pool to assist with mobility. It also helps fund a Chair of Rheumatology at UWA to carry out research into arthritis.

Only with donations and bequests can this continue.

If you are reading this you probably have arthritis. Imagine a world where you are mobile and pain free. Consider joining me, and our bequests could help make this happen for the next generation.

FINANCIAL REPORT



ARTHRITIS FOUNDATION OF W.A. INCORPORATED
ABN 43 390 598 024
Financial Report
For the year ended 31 December 2019

C O N T E N T S

Statement by the Board of Management
Auditor's Independence Declaration
Independent Auditors' Report
Statement of Comprehensive Income
Statement of Financial Position
Statement of Changes in Equity
Statement of Cash Flows
Notes to the Financial Statement

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

STATEMENT BY THE BOARD OF MANAGEMENT

In the opinion of the Board of Management of the Arthritis Foundation of W.A. Incorporated (the Foundation) the financial report as set out on pages 6 to 29:

- (i) The attached financial statements and notes give a true and fair view of the Arthritis Foundation of WA Incorporated (the "Foundation") as at 31 December 2019 and of its performance for the financial year ended on that date;
- (ii) The attached financial statements and notes comply with the Accounting Standards, the *Associations Incorporations Act*, the *Australian Charities and Not-for-profits Commission Act 2012* and the *Charitable Collections Act 1946 (WA)* and associated regulations;
- (iii) The attached financial statements and notes comply with International Financial Reporting Standards as issued by the International Accounting Standards Board as described in note 1 to the financial statements;
- (iv) The operations of the Foundation have been carried out in accordance with the Constitution of the Foundation; and
- (v) There are reasonable grounds to believe that the Foundation will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Board of Management by:



President



Board Member

Dated: 14 April 2020
Perth, WA

RSM Australia Pty Ltd

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AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of the financial report of Arthritis Foundation of W.A. Incorporated for the year ended 31 December 2019, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Associations Incorporation Act 2015 (WA)* and *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

RSM

RSM AUSTRALIA PTY LTD

ALASDAIR WHYTE
Director

Perth, WA
Dated: 14 April 2020

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**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
ARTHRITIS FOUNDATION OF W.A. INCORPORATED**

Qualified Opinion

We have audited the financial report of Arthritis Foundation of W.A. Incorporated ("the Foundation" or "registered entity"), which comprises the statement of financial position as at 31 December 2019, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the declaration by the board of management.

In our opinion, except for the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial report of the Foundation has been prepared in accordance with the *Associations Incorporation Act 2015 (WA)* and Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (a) giving a true and fair view of the registered entity's financial position as at 31 December 2019 and of its financial performance and cash flows for the year ended on that date; and
- (b) complying with Australian Accounting Standards and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Basis for Qualified Opinion

Bingo income (Combined Charities & HASC) \$348,530 is a significant source of fundraising income for the Foundation. The Foundation has determined that it is impracticable to establish control over the collection of bingo income prior to entry into its financial records. Accordingly, as the evidence available to us regarding income from this source was limited, our audit procedures with respect to bingo income had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion whether bingo income of the Foundation is complete.

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 Foundation in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

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Responsibilities of Management and Those Charged with Governance for the Financial Report

The board of management of the registered entity are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards, the *Associations Incorporation Act 2015 (WA)* and the *Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act)* and for such internal control as the board of management determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, board of management are responsible for assessing the Foundation'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 management either intends to liquidate the Foundation or to cease operations, or has no realistic alternative but to do so.

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 the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our auditor's report.

Report on the requirements of the Charitable Collections Act (1946) (WA) and the Charitable Collections Regulations (1947) (WA)

Opinion

We have audited the financial report of the Foundation, as required by the *Charitable Collections Act (1946) (WA)* and the *Charitable Collections Regulations (1947) (WA)*.

In our opinion

- a) The financial report of the Foundation has been properly prepared, and the associated records have been properly kept for the year ended 31 December 2019, in accordance with the *Charitable Collections Act (1946) (WA)* and the *Charitable Collections Regulations (1947) (WA)*; and
- b) Funds received as a result of fundraising activities conducted during the year ended 31 December 2019 have been properly accounted for and applied in accordance with the *Charitable Collections Act (1946) (WA)* and the *Charitable Collections Regulations (1947) (WA)*;

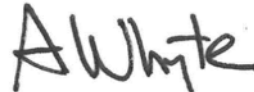
Auditor's Responsibilities

Our procedures included obtaining an understanding of the internal control structure for fundraising appeal activities and examination, on a test basis, of evidence supporting compliance with the accounting and associated record keeping requirements for fundraising activities pursuant to the *Charitable Collections Act (1946) (WA)* and the *Charitable Collections Regulations (1947) (WA)*.

Because of the inherent limitations of any assurance engagement, it is possible that fraud, error or non-compliance may occur and not be detected. An audit is not designed to detect all instances of non-compliance with the requirements described in the above-mentioned Acts and Regulations as an audit is not performed continuously throughout the period and the audit procedures performed in respect of compliance with these requirements are undertaken on a test basis. The audit opinion expressed in this report has been formed on the above basis.

