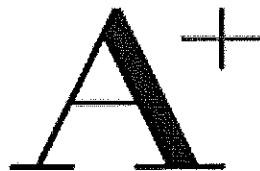


TASMANIAN LAND CONSERVANCY INC.

ANNUAL FINANCIAL REPORT

For the year ended 30 June 2013



accru.com

Accru+ Hobart

**Chartered Accountants
Business Advisors
Auditors**

TASMANIAN LAND CONSERVANCY INC.

ANNUAL FINANCIAL REPORT

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TASMANIAN LAND CONSERVANCY INC.

CORPORATE INFORMATION

ABN 88 743 606 934

Committee Members

Dr. Geoff Couser	President
Mr. Stuart Barry	Vice President
Ms. Liz Charplaix	Treasurer
Ms. Susan Gough	Secretary
Mr. Peter Bosworth	Member
Mr Roderic O'Connor	Member
Dr Karina Potter	Member
Mr Sam McCullough	Member
Ms. Lyn Maddock	Member
Mr Peter Cosier	Member
Ms Jennie Churchill	Member
Mr Peter Downie	Member

Association Secretary

Ms. Susan Gough

Public Officer & CEO

Ms Jane Hutchinson

**Registered office and
principle place of business**

827 Sandy Bay Road,
Sandy Bay, Tas 7005

Bankers

Bendigo & Adelaide Bank Limited
45, Murray Street, Hobart. 7000.

Auditors

Accru Hobart
Level 1, 18 Ross Avenue
ROSNY PARK TAS 7018

TASMANIAN LAND CONSERVANCY INC.

Officers Report

Your officers present this report to the members of the Tasmanian Land Conservancy Inc. for the year ended 30 June 2013

Officers

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

Name	Position	Date appointed	Date of cessation
Dr. Geoff Couser	President	Dec-04	-
Mr. Stuart Barry	Vice	Oct-09	-
	President		
Ms. Liz Charplax	Treasurer	Oct-09	-
Ms. Susan Gough	Secretary	Nov-07	-
Mr Peter Bosworth	Member	Dec-04	-
Mr Roderic O'Connor	Member	Oct-06	-
Dr. Wendy Potts	Member	Dec-02	Nov-12
Dr. Karina Potter	Member	Dec-05	-
Mr Sam McCullough	Member	Nov-08	-
Ms. Lyn Maddock	Member	Oct-09	-
Mr Peter Cosier	Member	Oct-10	-
Ms Jennie Churchill	Member	Nov-12	-
Mr Peter Downie	Member	Nov-12	-

The total number of meetings attended by each officer is illustrated below.

		Number eligible to attend	Number attended
Dr. Geoff Couser	President	5	4
Mr. Stuart Barry	Vice	5	5
	President		
Ms. Liz Charplax	Treasurer	5	5
Ms. Susan Gough	Secretary	5	5
Mr Peter Bosworth	Member	5	4
Mr Roderic O'Connor	Member	5	3
Dr. Wendy Potts	Member	2	2
Dr. Karina Potter	Member	5	2
Mr Sam McCullough	Member	5	4
Ms. Lyn Maddock	Member	5	3
Mr Peter Cosier	Member	5	5
Ms Jennie Churchill	Member	3	3
Mr Peter Downie	Member	3	2

Details of officers qualifications, experience and special responsibilities can be found on page 6 of this report.

The Tasmanian Land Conservancy's 2050 Vision for Tasmania

Our vision is for Tasmania to be a global leader in nature conservation and sustainability.

Tasmanian Land Conservancy 2050 Mission

In partnership with other organisations, communities, individuals and governments the TLC will:

- 1) Take a leadership role in building a landscape scale approach to conservation including a world class system of reserves complemented by sustainable development;
- 2) Demonstrate excellence in management for biodiversity conservation;
- 3) Contribute to Tasmania becoming a centre for knowledge for biodiversity conservation and planning;
- 4) Develop and implement innovative mechanisms for achieving sustainability and biodiversity conservation;
- 5) Provide opportunities and mechanisms for communities and individuals to achieve conservation;

Performance measures

The association measures performance through the establishment and monitoring of benchmarks and budgets. These are reviewed in detail by the board monthly and any exceptions investigated further.

