

STATEMENT OF FINANCIAL STANDING

Provider Details

Provider Name: ISN Psychology Pty Ltd
ABN: 16 607 683 303
Date of Financial Standing: 5 December 2018

Director's Declaration

ISN Psychology Pty Ltd
ABN 16 607 683 303
Level 6, 10 Martin Street
HEIDELBERG VIC 3084

DIRECTOR'S DECLARATION

The company is not a reporting entity because in the opinion of the director there are unlikely to exist users of the financial statements who are unable to command the preparation of reports tailored so as to satisfy specifically all of their information needs. Accordingly, these special purpose financial statements have been prepared to satisfy the director's reporting requirements under the *Corporations Act 2001*.

In accordance with a resolution of the directors of ISN Psychology Pty Ltd, the directors declare that:

- (a) in the director's opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable; and
- (b) in the director's opinion, the attached financial statements and notes thereto are in accordance with the *Corporations Act 2001*, including compliance with accounting standards and giving a true and fair view of the financial position and performance of the company.

Signed in accordance with a resolution of the director made pursuant to s.295(5) of the *Corporations Act 2001*.

Director:
David James Penman

19 10 2018
Dated:/...../.....



**Independent Auditor's Report
To the Members of ISN Psychology Ltd**

Report on the Audit of the Financial Report

Opinion

We have audited the financial report, being a special purpose financial report, of ISN Psychology Ltd (the Company), which comprises the statement of financial position as at 30 June 2018, 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 directors' declaration.

In our opinion, the accompanying financial report of ISN Psychology Ltd is in accordance with the Corporations Act 2001, including:

- (i) giving a true and fair view of the Company's financial position as at 30 June 2018 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards to the extent described in Note 1.2, and the Corporations Regulations 2001.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Company in accordance with the auditor independence requirements of the Corporations Act 2001 and 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 confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

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Material uncertainty related to going concern

We draw attention to Note 1.2, q. in the financial report, which indicates that the Company incurred a net loss of \$1,796,009 during the year ended 30 June 2018. These events or conditions, along with other matters indicate that a material uncertainty exists and may cast doubt on the Company's current ability to continue as a going concern.

To rectify this, the Company has an optimistic forecast of income, expenses and cash flow statements projects that the company will eventually report a more favourable position. The Company received recent approval for FEE HELP and active submissions for a high demand degree. The Company also has the ability to reduce operating expenditure to further improve financial stability and will promote a net surplus and positive operating cash flow in the foreseeable future.

The Company will continue to have ongoing financial support from the ultimate parent entity. Similar to what the Company has received in the past, future financial support will need to continue with absolute certainty. Our opinion is not modified in respect of this matter.

Emphasis of matter regarding basis of accounting

Without modifying our opinion, we draw attention to Note 1.2 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the Corporations Act 2001. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Directors' responsibility for the financial report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1.2 to the financial statements is appropriate to meet the requirements of the Corporations Act 2001 and is appropriate to meet the needs of the members. The directors are also responsible for such internal control as the directors 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, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibility 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 Australian Auditing and Assurance Standards Board website at http://www.auasb.gov.au/auditors_files/ar4.pdf. This description forms part of our auditor's report.

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



Nexia Melbourne Audit Pty Ltd

Melbourne



Richard S. Cen

Director

Dated this 19th day of October 2018

[Tuition Assurance Details](#)