RSM

RSM AUSTRALIA PTY LTD

ALASDAIR WHYTE
DirectorPerth, WA
Dated: 15 April 2020

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31 December 2019

	NOTE	2019 \$	2018 \$
OPERATIONAL ITEMS			
Revenue	3	3,092,053	2,898,797
Branches and community support groups		(180,845)	(182,826)
Education		(461,489)	(494,239)
Administration		(192,168)	(187,153)
Health services		(823,221)	(787,846)
Fundraising and public relations		(702,772)	(699,827)
Research		(943,871)	(66,590)
(Deficit)/surplus from operational items	4	<u>(212,313)</u>	<u>480,316</u>
NON-OPERATIONAL ITEMS			
Net fair value gains on investment properties		-	36,000
Net fair value gains/ (losses) on financial assets at fair value through profit or loss		941,717	(608,785)
Surplus/(deficit) from non-operational items		<u>941,717</u>	<u>(572,785)</u>
Net surplus/(deficit) before income tax expense		<u>729,404</u>	<u>(92,469)</u>
Income tax expense		-	-
Surplus/ (deficit) after income tax expense		<u>729,404</u>	<u>(92,469)</u>
Total other comprehensive income		-	-
Total comprehensive income for the year		<u>729,404</u>	<u>(92,469)</u>

The accompanying notes form part of these financial statements

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

STATEMENT OF FINANCIAL POSITION

As at 31 December 2019

	NOTE	2019 \$	2018 \$
CURRENT ASSETS			
Cash and cash equivalents	5	757,408	327,833
Financial assets at amortised cost	6	1,570,771	3,500,006
Trade and other receivables	7	33,865	38,007
Other current assets	8	136,974	44,213
TOTAL CURRENT ASSETS		<u>2,499,018</u>	<u>3,910,059</u>
 NON-CURRENT ASSETS			
Financial assets at fair value through profit or loss	9	11,430,795	8,691,903
Property, plant and equipment	10	1,306,876	1,176,984
Investment property	11	1,180,000	1,180,000
Right-of-use asset	12	32,659	-
TOTAL NON-CURRENT ASSETS		<u>13,950,330</u>	<u>11,048,887</u>
TOTAL ASSETS		<u>16,449,348</u>	<u>14,958,946</u>
 CURRENT LIABILITIES			
Trade and other payables	13	378,629	628,567
Contract liabilities	14	67,551	-
Provisions	15	315,390	95,435
Lease liabilities		11,127	-
TOTAL CURRENT LIABILITIES		<u>772,697</u>	<u>724,002</u>
 NON-CURRENT LIABILITIES			
Provisions	15	686,614	34,007
Lease liabilities		21,762	-
TOTAL NON-CURRENT LIABILITIES		<u>708,376</u>	<u>34,007</u>
 TOTAL LIABILITIES		<u>1,481,073</u>	<u>758,009</u>
 NET ASSETS		<u>14,968,275</u>	<u>14,200,937</u>
 EQUITY			
Accumulated funds			
Unrestricted funds		5,013,092	4,509,379
Restricted funds	16	7,992,529	7,791,558
Designated funds	17	1,962,654	1,900,000
TOTAL EQUITY		<u>14,968,275</u>	<u>14,200,937</u>

The accompanying notes form part of these financial statements

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

STATEMENT OF CHANGES IN EQUITY

As at 31 December 2019

	Restricted Funds	Designated Funds	Unrestricted Funds	Financial Assets Reserve	Total
	\$	\$	\$	\$	\$
Balance at 1 January 2018	6,702,050	1,900,000	3,241,430	2,449,926	14,293,406
Change in accounting policy*	1,220,596	-	1,229,330	(2,449,926)	-
Restated balance at 1 January 2018	7,922,646	1,900,000	4,470,760	-	14,293,406
Deficit after income tax expense	(131,088)	-	38,619	-	(92,469)
Other comprehensive income, net of tax	-	-	-	-	-
Total comprehensive surplus for the year	(131,088)	-	38,619	-	(92,469)
Balance at 31 December 2018	7,791,558	1,900,000	4,509,379	-	14,200,937
Balance at 1 January 2019	7,791,558	1,900,000	4,509,379	-	14,200,937
Change in accounting policy*	-	-	37,934	-	37,934
Restated balance at 1 January 2019	7,791,558	1,900,000	4,547,313	-	14,238,871
Surplus after income tax expense	200,971	62,654	465,779	-	729,404
Other comprehensive income, net of tax	-	-	-	-	-
Total comprehensive surplus for the year	200,971	62,654	465,779	-	729,404
Balance at 31 December 2019	7,992,529	1,962,654	5,013,092	-	14,968,275

***Change in accounting policy**

Refer to Note 1 -New, revised or amending Accounting Standards and Interpretations adopted.