Auditors Independence

The auditors declaration of independence appears on page 4 and forms part of the officers report for the year ended 30 June 2013

Rounding

The association has adopted ASIC class order 98/100 dated 10 July 1998 and, in accordance with that Class Order, amounts in the financial report and the officers report have been rounded off to the nearest thousand dollars, unless otherwise stated.

Signed in accordance with a resolution of the officers,

On behalf of the committee:



President
Hobart

Dated: 4/9/13

AUDITORS' INDEPENDENCE DECLARATION

Tasmanian Land Conservancy Inc.


Dear Sirs

As auditor for the Tasmanian Land Conservancy Inc. for the year ended 30 June 2013
I declare that to the best of my knowledge and belief, there have been:

- a) no contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
- b) no contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of the above-mentioned association.

Yours faithfully,
Accru Hobart Pty Ltd

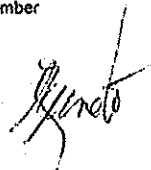

Michael Burnett B.Com., FCA
Registered Company Auditor
Partner, Accru Hobart Pty Ltd

Date: 4-9-13.....

TASMANIAN LAND CONSERVANCY INC.

Officer's qualifications, experience and special responsibilities

Name	Qualifications	Experience	Special Responsibilities
Dr. Geoff Couser	MBBS FACEM GradCert ULT	Specialist in emergency and retrieval medicine at the Royal Hobart Hospital and is Associate Professor of Emergency Medicine at the University of Tasmania.	Chair of Audit & Risk Committee.
Mr. Stuart Barry	B.Bus, MBA, CFP	Expertise in global investment markets, financial risk management and derivatives. Stuart owns a local financial advisory firm, specialising in ethical investing	Vice President
Ms. Liz Charplax	Mcom, FIPA, MAICD	Experienced and qualified in business management, corporate governance and accounting, with a particular interest in integrating financial and sustainability reporting.	Treasurer
Ms. Susan Gough	Bachelor of Arts/LLB (Hons), Grad Dip Environmental Law (Hons)	Specialist environmental solicitor for over 15 years, with a focus in the renewable energy and infrastructure sectors. Specialist Consultant with Hydro Tasmania. Has recently completed further studies at the Australian Centre for Environmental Law at ANU, specialising in climate change law and policy	Secretary & Chair of Foundation Committee
Dr. Karina Potter	Bachelor Science (Hons), Doctor of Philosophy	Scientist with expertise in weed ecology, entomology and ecological modelling. International research experience gained through roles in New Zealand, Indonesia and the Netherlands.	Member
Mr Roderic O'Connor	Bachelor of Business	Landholder with broad-ranging business experience in agricultural and other commercial fields.	Member
Mr. Peter Bosworth	Master Environmental Studies	Thirty years experience in conservation planning, including reserve establishment at the Tasmanian Parks and Wildlife Service and in a senior management position at the Tasmanian Government's Department of Primary Industry and Water.	Member & Chair of Conservation Science and Planning Advisory Committee, Chair of Property Committee
Mr Sam McCullough	Bachelor of Commerce & LLB	Partner with Peter Worrall Lawyers, practicing in the areas of estate and commercial law. Admitted to practice law in Tasmania and Victoria, and member of the Elder Law & Succession Committee of the Law Society of Tasmania	Member & Chair of Nominations Committee
Ms. Lyn Maddock	Bachelor of Economics	Extensive experience as a senior executive in the public and private sectors. Micro economist.	Member
Mr Peter Cosier	Bachelor of Science, Diploma Urban and Regional Planning	Member of the Wentworth Group of Concerned Scientists with a background in environmental policy, institutional reform, catchment management and land use planning.	Member
Jenny Churchill	Bachelor of Veterinary Science, Grad Dipl. Marketing, AICD	Veterinarian. Former Director, Veterinary Science Foundation, University of Sydney.	Member
Peter Downie		Farmer with 150 years of family tradition. Member of United Nations reference group on climate change in Kivoto	


Michael Burnett
 Registered Company Auditor
 Accru Hobart

TASMANIAN LAND CONSERVANCY INC.

