

ANIKA LEGAL LTD
ACN 627 816 808

SPECIAL PURPOSE FINANCIAL REPORT
YEAR ENDED 30 JUNE 2024

ANIKA LEGAL LTD
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Directors' Report

Anika Legal Ltd

ACN: 627 816 808

For the year ended 30 June 2024

The directors present their report, together with the financial statements, on the company for the year ended 30 June 2024.

1. Denis Nelthorpe AM, Chair

Denis joined the Board of Anika Legal in June 2021 and is the organisation's Chair. He brings a wealth of experience from over 40 years in the legal assistance sector including as the CEO of WEStjustice and other leadership roles. He is currently also the Chair of Southside Justice, a Director at Mortgage Stress Victoria, and the Deputy Chair of the National Consumer Advisory Committee at the Insurance Council of Australia.

2. Kim Shaw, Deputy Chair

Kim joined the Board of Anika Legal in February 2024. She is an Executive Director and the Division Head of Personal Legal Services at Maurice Blackburn Lawyers, as well as a member of the RMIT Law Advisory Board. She is also a Director of an NGO that supports sustained economic development in disadvantaged and vulnerable communities in the Asia Pacific.

3. David Mandel, Treasurer

David joined the Board of Anika Legal in June 2023. David is a non-executive director for both ASX listed and not-for-profit organisations with a portfolio across the healthcare, technology, e-commerce and sport sectors.

4. Jacinta Lewin, Director

Jacinta joined the Board of Anika Legal in February 2024. She is a Principal Lawyer in Maurice Blackburn Lawyers' Social Justice Practice, a board member of the Victoria Legal Services Board + Commissioner, and has Board director and

5. Michael Choong, Director

Michael has over six years of experience across the technology, retail, and not-for-profit sectors. He is currently a Senior Strategy Manager at SEEK, responsible for supporting their Latin American businesses. He joined Anika Legal's leadership team in January 2020.

6. Maggie Hill, Director

Maggie joined the Board of Anika Legal in February 2024. Maggie has fifteen years of specialist communications, marketing, and media experience, across varied sectors and issue complexity. She has led the corporate affairs function at a national not-for-profit organisation, worked as an executive within the Victorian Government, and as a ministerial media advisor.

7. Noel Lim, Director

Noel is the Chief Executive Officer and co-founder of Anika Legal, and has led the founding team to become an organisation of 6 employees and 100 volunteers. Noel was a finalist for the Victorian Young Australian of the Year and NFP Emerging Leader award.

8. Marcia Pinski (resigned on 4 March 2024)

Marcia joined the Board of Anika Legal in June 2021 and is the organisation's Chair. Marcia is an expert on good governance in the not-for-profit sector. She is a Fellow of the Australian Institute of Company Directors and has chaired numerous not-for-profit boards.

Meeting of directors

There were 5 meetings of directors held during the year ended 30 Jun 2024.

Name	Date of Appointment	Date of Retirement	Meetings eligible to attend	Meetings attended
Denis Nelthorpe AM	14-Jul-21		5	5
Kim Shaw	21-Feb-24		3	2
David Mandel	1-Jun-23		5	5
Jacinta Lewin	16-Feb-24		3	3
Michael Choong	19-Jul-21		5	4
Maggie Hill	21-Feb-24		3	2
Noel Lim	30-Jul-18		5	5
Marcia Pinski	27-Jul-21	4-Mar-24	1	1

Audit Relief

The directors confirm that Anika Legal Ltd is classified as a 'medium charity with annual revenue of of \$500,000 or more, but under \$3 million'. The directors confirm this 2024 financial report has been reviewed by an Independent Auditor.

On behalf of the directors



David Mandel
Director & Treasurer

26/11/2024

Date

ANIKA LEGAL LTD
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STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED 30 JUNE 2024

	Note	2024	2023
INCOME			
Community Donations		39,795	58,072
Corporate Donations		39,860	36,000
Education Provider Sales		41,100	49,950
Private Funding Grants		347,134	250,370
Total Income (excluding in-kind contributions)		467,889	394,392
In-kind Contributions - Donated Services	7	394,923	346,368
Total Income (including in-kind contributions)		862,812	740,760
LESS EXPENDITURE			
Employee Benefits Expense		493,631	349,631
Compliance Expenses		15,460	14,746
ICT Expenses		10,291	9,695
Legal Practice Expenses		600	5,639
Fundraising Expenses		7,488	4,903
Other Expenses		3,469	4,465
Team Member Expenses		2,150	4,457
Provision for Annual Leave expense		9,039	19,641
Bad debts written off		5,000	
Total Expenditure (excluding in-kind contributions)		547,129	413,178
In-kind Contributions - Donated Services	7	394,923	346,368
Total Expenditure (including in-kind contributions)		942,052	759,546
		(79,239.52)	(18,785)
OTHER INCOME			
Interest received		4,356	1,258
Government payments and subsidies		4,356	1,258
NET OPERATING PROFIT (LOSS)		(74,884)	(17,527)
Retained Profits at the beginning of the financial year		153,729	171,256
TOTAL AVAILABLE FOR APPROPRIATION		78,844	153,729
RETAINED PROFITS AT THE END OF THE FINANCIAL YEAR		78,844	153,729

The accompanying notes form part of these financial statements.