The accompanying notes form part of these financial statements

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

STATEMENT OF CASH FLOWS

For the year ended 31 December 2019

	NOTE	2019 \$	2018 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from operations		2,707,808	2,498,191
Payments to suppliers and employees		(2,614,175)	(2,546,143)
Interest received		79,939	86,910
Dividends and trust distributions received		320,970	334,067
		<hr/>	<hr/>
Net cash provided by operating activities	18(a)	494,542	373,025
		<hr/>	<hr/>
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for plant and equipment		(195,334)	-
Payments for financial assets at fair value through profit or loss		(3,111,042)	(327,890)
Proceeds from sale of financial assets at fair value through profit or loss		1,313,867	182,007
		<hr/>	<hr/>
Net cash used in investing activities		(1,992,509)	(145,883)
		<hr/>	<hr/>
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of lease liabilities		(1,693)	-
		<hr/>	<hr/>
Net cash provided by financing activities		(1,693)	-
		<hr/>	<hr/>
Net increase in cash and cash equivalents		(1,499,660)	227,142
Cash and cash equivalents at the beginning of the financial year		3,827,839	3,600,697
		<hr/>	<hr/>
Cash and cash equivalents at the end of the financial year	18(b)	2,328,179	3,827,839
		<hr/>	<hr/>

The accompanying notes form part of these financial statements

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2019

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements cover the Arthritis Foundation of W.A. Incorporated ("the Foundation") as an individual entity. The financial statements are presented in Australian dollars, which is the Foundation's functional and presentation currency. The Foundation is a not-for-profit association that is incorporated in Western Australia under the Associations Incorporation Act 2015.

The financial statements were authorised for issue on 14 April 2020.

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

New, revised or amending Accounting Standards and Interpretations adopted

The Foundation has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

The following Accounting Standards and Interpretations are most relevant to the Foundation:

AASB 15 Revenue from Contracts with Customers

The Foundation has adopted AASB 15 from 1 January 2019. The standard provides a single comprehensive model for revenue recognition. The core principle of the standard is that an entity shall recognise revenue to depict the transfer of promised goods or services to customers at an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. The standard introduced a new contract-based revenue recognition model with a measurement approach that is based on an allocation of the transaction price. This is described further in the accounting policies below. Credit risk is presented separately as an expense rather than adjusted against revenue. Contracts with customers are presented in an entity's statement of financial position as a contract liability, a contract asset, or a receivable, depending on the relationship between the entity's performance and the customer's payment. Customer acquisition costs and costs to fulfil a contract can, subject to certain criteria, be capitalised as an asset and amortised over the contract period.

AASB 16 Leases

The Foundation has adopted AASB 16 from 1 January 2019. The standard replaces AASB 117 'Leases' and for lessees eliminates the classifications of operating leases and finance leases. Except for short-term leases and leases of low-value assets, right-of-use assets and corresponding lease liabilities are recognised in the statement of financial position. Straight-line operating lease expense recognition is replaced with a depreciation charge for the right-of-use assets (included in operating costs) and an interest expense on the recognised lease liabilities (included in finance costs). In the earlier periods of the lease, the expenses associated with the lease under AASB 16 will be higher when compared to lease expenses under AASB 117. However, EBITDA (Earnings Before Interest, Tax, Depreciation and Amortisation) results improve as the operating expense is now replaced by interest expense and depreciation in profit or loss. For classification within the statement of cash flows, the interest portion is disclosed in operating activities and the principal portion of the lease payments are separately disclosed in financing activities. For lessor accounting, the standard does not substantially change how a lessor accounts for leases.

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2019

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

New, revised or amending Accounting Standards and Interpretations adopted (Cont.)

AASB 1058 Income of Not-for-Profit Entities

The Foundation has adopted AASB 1058 from 1 January 2019. The standard replaces AASB 1004 'Contributions' in respect to income recognition requirements for not-for-profit entities. The timing of income recognition under AASB 1058 is dependent upon whether the transaction gives rise to a liability or other performance obligation at the time of receipt. Income under the standard is recognised where: an asset is received in a transaction, such as by way of grant, bequest or donation; there has either been no consideration transferred, or the consideration paid is significantly less than the asset's fair value; and where the intention is to principally enable the entity to further its objectives. For transfers of financial assets to the entity which enable it to acquire or construct a recognisable non-financial asset, the entity must recognise a liability amounting to the excess of the fair value of the transfer received over any related amounts recognised. Related amounts recognised may relate to contributions by owners, AASB 15 revenue or contract liability recognised, lease liabilities in accordance with AASB 16, financial instruments in accordance with AASB 9, or provisions in accordance with AASB 137. The liability is brought to account as income over the period in which the entity satisfies its performance obligation. If the transaction does not enable the entity to acquire or construct a recognisable non-financial asset to be controlled by the entity, then any excess of the initial carrying amount of the recognised asset over the related amounts is recognised as income immediately. Where the fair value of volunteer services received can be measured, a private sector not-for-profit entity can elect to recognise the value of those services as an asset where asset recognition criteria are met or otherwise recognise the value as an expense.

Impact of adoption

AASB 16 Leases

This standard was adopted using the modified retrospective approach and as such comparatives have not been restated.

The Foundation has chosen to apply the transitional provision in AASB 16 Leases paragraph C10(c) for all which end within 12 months of the date of initial application to recognise them as a short-term lease, as such comparatives have not been restated.

AASB 15 Revenue from Contracts with Customers and AASB 1058 Income of Not-for-Profit Entities

These standards were adopted using the modified retrospective approach and as such comparatives have not been restated. The impact of adoption on opening retained profits as at 1 January 2019 was as follows:

	1 January 2019 \$
Grants (AASB 1058)	37,934
Impact on opening retained profits as at 1 January 2019	<u>(37,934)</u>

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2019

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB'), the *Associations Incorporation Act 2015*, the *Australian Charities and Not-for-profits Commission Act 2012* and the *Charitable Collections Act 1946 (WA)* and associated regulations, as appropriate for not-for-profit oriented entities. These financial statements also comply with International Financial Reporting Standards as issued by the International Accounting Standards Board ('IASB').