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2013

	NOTE	2013 \$	2012 \$
<u>INCOME</u>			
Conservation Grants		971,396	34,052
Project & Consultancy Services	3	1,124,395	1,508,912
Interest Income		25,471	119,162
Foundation Income		171,331	16,402
Sale of Properties		502,689	-
Donations & Bequests	4	1,977,962	1,366,501
Sundry Income	5	8,500	4,342
TOTAL INCOME		4,781,743	3,049,371
<u>COST OF GOODS SOLD</u>			
Opening Stock		1,121,739	1,121,739
Add: Purchases		-	-
Less: Closing Stock		(626,820)	(1,121,739)
Total Cost of Goods Sold		494,919	-
Gross Profit		4,286,823	3,049,371
<u>EXPENSES</u>			
Office & Admin overheads	6	140,264	120,990
Travel & Accommodation	6	36,258	22,891
Insurance	6	9,251	12,434
Depreciation		40,559	26,901
Employment	7	1,496,290	1,416,791
Fundraising	8	51,099	42,380
Reserves - Land Management	9	547,604	285,328
TOTAL EXPENSES		2,321,325	1,927,715
NET OPERATING SURPLUS		1,965,499	1,121,656
<u>OTHER COMPREHENSIVE INCOME</u>			
Revaluation Increments - Land		-	100,000
TOTAL COMPREHENSIVE INCOME		1,965,499	1,221,656

The statement of comprehensive income is to be read in conjunction with the attached notes.

TASMANIAN LAND CONSERVANCY INC.

BALANCE SHEET STATEMENT

AS AT 30 JUNE 2013

	NOTE	2013 \$	2012 \$
<u>ASSETS</u>			
Current Assets			
Cash Assets	10	3,482,303	6,243,888
TLC Foundation Funds	11	3,593,597	2,534,395
Receivables	12	426,839	41,606
Inventory - Properties		1,546,342	1,121,739
Total Current Assets		9,049,082	9,941,628
Non - Current Assets			
Permanent Reserves	13	6,583,068	6,367,487
Revolving Fund Land	14	5,115,620	5,153,226
New Leaf Land		16,511,169	17,495,598
Plant & Equipment	15	158,346	73,836
Total Non - Current Assets		28,368,203	29,090,148
TOTAL ASSETS		37,417,284	39,031,776
<u>LIABILITIES</u>			
Current Liabilities			
Payables	16	111,131	64,622
Unexpended Grants	17	6,120,675	9,607,843
Total Current Liabilities		6,231,806	9,672,465
Non - Current Liabilities			
Private Loans	18	13,562,121	13,701,451
Total Non - Current Liabilities		13,562,121	13,701,451
TOTAL LIABILITIES		19,793,927	23,373,916
NET ASSETS		17,623,357	15,657,858
<u>EQUITY</u>			
Asset Revaluation Reserve		230,000	230,000
Retained Earnings		15,427,858	14,306,201
Current Year Earnings		1,965,499	1,121,656
Total Equity		17,623,357	15,657,858

The balance sheet is to be read in conjunction with the attached notes.

TASMANIAN LAND CONSERVANCY INC.