**ANIKA LEGAL LTD
ACN 627 816 808**

**BALANCE SHEET
AS AT 30 JUNE 2024**

	Note	2024 \$	2023 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	2	269,948	377,414
Trade and other receivables	3	2,500	15,196
Other assets	4	2,742	2,272
TOTAL CURRENT ASSETS		275,190	394,882
TOTAL ASSETS		275,190	394,882
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	5	7,569	5,387
Provisions	6	44,302	39,595
Other	7	144,474	196,171
TOTAL CURRENT LIABILITIES		196,346	241,153
TOTAL LIABILITIES		196,346	241,153
NET ASSETS		78,845	153,729
EQUITY			
Retained earnings		78,845	153,729
TOTAL EQUITY		78,845	153,729

The accompanying notes form part of these financial statements.

**ANIKA LEGAL LTD
ACN 627 816 808**

**STATEMENT OF CHANGES IN EQUITY
AS AT 30 JUNE 2024**

Equity

Retained Earnings	\$
Opening Balance as at 1 July 2022	171,256
Increases	
Loss for the Period	(17,528)
Total Increases	(17,528)
Closing Balance as at 30 June 2023	153,729
Opening Balance as at 1 July 2023	153,729
Increases	
Loss for the Period	(74,884)
Total Increases	(74,884)
Closing Balance as at 30 June 2024	78,845

The accompanying notes form part of these financial statements.

ANIKA LEGAL LIMITED
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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2024

	NOTE	2024 \$	2023 \$
Cash flows from operating activities			
Receipts from customers		484,095	396,654
Payments to suppliers and employees		(545,771)	(295,651)
Net cash provided by (used in) operating activities		(61,676)	101,003
Cash flows from investing activities			
		58	-
Net cash provided by (used in) investing activities		58	-
Cash flows from financing activities			
		(45,847)	-
Net cash provided by financing activities		(45,847)	-
Net increase in cash held		(107,465)	101,003
Cash and cash equivalents at beginning of financial year		377,413	276,410
Cash and cash equivalents at end of financial year	2	269,948	377,413

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

Anika Legal Ltd

ACN: 627 816 808

For the year ended 30 June 2024

Note 1. Significant accounting policies

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.

Note 2. New or amended Accounting Standards and Interpretations adopted

The company has adopted all of the new or amended 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.

Note 3. Basis of preparation

In the directors' opinion, the company is not a reporting entity because there are no users dependent on general purpose financial statements.

These are special purpose financial statements that have been prepared for the purposes of complying with the Australian Charities and Not-for-profits Commission Act 2012 and Victorian legislation the Fundraising Appeals Act 1998 and associated regulations and the Corporations Act 2001 requirements to prepare and distribute financial statements to the stakeholders of Anika Legal Limited. The directors have determined that the accounting policies adopted are appropriate to meet the needs of the stakeholders of Anika Legal Limited.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the disclosure requirements of AASB 101 'Presentation of Financial Statements', AASB 107 'Statement of Cash Flows', AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors', AASB 1048 'Interpretation of Standards' and AASB 1054 'Australian Additional Disclosures', as appropriate for not-for profit oriented entities.

Historical cost convention

The financial statements have been prepared under the historical cost convention, except for, where applicable, the revaluation of available-for-sale financial assets, financial assets and liabilities at fair value through profit or loss, investment properties, certain classes of property, plant and equipment and derivative financial instruments.

Note 4. Income Tax

As the company is a charitable institution in terms of subsection 50-5 of the Income Tax Assessment Act 1997, as amended, it is exempt from paying income tax.

Note 5. Trade and Other Receivables

Trade receivables and other receivables, including distributions receivable, are recognised at the nominal transaction value without taking into account the time value of money. If required a provision for doubtful debt has been created.

Note 6. Trade and Other Payables

Trade and other payables represent the liabilities for goods and services received by the company that remain unpaid at 30 June 2023. Trade payables are recognised at their transaction price. They are subject to normal credit terms and do not bear interest.

Note 7. Valuing In-Kind Contributions

Anika Legal's service model is designed specifically to leverage volunteers in service of its mission to empower renters to thrive in safe homes. Volunteers contribute general and specialised skills to support the organisation's legal practice and general operations. The value of these donated services are reflected in the Statement of Profit & Loss. In-kind support has been valued in accordance with the Victorian Government standard of valuing in-kind contributions, in accordance with the Accounting Standards.

Note 8. Employee Benefits

Provision is made for the liability for employee entitlements arising from services rendered by employees to 30 June 2024. Employee benefits have been measured at the amounts expected to be paid when the liability is settled, plus related costs.

Note 9. Provisions

Provisions are recognised when the entity has a legal or constructive obligation resulting from past events, for which it is probable that there will be an outflow of economic benefits and that outflow can be reliably measured. Provisions are measured using the best estimate available of the amounts required to settle the obligation at the end of the reporting period.

Note 10. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held on call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

Note 11. Revenue Recognition

Revenue from the sale of goods is recognised upon the delivery of goods to customers.