Historical cost convention

The financial statements have been prepared under the historical cost convention.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Foundation's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 2.

(a) Revenue recognition

The Foundation recognises revenue as follows:

Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which the Foundation is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the Foundation: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Sales revenue

Events, fundraising and raffles are recognised when received or receivable.

Donations

Donations are recognised at the time the pledge is made. Except for when a donation gives rise to related amounts of a contribution by owners, lease liability, financial liability or a provision.

Grants

Grant revenue is recognised in profit or loss when the Foundation satisfies the performance obligations stated within the funding agreements.

If conditions are attached to the grant which must be satisfied before the company is eligible to retain the contribution, the grant will be recognised in the statement of financial position as a liability until those conditions are satisfied.

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2019

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

(a) Revenue recognition

Dividend

Dividend revenue is recognised when the right to receive a dividend has been received.

Other revenue

Other revenue is recognised when it is received or when the right to receive payment is established.

Volunteer services

The Foundation has elected not to recognise volunteer services as either revenue or other form of contribution received. As such, any related consumption or capitalisation of such resources received is also not recognised.

(b) Income tax

The Foundation is exempt from income tax under the provisions of Section 50-5 of the Income Tax Assessment Act 1997 as a charitable institution and holds deductible gift recipient status.

(c) Allocation of expenses

The Foundation reports its expenditure on a functional basis and accordingly, classifies its expenditure to specific programme services which describe the Foundation's social service activities and supporting services. Additionally, there is an expense classification of Administration in respect of expenditure of an administrative and general nature that is incurred and is not identifiable with a single programme but is indispensable to the conduct of those activities and to the Foundation's existence.

(d) Fund accounting

On occasions the Foundation may receive resources restricted for particular purposes. To facilitate observance of these limitations, the financial statements list separately those funds which are restricted or designated and those funds which are unrestricted.

Restricted funds are those funds presently available for use, but expendable only for operating purposes specified by the donor or by statute. When the Board specifies a purpose for the expenditure of funds, where none has been stated by the original donor, such funds are classified as designated funds.

Unrestricted funds are those funds presently available for use by the Foundation at the discretion of the Board.

(e) Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the Foundation's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2019

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

(e) Current and non-current classification (Cont.)

A liability is classified as current when: it is either expected to be settled in the Foundation's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

(f) Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(g) Trade and other receivables

Other receivables are recognised at amortised cost, less any provision for expected credit loss.

(h) Property, plant and equipment

Buildings and plant and equipment are measured on the cost basis less depreciation, and any accumulated impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a reducing balance method for plant and equipment and straight-line method for land and building over their expected useful lives. The depreciation rates used for each class of asset are as follows:

	Depreciation rate
Plant and equipment	7.5–30%
Building	2.0%

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the Foundation. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

(i) Investment properties

Investment properties principally comprise of freehold land and buildings held for long-term rental and capital appreciation that are not occupied by the Foundation. Investment properties are initially recognised at cost, including transaction costs, and are subsequently remeasured annually at fair value. Movements in fair value are recognised directly to profit or loss.

Investment properties are derecognised when disposed of or when there is no future economic benefit expected.

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2019

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

(i) Investment properties (Cont.)

Transfers to and from investment properties to property, plant and equipment are determined by a change in use of owner-occupation. The fair value on the date of change of use from investment properties to property, plant and equipment are used as deemed cost for the subsequent accounting. The existing carrying amount of property, plant and equipment is used for the subsequent accounting cost of investment properties on the date of change of use.

Investment properties also include properties under construction for future use as investment properties. These are carried at fair value, or at cost where fair value cannot be reliably determined and the construction is incomplete.

(j) Right of use assets

A right-of-use asset is recognised at the commencement date of a lease. The right-of-use asset is measured at cost, which comprises the initial amount of the lease liability, adjusted for, as applicable, any lease payments made at or before the commencement date net of any lease incentives received, any initial direct costs incurred, and, except where included in the cost of inventories, an estimate of costs expected to be incurred for dismantling and removing the underlying asset, and restoring the site or asset.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is the shorter. Where the Foundation expects to obtain ownership of the leased asset at the end of the lease term, the depreciation is over its estimated useful life. Right-of use assets are subject to impairment or adjusted for any remeasurement of lease liabilities.

The Foundation has elected not to recognise a right-of-use asset and corresponding lease liability for short-term leases with terms of 12 months or less and leases of low-value assets. Lease payments on these assets are expensed to profit or loss as incurred.

(k) Impairment of non-financial assets

Non-financial assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

Recoverable amount is the higher of an asset's fair value less costs of disposal and value-in-use. The value-in-use is the present value of the estimated future cash flows relating to the asset using a pre-tax discount rate specific to the asset or cash-generating unit to which the asset belongs. Assets that do not have independent cash flows are grouped together to form a cash-generating unit.