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2013

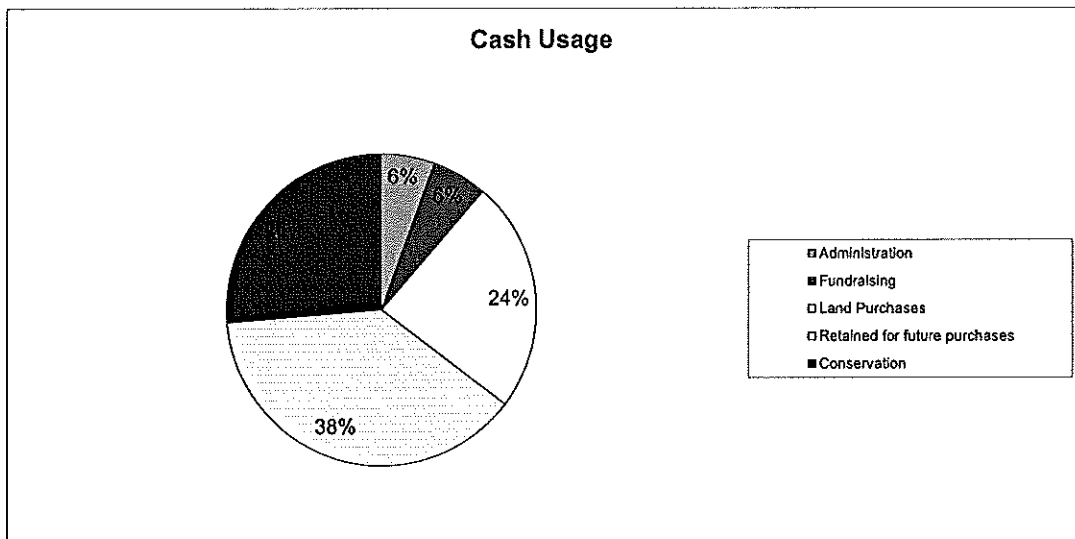
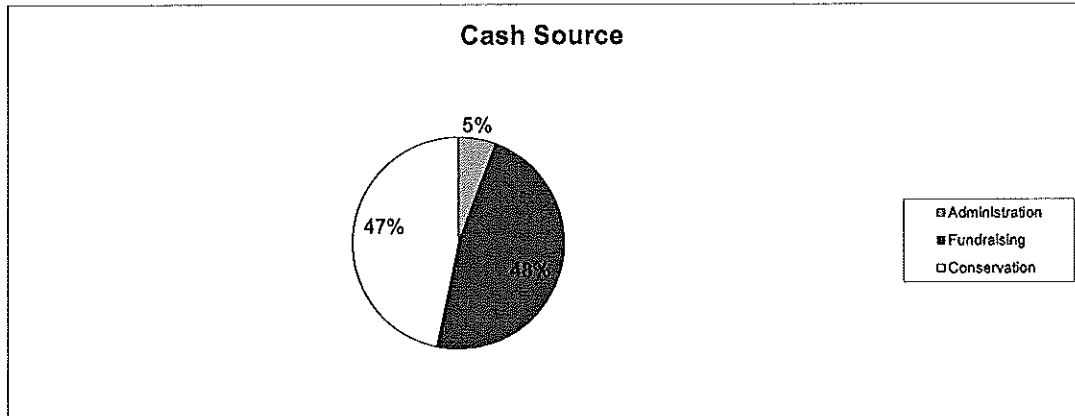
	NOTE	2013 \$	2012 \$
Cash flows from operating activities			
Donations & Gifts		2,038,833	1,366,501
Grants received		971,396	2,270,587
Interest received		40,108	147,970
Consultancy services		397,006	734,196
Revolving Fund management		436,753	441,477
Payments to suppliers and employees		(2,863,406)	(1,900,475)
Other		28,102	77,721
Net cash flows from operating activities	19	1,048,791	3,137,977
Cash flows from investing activities			
Net proceeds from sales of property, plant & equipment		(431,879)	454,221
Cash used to acquire NRS Property		(2,319,296)	-
Realised gains/(losses) on investments		-	-
Total cash flows from investing activities		(2,751,175)	454,221
Cash flows from financing activities			
Nil		-	-
Total cash flows from financing activities		-	-
Net increase/(Decrease) in cash and cash equivalents		(1,702,384)	3,592,198
Cash and cash equivalents at beginning of year		8,778,284	5,186,086
Cash and cash equivalents at end of year	10,11	7,075,901	8,778,284

The statement of cash flow is to be read in conjunction with the attached notes.