Revenue from the rendering of services is recognised upon the delivery of the services to customers.

Revenue from commissions is recognised upon delivery of services to customers.

Revenue from interest is recognised using the effective interest rate method.

Revenue from dividends is recognised when the entity has a right to receive the dividend.

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

Note 12. Goods and Services Tax

Transactions are recognised net of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

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

Note 13. Grants

Grant revenue is recognised in the income statement when the entity receives the grant, when it is probable that the entity will receive the economic benefits of the grant and the amount can be reliably measured.

Note 14. Government Grants

Government grants received are recognised as revenue on a basis to match the recognition of revenue with costs incurred in the project.

These notes should be read in conjunction with the attached compilation report.

	2024	2023
	\$	\$
Note 2. Cash and Cash Equivalents		
Bank Australia - Account 1	12,051	113,756
Bank Australia - Account 2	257,885	263,646
Bank Australia - Account 3	12	12
	<u>269,948.49</u>	<u>377,414</u>
Note 3. Trade and Other Receivables		
Accounts receivables	<u>2,500</u>	<u>15,196</u>
	<u>2,500</u>	<u>15,196</u>
Note 4. Other Assets		
Prepayments	2,742	2,272
ATO Integrated Client Account	-	-
Promotional material	-	-
	<u>2,742</u>	<u>2,272</u>
Note 5. Trade and Other Payables		
Accounts payable	580	1,483
GST	73	(1,053)
Withholding taxes payable	6,916	4,957
	<u>7,569</u>	<u>5,387</u>
Note 6. Provisions		
Provision for annual leave	44,302	35,263
Superannuation payable	-	4,332
	<u>44,302</u>	<u>39,595</u>
Note 7. Other Liabilities		
Accrued Expenses	71,450	33,201
Grant Income Received in Advance	73,024	162,971
	<u>144,474</u>	<u>196,171</u>
Note 8. Related Party Transactions		

The Directors act in an honorary capacity and are not paid for their services as Directors.
Mr Noel Lim, a Director of the Company, is also the Chief Executive Officer of the Company and is remunerated at commercial rates
There were no other transactions with related parties during the 2023 year.

Directors Declaration

Anika Legal Ltd

ACN: 627 816 808

For the year ended 30 June 2024

In the directors' opinion:

- the company is not a reporting entity because there are no users dependent on general purpose financial statements. Accordingly, the attached special purpose financial statements have been prepared for the purposes of complying with the Australian Charities and Not-for-profits Commission Act 2012 and Victorian legislation the Fundraising Appeals Acts 1998 and associated regulations and the Corporations Act 2001 requirements to prepare and distribute financial statements to the stakeholders of Anika Legal Ltd;
- The attached financial statements and notes comply with the Corporations Act 2001, the Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- The attached financial statements and notes give a true and fair view of the company's financial position as at 30 June 2024 and of its performance for the financial year ended on that date; and
- There are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 295(5)(a) of the Corporations Act 2001.

On behalf of the directors



David Mandel
Director & Treasurer
Dated: 26/11/2024



Noel Lim
Director & CEO
Dated: 26/11/2024



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Independent Reviewer's Review Report To the Members of Anika Legal Ltd

Report on the Financial Report

I have reviewed the accompanying financial report of Anika Legal Ltd, which comprises the statement of financial position as at 30 June 2024, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the financial year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the Directors' declaration.

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 in accordance with the Australian Accounting Standards, the Corporations Act 2001 and the Australian Charities and Not-for-Profits Commission Act 2012 and 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.

Independent Reviewer's Responsibility

My responsibility is to express a conclusion on the financial report based on my review. I conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2400 *Review of a Financial Report Performed by an Assurance Practitioner Who is Not the Auditor of the Entity*, in order to state whether, on the basis of the procedures described, I have become aware of any matter that makes me believe that the financial report is not in accordance with the Australian Charities and Not-for-Profits Commission Act 2012 including: giving a true and fair view of the Company's financial position as at 30 June 2024 and its performance for the period ended on that date; and complying with the Australian Accounting Standards. ASRE 2400 requires that I comply with the ethical requirements relevant to the review of the financial report.

A review of a financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Independence

In conducting my review, we have complied with the independence requirements of the Australian Charities and Not-for-Profits Commission Act 2012. I confirm that the independence declaration required by the Australian Charities and Not-for-Profits Commission Act 2012, 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 independent reviewer's report.

TOWARDS A VISION SHARED



Collins & Co Audit Pty Ltd

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Conclusion

Based on my review, which is not an audit, I have not become aware of any matter that makes us believe that the financial report of Anika Legal Ltd is not in accordance with the Corporations Act 2001 and the Australian Charities and Not-for-Profits Commission Act 2012 including:

- a) giving a true and fair view of the Company's financial position as at 30 June 2024 and of its performance for the period ended on that date; and
- b) complying with Australian Accounting Standards.

Frederik R.L. Eksteen CA
ASIC Auditor Registration Number 421448

Collins & Co Audit Pty Ltd
127 Paisley Street
Footscray VIC 3011

26 November 2024