(l) Trade and other payables

These amounts represent liabilities for goods and services provided to the Foundation prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2019

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

(m) Contract liabilities

Contract liabilities represent the Foundation's obligation to transfer goods or services to a customer and are recognised when a customer pays consideration, or when the Foundation recognises a receivable to reflect its unconditional right to consideration (whichever is earlier) before the Foundation has transferred the goods or services to the customer.

(n) Provisions

Provisions are recognised when the Foundation has a present (legal or constructive) obligation as a result of a past event, it is probable the Foundation will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting date, taking into account the risks and uncertainties surrounding the obligation. If the time value of money is material, provisions are discounted using a current pre-tax rate specific to the liability. The increase in the provision resulting from the passage of time is recognised as a finance cost.

(n) Employee benefits

Provision is made for the Foundation's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

Contributions to defined contribution superannuation plans are expensed in the period in which they are incurred.

(o) Lease Liability

A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of the lease payments to be made over the term of the lease, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Foundation's incremental borrowing rate. Lease payments comprise of fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, amounts expected to be paid under residual value guarantees, exercise price of a purchase option when the exercise of the option is reasonably certain to occur, and any anticipated termination penalties. The variable lease payments that do not depend on an index or a rate are expensed in the period in which they are incurred.

Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following: future lease payments arising from a change in an index or a rate used; residual guarantee; lease term; certainty of a purchase option and termination penalties. When a lease liability is remeasured, an adjustment is made to the corresponding right-of-use asset, or to profit or loss if the carrying amount of the right-of-use asset is fully written down.

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2019

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

(p) Financial Instruments

Financial assets

Investments and other financial assets are initially measured at fair value. Transaction costs are included as part of the initial measurement, except for financial assets at fair value through profit or loss. Such assets are subsequently measured at either amortised cost or fair value depending on their classification. Classification is determined based on both the business model within which such assets are held and the contractual cash flow characteristics of the financial asset unless, an accounting mismatch is being avoided.

Financial assets are derecognised when the rights to receive cash flows have expired or have been transferred and the Foundation has transferred substantially all the risks and rewards of ownership. When there is no reasonable expectation of recovering part or all of a financial asset, its carrying value is written off.

Financial assets at fair value through profit or loss

Financial assets not measured at amortised cost or at fair value through other comprehensive income are classified as financial assets at fair value through profit or loss. Typically, such financial assets will be either: (i) held for trading, where they are acquired for the purpose of selling in the short-term with an intention of making a profit, or a derivative; or (ii) designated as such upon initial recognition where permitted. Fair value movements are recognised in profit or loss.

Impairment of financial assets

The Foundation recognises a loss allowance for expected credit losses on financial assets which are either measured at amortised cost or fair value through other comprehensive income. The measurement of the loss allowance depends upon the Foundation's assessment at the end of each reporting period as to whether the financial instrument's credit risk has increased significantly since initial recognition, based on reasonable and supportable information that is available, without undue cost or effort to obtain.

Where there has not been a significant increase in exposure to credit risk since initial recognition, a 12-month expected credit loss allowance is estimated. This represents a portion of the asset's lifetime expected credit losses that is attributable to a default event that is possible within the next 12 months. Where a financial asset has become credit impaired or where it is determined that credit risk has increased significantly, the loss allowance is based on the asset's lifetime expected credit losses. The amount of expected credit loss recognised is measured on the basis of the probability weighted present value of anticipated cash shortfalls over the life of the instrument discounted at the original effective interest rate.

(q) Fair value measurement

When an asset or liability, financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either: in the principal market; or in the absence of a principal market, in the most advantageous market.

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interest. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2019

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

(r) 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. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority

2. CRITICAL ACCOUNTING JUDGEMENTS ESTIMATES AND ASSUMPTIONS

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements estimate and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Impairment

The Foundation assesses impairment at each reporting date by evaluating conditions specific to the Foundation that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

An impairment loss of nil (2018: \$nil) has been recognised for the year ended 31 December 2019.

Revenue from contracts with customers

When recognising revenue in relation to contracts with customers, involves a degree of judgement to be applied when determining whether a promise is 'sufficiently specific' or not. All conditions specified in the arrangements regarding the promised goods and services need to be considered (both explicit and implicit) including those regarding: The nature or type of goods or services, the cost or value of goods or services, the quantity of goods or services, and the period of time over which the goods or services must be transferred. Each promise is assessed separately to determine if it is 'sufficiently specific' enough to qualify as a performance obligation.

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2019

	2019 \$	2018 \$
3. REVENUE		
Charitable support fundraising (*)	1,781,324	1,737,953
Fee for services	288,594	299,704
Grants	505,365	417,159
Interest income	82,025	86,910
Dividend income	411,847	334,067
Rental Income	14,456	17,405
Other revenue	8,442	5,599
	<u>3,092,053</u>	<u>2,898,797</u>

* Amount includes bingo income (Combined Charities & HASC) of \$348,530 (2018: \$369,999).

4. SURPLUS FROM OPERATIONAL ITEMS

Surplus from operational items includes the following specific expenses:

Depreciation and amortisation

Buildings	49,047	46,757
Plant and equipment	16,395	16,679
Right-of-use asset	1,923	-
	<u>67,365</u>	<u>63,436</u>

Superannuation

Defined contributions superannuation expense	<u>90,250</u>	<u>89,797</u>
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ARTHRITIS FOUNDATION OF W.A. INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2019

	2019	2018
	\$	\$
5. CASH AND CASH EQUIVALENTS		
Cash on hand	385	600
Cash at bank	683,710	146,591
Cash on deposit	73,313	180,642
	<u>757,408</u>	<u>327,833</u>
6. FINANCIAL ASSETS -AT AMORTISED COST		
Fixed maturity deposits	<u>1,570,771</u>	<u>3,500,006</u>
7. TRADE AND OTHER RECEIVABLES		
Trade receivables	33,165	37,307
Other receivables	700	700
	<u>33,865</u>	<u>38,007</u>
8. OTHER CURRENT ASSETS		
Accrued interest	2,086	1,597
Franking credits due	76,870	
Dividends due	14,007	
Prepayments	33,115	32,284
GST receivable	10,896	10,332
	<u>136,974</u>	<u>44,213</u>
9. FINANCIAL ASSETS -AT FAIR VALUE THROUGH PROFIT OR LOSS		
Shares in listed companies	2,035,804	1,591,367
Managed funds	5,674,340	3,666,896
Units in unlisted investment unit trusts	3,720,651	3,433,640
	<u>11,430,795</u>	<u>8,691,903</u>

Reconciliation of the carrying values at the opening and closing of the current and previous financial years are set out below:

2019

	Shares in listed companies	Managed funds	Units in unlisted investment unit trusts	Total
	\$	\$	\$	\$
Opening carrying value	1,591,367	3,666,896	3,433,640	8,691,903
Additions	1,071,919	2,039,123	-	3,111,042
Proceeds from disposal	(826,950)	(486,917)	-	(1,313,867)
Revaluation gains recognised in profit or loss	199,467	455,239	287,011	941,717
Closing carrying value	<u>2,035,803</u>	<u>5,674,341</u>	<u>3,720,651</u>	<u>11,430,795</u>

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2018

9. AVAILABLE FOR SALE FINANCIAL INVESTMENTS (Cont.)

2018

	Shares in listed companies	Managed funds	Units in unlisted investment unit trusts	Total
	\$	\$	\$	\$
Opening carrying value	1,790,150	3,783,781	3,580,874	9,154,805
Additions	17,818	310,072	-	327,890
Proceeds from disposal	(32,007)	(150,000)	-	(182,007)
Revaluation gains/ (loss) recognised in profit or loss	(184,294)	(276,957)	(147,534)	(608,785)
Closing carrying value	<u>1,591,667</u>	<u>3,666,896</u>	<u>3,433,340</u>	<u>8,691,903</u>

Risk management

Balances as at 31 December 2019 include a portfolio of securities listed on the Australian Stock Exchange and units in unlisted unit trusts, the latter managed by professional investment managers. These investments are spread across a range of various industrial and geographical sectors in accordance with the Foundations investment policy to reduce exposure to market price risk.

	2019 \$	2018 \$
10. PROPERTY, PLANT & EQUIPMENT		
Buildings		
Lemnos Street, Shenton Park		
Cost	2,360,463	2,172,058
Accumulated depreciation	<u>(1,111,971)</u>	<u>(1,062,124)</u>
	<u>1,248,492</u>	<u>1,109,934</u>
Plant and equipment		
Cost	503,640	503,640
Accumulated depreciation	<u>(452,185)</u>	<u>(436,590)</u>
	<u>51,455</u>	<u>67,050</u>
Work in progress	6,929	-
Total property, plant and equipment	<u>1,306,876</u>	<u>1,176,984</u>

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2019

10. PROPERTY, PLANT & EQUIPMENT (Cont.)

Reconciliation of the carrying values at the opening and closing of the current and previous financial years are set out below:

2019

	Buildings and work in progress	Plant and Equipment	Total
	\$	\$	\$
Opening carrying value	1,109,934	67,050	1,176,984
Additions	195,334	-	195,334
Depreciation expense	(49,047)	(16,395)	(65,442)
Closing carrying value	<u>1,256,221</u>	<u>50,655</u>	<u>1,306,876</u>

2018

	Buildings	Plant and Equipment	Total
	\$	\$	\$
Opening carrying value	1,156,691	83,730	1,240,421
Depreciation expense	(46,757)	(16,680)	(63,437)
Closing carrying value	<u>1,109,934</u>	<u>67,050</u>	<u>1,176,984</u>

The Foundation's buildings and improvements are situated on Crown Land, and title was previously held through a Reserve and vested in the name of the Foundation, over which there was a reservation, which designated that the land must be used for the purpose of an "Arthritis Centre". During the year ended 31 December 2001, the Foundation applied for and was granted a Crown Grant in Trust title whereby the Foundation must continue to use the building and improvements as before, for the purpose of an "Arthritis Centre".

	2019	2018
	\$	\$
11. INVESTMENT PROPERTY		
Land and buildings	<u>1,180,000</u>	<u>1,180,000</u>

Reconciliation of the carrying values at the opening and closing of the current and previous financial years are set out below:

Opening carrying value	1,180,000	1,144,000
Revaluation gains recognised in profit or loss	-	36,000
Closing carrying value	<u>1,180,000</u>	<u>1,180,000</u>

12. RIGHT-OF-USE ASSET

Motor vehicles		
Cost	34,582	-
Accumulated amortisation	(1,923)	-
	<u>32,659</u>	<u>-</u>

The Foundation leases a motor vehicle under an agreement of more than one year but less than two with, in some cases, options to extend.

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2019

	Notes	2019 \$	2018 \$
13. TRADE AND OTHER PAYABLES			
Trade creditors		29,876	23,186
Accrual – Chair Rheumatology & Musculoskeletal Medicine		-	399,588
Other accruals and payables		348,753	132,568
Deferred income		-	73,225
		<u>378,629</u>	<u>628,567</u>
14. CONTRACT LIABILITIES			
Contract liabilities		<u>67,551</u>	<u>-</u>
15. PROVISIONS			
<i>Current</i>			
Employee benefits		117,795	95,435
Funding for research		<u>197,595</u>	<u>-</u>
		315,390	95,435
<i>Non-current</i>			
Employee benefits		21,455	34,007
Funding for research		<u>665,159</u>	<u>-</u>
		686,614	34,007
Total provisions		<u>1,002,004</u>	<u>129,442</u>
<i>Employee benefits</i>			
The provisions represent the present value of employee annual leave and long service leave.			
<i>Funding's for research</i>			
The provision relates to constructive obligation the Foundation has created to provide funding for the purposes of research. This funding relates to the foundation total cost of supporting the Professor in Rheumatology and a Research Officer at the University of WA for a period of five years until 30 June 2024.			
16. RESTRICTED FUNDS			
<i>Funds restricted by Donors</i>	1(d)		
Education		293,000	293,000
Research		1,315,150	1,315,150
Statutory (Lemnos Street Building)		1,054,438	1,173,138
Charitable trusts		3,720,651	3,433,340
Chair Rheumatology & Musculoskeletal Medicine		<u>1,609,290</u>	<u>1,576,930</u>
		<u>7,992,529</u>	<u>7,791,558</u>

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2019

	Notes	2019 \$	2018 \$
17. DESIGNATED FUNDS			
<i>Funds restricted by Board</i>	1(d)		
Building maintenance		900,000	900,000
Research		1,000,000	1,000,000
Services		62,654	-
		<u>1,962,654</u>	<u>1,900,000</u>
		2019 \$	2018 \$
18. NOTES TO THE STATEMENT OF CASH FLOWS			
(a) Reconciliation of net cash provided by operating activities to net surplus			
Surplus/ (deficit) after income tax expense for the year		729,404	(92,469)
Adjustments for:			
Depreciation and amortisation expense		67,365	63,436
Net fair value gains on investment properties		-	(36,000)
Net fair value losses on financial assets at fair value through profit or loss		(941,717)	608,785
Movements in assets and liabilities:			
Trade and other receivables		4,142	20,372
Other current assets		(92,761)	5,193
Trade and other payables		(249,938)	(212,910)
Contract liabilities		105,485	-
Provisions		<u>872,562</u>	<u>16,618</u>
Net cash provided by operating activities		<u>494,542</u>	<u>373,025</u>
(b) Reconciliation of cash			
Cash at the end of the financial year, as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:			
Cash and cash equivalents		757,408	327,833
Fixed maturity deposits		<u>1,570,771</u>	<u>3,500,006</u>
Net cash provided by operating activities		<u>2,328,179</u>	<u>3,827,839</u>

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2019

19. FINANCIAL INSTRUMENTS

Financial risk management

The main risks arising from the Foundation's financial instruments are interest rate risk, liquidity risk, credit risk and market price risk. The Foundation does not hold financial instruments denominated in foreign currencies and does not use derivative instruments to manage risks associated with its financial instruments.

The Foundation's policies for managing each of these risks are summarised below. The policies are subject to Board approval and are reviewed regularly.

(a) Interest rate risk

The Foundation is not exposed to any significant interest rate risk.

19. FINANCIAL INSTRUMENTS (Cont.)

(b) Liquidity risk

The Foundation manages liquidity risk by monitoring forecast cash flows and ensuring that adequate liquid funds are maintained.

When necessary, cash for unforeseen events may be sourced from liquidation of available-for-sale financial investments. It is Foundation investment policy that 50% of total investment must be liquefiable within 14 days.

Remaining contractual maturities

The following tables detail the Foundation's remaining contractual maturity for its financial instrument liabilities. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the financial liabilities are required to be paid. The tables include both interest and principal cash flows disclosed as remaining contractual maturities and therefore these totals may differ from their carrying amount in the statement of financial position.

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2019

19. FINANCIAL INSTRUMENTS (Cont.)

2019

	Weighted average interest rate %	1 year or less \$	Between 1 and 2 years \$	Between 2 and 5 years \$	Over 5 years \$	Remaining contractual maturities \$
Non-derivative						
<i>Non- interest bearing</i>						
Trade and other payables	-	378,629	-	-	-	-
		378,629	-	-	-	-

2018

	Weighted average interest rate %	1 year or less \$	Between 1 and 2 years \$	Between 2 and 5 years \$	Over 5 years \$	Remaining contractual maturities \$
Non-derivative						
<i>Non- interest bearing</i>						
Trade and other payables	-	628,557	-	-	-	628,557
		628,557	-	-	-	628,557

(c) Credit risk

The Foundation is exposed to credit risk in respect of funds deposited with banks and other financial institutions.