TASMANIAN LAND CONSERVANCY INC.

CASH SOURCE AND USAGE

For the year ended 30 June 2013



Category	2013	2012	2011	Average
Administration	6%	5%	1%	4%
Fundraising	6%	6%	2%	5%
Land Purchases	24%	0%	88%	37%
Retained for future purchases	38%	65%	4%	36%
Conservation	26%	24%	5%	18%

Average fundraising cost ratio for Australian charities: 18%* TLC: 4%
 * Sourced from: Givewell (2009) Interim 2008 Australian Charities Financial Analysis

TASMANIAN LAND CONSERVANCY INC.

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2013

	NOTE	2013 \$	2012 \$
Retained Earnings			
Opening Balance 1 July		15,427,858	14,306,201
Add: Comprehensive income		1,965,498	1,121,656
Closing balance 30 June		<u>17,393,356</u>	<u>15,427,857</u>
Reserves			
Opening Balance 1 July		230,000	-
Add: Revaluation movements		-	230,000
Closing balance 30 June		<u>230,000</u>	<u>230,000</u>
Total Members Equity		<u><u>17,623,356</u></u>	<u><u>15,657,858</u></u>

The statement of changes in equity sheet is to be read in conjunction with the attached notes

TASMANIAN LAND CONSERVANCY INC.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNT POLICIES

This financial report is a special purpose financial report prepared in order to satisfy the reporting requirements of the Association Incorporation Act 1964 Tasmania. The committee has determined that the association is not a reporting entity.

The financial report has been prepared in accordance with the mandatory requirements of the Associations Incorporation Act Tasmania and the Australian Accounting Standards.

The financial statements have been prepared on the basis of historical cost except for the following:

- Land donated or gifted to the association is valued by the directors at fair value at the date when acquired.
- Investments are carried at fair value and any subsequent market movements are taken directly to profit and loss.

In order to meet the annual financial report information needs of the associations stakeholders a special purpose financial report has been prepared. As such, the financial report may not be suitable for another purpose other than for the annual financial report.

Significant Accounting Policies:

a) Grant Income

Grants are only recognised as income when it is likely that all conditions associated with the funding have been met or are likely to be met within the income year. All grants are initially recorded as grants in advance and shown as a liability. This is in accordance with AASB1004 'Contributions'.

b) Interest Income

Interest income is measured on an accruals basis and an accrual adjustment is made at 30 June each year.

c) Depreciation Expense

Depreciation is calculated based on the effective lives of all assets worth more than \$1,000.

d) Plant & Equipment

Plant & equipment is capitalised when the cost exceeds \$1,000. All Plant & Equipment is recorded at cost less accumulated depreciation.

e) Land

Land is recorded at cost with the exception of Brown Mountain and Randells Bay which is initially recorded at fair value and reviewed annually for movement.

f) Shares and Investments

All investments are recorded at the market value as at 30 June. An adjustment is made each year to record the change in market value. This movement is recorded as either an unrealized capital gain or loss. Dividend income is treated as income when it is payable to the association.

g) GST

The association is registered for GST on a cash basis and reports to the ATO monthly.

h) New Leaf cost recovery income

The association is entitled to claim back the net cost of managing the New Leaf property portfolio. The net cost is calculated as total costs for managing the New Leaf properties less any income derived by the New Leaf properties. This cost recovery is calculated once a year. The revenue is recognised at the end of the 12 months to which it relates and the loan to the Elsie Cameron Foundation is reduced accordingly at the same date.

Directors/Office Holders

No directors or officeholders receive any remuneration for their role on the board.

Independent Auditor

The association's independent auditor is Michael J Burnett B.Com. FCA, Registered Company Auditor, Partner of Accru+ Hobart Pty Ltd.

For the 2012 financial year the auditor's remuneration is \$11,750 + GST. Additional assurance services totaled \$5,700 + GST. No other services were performed during the year.

Subsequent Events & Going Concern

As at the date this report was signed there were no material subsequent events or going concern issues.

TASMANIAN LAND CONSERVANCY INC.

NOTES TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 30 JUNE 2013

NOTE 3: PROJECT & CONSULTANCY SERVICES

	2013	2012
Consultancy Services	397,006	734,196
Revolving Fund Management	436,753	441,477
New Leaf cost recovery	123,204	203,048
Reserve Income	167,433	130,191
Total Core Services	1,124,395	1,508,912

NOTE 4: DONATIONS & BEQUESTS

	2013	2012
General Donations	520,330	686,501
New Leaf donation	-	-
Major Donor Donations	680,000	-
Foundation contributions	777,632	680,000
Total Donations & Bequests	1,977,962	686,501

NOTE 5: SUNDRY INCOME

	2013	2012
Awards received	3,500	1,765
Miscellaneous Income	5,000	2,577
Total Sundry Income	8,500	4,342

TASMANIAN LAND CONSERVANCY INC.

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2013**

NOTE 6: GENERAL ADMINISTRATION

	2013	2012
Audit & Assurance Fees	23,405	12,005
Bank Fees	3,797	3,495
Board Expenses	3,763	2,695
Computer	14,358	7,639
Government Charges	1,306	394
Insurance	9,251	12,434
Legal Fees	9,258	17,432
O H & S	321	1,508
General Office	2,971	2,794
Photocopying & Printing	4,158	1,738
Postage & Freight	8,393	9,772
Publications & Ref. Material	1,032	514
Office Lease	18,437	16,749
Stationary, Supplies & Equipment	8,305	11,277
Subscriptions & Dues	4,278	3,999
Telephone/Fax/ISP	26,398	20,224
Travel & Accommodation	36,258	22,891
Utilities	6,238	5,078
Volunteer Expenses	3,845	3,677
Total General Admin	185,773	156,315

NOTE 7: EMPLOYMENT

	2013	2012
Wages & Salaries	1,168,599	1,103,155
Superannuation	104,733	98,206
Consultants & Contractors	203,836	201,907
Training & Development	8,050	3,439
Recruitment	2,840	1,580
Workers Compensation	8,234	8,503
Total Employment	1,496,290	1,416,790

TASMANIAN LAND CONSERVANCY INC.

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2013**

NOTE 8: FUNDRAISING

	2013	2012
Advertising & Insert Fees	11,416	3,711
Annual Report	5,233	6,182
Brochure Design, Prod. & Print	5,814	10,265
Events	22,439	16,186
Newsletter Design, Prod. & Print	6,095	5,920
Reply Paid Mail	104	117
Total Fundraising	51,100	42,380

NOTE 9: RESERVES - LAND MANAGEMENT

	2013	2012
Land Management	51,832	78,421
Accrued Expenses - 5 Rivers	100,000	-
Capital Works Provision - New Leaf	100,000	-
Land Transfer Costs	60,871	-
Marketing	38,197	16,079
Planning & Subdivision	60,761	64,738
Property Search & Acquisitions	288	-
Rates & Taxes	50,143	53,072
Repairs & Maint. - Buildings	648	513
Research and Surveys	3,141	-
Insurance	21,949	14,500
Vehicle Maintenance	17,952	18,466
Fuel	24,571	23,112
Tools & Equipment	17,001	11,965
Valuations	250	4,461
Total Reserve	547,604	285,326

TASMANIAN LAND CONSERVANCY INC.