Funds are deposited only with those banks and financial institutions approved by the Board. Such approval is only given in respect of banks that hold an A1 rating from Standard and Poor's.

At the reporting date, the Foundation does not have any material credit risk exposures to any single bank or financial institution.

(d) Market price risk

Market price risk is the risk that the Foundation's operations will be adversely affected by a significant adverse fluctuation on the value of its financial assets at fair value through profit or loss. The Foundation has engaged a licensed investment advisor to advise on the management of its investment portfolio. The Board has approved risk and return parameters for investment in its financial assets at fair value through profit or loss and receives reports from management and its licensed investment advisor on a monthly basis regarding the performance of the investment portfolio.

Market price sensitivity

At 31 December 2019, if market prices had changed by +/- 15%, with all other variables held constant, the net assets for the year and equity would have been \$2,245,241 higher/lower (2018: \$2,130,141 higher/lower).

(e) Fair value of financial instruments

Unless stated otherwise the carrying amounts of financial instruments reflect their fair value.

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2019

20. KEY MANAGEMENT PERSONNEL DISCLOSURES

Compensation

The aggregate compensation made to officers and other members of key management personnel of the Foundation is set out below:

	2019 \$	2018 \$
Short-term employee benefits	383,837	239,290
Post-employment benefits	<u>46,676</u>	<u>36,079</u>
	<u>430,513</u>	<u>275,369</u>

21. REMUNERATION OF AUDITORS

During the financial year the following fees were paid or payable for services provided by RSM Australia Pty Ltd, the auditor of the Foundation:

Audit services - RSM Australia Pty Ltd

Audit of the financial statements	<u>14,250</u>	<u>13,900</u>
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22. RELATED PARTY INFORMATION

Members of the board of management

The names of the members of the Board of Management, who serve in a voluntary capacity and are not remunerated, in office during any part of the year were:

Dr Jack Edelman – President
Dr Irene Dagmar Froyland – Vice President
Ms Silvia Caratti – Honorary Treasurer
Dr Bob Langlands – Member
Dr Charles Inderjeeth – Member
Mr Bradley Gordon – Member
Mrs Deborah Borshoff – Member
Ms Anita Clayton – Member

Key management personnel

Disclosures relating to key management personnel are set out in Note 20.

Transactions with related parties

There were no transactions with related parties during the current and previous financial year.

Receivable from and payable to related parties

There were no trade receivables from or trade payables to related parties at the current and previous reporting date.

Loans to/from related parties

There were no loans to or from related parties at the current and previous reporting date.

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2019

23. BEQUESTS AND LEGACIES NOT YET RECORDABLE

The Foundation is the beneficiary of certain bequests and legacies and a donation, under various wills of deceased benefactors and an agreement respectively, the total realisable amount of which is not presently determinable. Such amounts will be recorded when clear title is established, and the proceeds are measurable.

24. CONTINGENT LIABILITIES

The Foundation has given a bank guarantee to the Gaming Division of the Office of Racing and Gaming of \$35,000 (2018: \$35,000) in relation to raffle draws to be conducted by the Foundation. The Foundation does not have any other contingent liabilities as at 31 December 2019 or 31 December 2018.

25. COMMITMENTS FOR EXPENDITURE

Capital commitments

There are no capital commitments as at 31 December 2019 or 31 December 2018.

Lease commitments - operating

Committed at the reporting date but not recognised as liabilities:

	2019 \$	2018 \$
Not later than 1 year	-	10,937
Later than 1 year and not later than 5 years	-	-
	<hr/>	<hr/>
	-	10,937
	<hr/>	<hr/>

26. EVENTS SUBSEQUENT TO REPORTING DATE

On 11 March 2020 Novel Coronavirus (COVID-19) was declared a global pandemic by the World Health Organisation. The impact of COVID-19 on the Foundation is likely to have a material impact on operational revenue, expenses and its financial investments.

As at the date of this report

- The Foundation expects to materially curtail its activities during the forthcoming financial year in response to government restrictions and social distancing requirements.
- The impacts on operational revenue and expenses cannot yet be reliably estimated; and
- The fair value of Foundations financial assets has declined by approximately 14.39% from the carrying values stated in the financial statements.
- The Foundation believes it has sufficient cash reserves to support its curtailed activities

Other than the above there were no other matters or circumstances which have arisen that have significantly affected or may significantly affect the Foundations operations, the results of those operations or the Foundations state of affairs in future financial years.

ARTHRITIS FOUNDATION OF W.A. INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2019

27. FOUNDATION DETAILS

The principal place of business of the Foundation is:

Wyllie Arthritis Centre
17 Lemnos Street
Shenton Park WA 6008



Wyllie Arthritis Centre

17 Lemnos Street, Shenton Park WA 6008
Post Office Box 34, Wembley WA 6913

Telephone: 9388 2199

Country (Free Call): 1800 011 041

Email: general@arthritiswa.org.au

Website: www.arthritiswa.org.au

Arthritis Foundation of WA Inc.

ABN: 43 390 598 024