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2013**

NOTE 10: CASH ASSETS

	2013	2012
Cheque Account	545,938	342,688
Gift Fund Account	1,449,941	1,059,469
Receiving Account	128,202	460,481
Midlands Stewardship Fund	338,457	346,506
FCF Revolving Fund	418,270	480,401
DPIW Revolving Fund	22,925	22,316
Spring Water Farm Account	45,328	50,856
King Island Revolving Fund	15,129	150,129
FCF Term Deposit #1	-	1,000,296
FCF Term Deposit #3	500,000	-
Mystate Term Deposit - NRS	-	2,319,296
Credit Card - Visa	18,114	11,451
Total Cash Assets	3,482,303	6,243,888

NOTE 11: TLC FOUNDATION FUNDS

	2013	2012
Cathy Gibbons Fund	50,000	50,000
Dorothy Reeves Fund	30,000	30,000
Miriam Obendorf Fund	95,000	95,000
Brown Mountain Fund	16,700	16,700
Michael Buxton Fund	35,000	20,000
Tom Hay Bequest	142,209	141,929
Carolyn Parsons Bequest	16,155	16,155
Elizabeth Ann James Bequest	166,867	166,867
Joseph Bedford Bequest	310,031	310,031
Susan Gough Fund	10,000	10,000
Sam Hignett Fund	41,120	39,120
Jupe Family Fund	60,000	60,000
Potts Family Fund	15,000	15,000
Bosworth Family Fund	10,000	10,000
Barry Family Fund	45,000	30,000
Couser Family Fund	10,000	10,000
Voller Family Fund	20,000	10,000
Endemic Crustacean Fund	62,233	59,233
Stephen G Bladen Bequest	15,050	-
Jack Donne Fund	10,000	-
Naylor Bird Fund	10,700	-
Bird Conservation Fund	20,286	-
Foundation Fund	2,181,804	1,428,134
Market value movement	220,443	16,227
	3,593,597	2,534,395

NOTE 12: RECEIVABLES

	2013	2012
Trade Debtors	404,665	4,794
Accrued Revenue	22,174	36,811
	426,839	41,606

NOTE 13: PERMANENT RESERVES

	2013	2012
Flat Rock Reserve	342,070	342,070
Lutregala Marsh	23,895	23,895
Recherche Bay	2,296,319	2,296,319
Long Point	154,689	154,689
Egg Islands	303,293	303,293
Skullbone Plains	1,742,235	1,742,235
Silver Peppermint Reserve	75,000	75,000
Liffey Reserve	50,000	50,000
Brown Mountain Reserve	130,000	130,000
Vale of Belvoir	1,249,987	1,249,987
Blue Tier	60,871	-
Gordon Vale	154,710	-
Total Permanent Reserves @ Cost	6,583,068	6,367,488

TASMANIAN LAND CONSERVANCY INC.

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2013**

NOTE 14: REVOLVING FUND LAND

	2013	2012
Mole Creek	159,818	576,414
King Island	327,693	192,693
State Government Revolving Fund	190,900	190,900
Forest Conservation Fund	4,437,209	4,193,218
	5,115,620	5,153,226

NOTE 15: PLANT & EQUIPMENT

	2013	2012
Plant & Equipment @ Cost	44,528	10,506
Less: Accumulated Depreciation	(10,643)	(3,825)
	33,885	6,681
Furniture & Fittings @ Cost	25,159	25,159
Less: Accumulated Depreciation	(16,525)	(14,320)
	8,634	10,839
Computer & Equipment @ Cost	63,269	50,485
Less: Accumulated Depreciation	(51,133)	(42,301)
	12,136	8,184
Motor Vehicles @ Cost	191,010	129,117
Less: Accumulated Depreciation	(87,319)	(80,985)
	103,691	48,132
Total Plant & Equipment	158,346	73,836

TASMANIAN LAND CONSERVANCY INC.

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2013**

NOTE 16: PAYABLES

	2013	2012
Trade Creditors	-	9,790
GST Payable	- 10,607	36,084
Accrued Expenses - 5 Rivers	100,000	-
Key Deposits	1,700	1,550
PAYG Withholding Payable	20,038	17,198
Total Payables	111,131	64,622

NOTE 17: UNEXPENDED GRANTS

	2013	2012
King Island NRM/Commonwealth	214,541	214,541
NRS - Property Acquisition	-	2,319,296
MCF - CfoC Funding	-	297,000
Mole Creek Revolving Fund	534,337	534,337
Springwater Farm Mole Creek	-	339,698
FCF Revolving Funds	4,813,188	5,269,524
FCF Rent	51,436	51,254
State Government Revolving Fund	102,984	102,984
Midlands Bio Diversity Program	311,468	319,013
Birds Australia	92,720	160,194
Roaring 40's	-	-
	6,120,675	9,607,843

NOTE 18: PRIVATE LOANS

	2013	2012
Cathy Clayton (Dorothy Reeves Fund)	10,000	10,000
David & Jane Jupe (Jupe Family Fund)	60,000	60,000
Elsie Cameron Foundation	13,297,121	13,528,451
David Obendorf (Miriam Obendorf Fund)	95,000	95,000
Carol Hurst (Cathy Gibbons Fund)	-	8,000
New Leaf Capital Provision	100,000	-
	13,562,121	13,701,451

TASMANIAN LAND CONSERVANCY INC.

**NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2013**

NOTE 19: CASH FLOW INFORMATION	\$ 2013	\$ 2012
Net surplus for year	1,965,499	1,121,656
Less: Unrealised Foundation Income	(171,331)	(16,402)
Less: ECF Cost Recovery	(123,305)	(203,048)
Less: ECF Liability Reduction	(108,010)	-
Less: Depreciation	(40,559)	(26,901)
Add: Accrued Expenses	100,000	-
Add: Capital Works Provision NL	100,000	-
 (Increase)/Decrease in assets		
Inventories	494,919	-
Trade and other assets	2,135,488	(18,919)
 Increase/(Decrease) in liabilities		
Trade creditors	46,509	(61,762)
Grants in advance	(3,487,168)	2,236,535
Other	136,749	106,479
Net cash flow from operations	<u>1,048,791</u>	<u>3,137,638</u>

INDEPENDENT AUDITOR'S REPORT

To the members of Tasmanian Land Conservancy Inc.

We have audited the accompanying financial report, being a special purpose report, of Tasmanian Land Conservancy Inc. which comprises the balance sheet as at 30 June 2013, the statement of comprehensive income for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the officers assertion statement.

Officers Responsibility for the Financial Report

The officers of Tasmanian Land Conservancy Inc. are responsible for the preparation of the financial report, and have determined that the basis of preparation described in Note 1, is appropriate to meet the requirements of the *Associations Incorporated Act 1964* and is appropriate to meet the needs of the members. The officers' responsibility also includes such internal control as the officers determine is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments the auditor considers internal control relevant to the association's preparation of the financial report that gives a true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the officers, as well as evaluating the overall presentation of the financial report.

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

Opinion


In our opinion, the financial report presents fairly, in all material respects, the financial position of Tasmanian Land Conservancy Inc. as at 30 June 2013 and of its financial performance and its cash flows for the year then ended in accordance with the *Associations Incorporated Act (1964)*

Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the officers financial reporting requirements under the *Associations Incorporation Act 1964* and as such may be unsuitable for another purpose.

The officers have determined that the financial report shall be prepared in accordance with a special purpose framework. As a result, the financial report may not be suitable for another purpose as only the accounting standards specifically stated in note 1 to the accounts have been applied in the preparation of this special purpose financial report.

As such, this report should not be distributed or used by parties other than Tasmanian Land Conservancy Inc. and its members.


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Michael J Burnett FCA
Registered Company Auditor
Partner, Accru⁺ Hobart
Level 1, 18 Ross Avenue
ROSNY PARK TAS 7018

10-9-13
Date: