



# The Royal Society of Victoria

ABN: 62145872663

## Financial report

(Unaudited)

For the year ended 31 December 2019

*Pitcher Partners Advisors Proprietary Limited*  
Level 13, 664 Collins Street, Docklands VIC 3008  
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# THE ROYAL SOCIETY OF VICTORIA INCORPORATED

ABN 62 145 872 663

## FINANCIAL REPORT FOR THE YEAR ENDING 31<sup>st</sup> DECEMBER 2019

Council has the honour to present its financial report of the activities of The Royal Society of Victoria Inc. (a non Reporting Association) for its 165<sup>th</sup> year of operation: the financial year ended 31 December 2019.

### PATRON

**The Hon Linda Dessau AC**  
Governor of Victoria

### COUNCIL

#### OFFICE BEARERS

|                          |  |
|--------------------------|--|
| President                | <b>Mr D. Zerman</b> , MPH, FFIA, CFRM, FAIM        |
| Vice-President           | <b>Mrs N. H. Williams</b> , BSc, DipEd, MSc, FRACI |
| Immediate Past President | <b>Dr W. D. Birch</b> AM, BSc (Hons), PhD          |
| Honorary Secretary       | <b>Dr P. G. Baines</b> BA (Hons), BSc, PhD         |
| Honorary Treasurer       | <b>Mr A. Davison</b> , BSc, BComp (Hons)           |

#### MEMBERS

**Dr S. Frentz**, BSc (Hons), PhD  
**Mr V. Perunicic**, BSc (Hons), MSc  
**A/Prof. R. Day**, BSc (Hons), PhD  
**A/Prof. G. Smith**, BPS, GradDip, MEH, PhD  
**Dr K. Orrman-Rossiter**, BAppPhys, MAppSci, PostgradDip, PhD  
**Dr C. de Burgh-Day**, BSc, MSc, PhD  
**Ms P. Borger**, BSc (Hons), DipEd, MEd  
**Mr R. Gell**, BEng  
**Prof. D. Walker**, BSc, PhD, DSc  
**Dr J. Boyce**, MGeosci (Hons1), PhD

#### RETURNING OFFICER

**Em. Prof. J. W. Warren**, MA, PhD  
**Dr. D. A. McCann**, DipAppChem, DipEd, GradDipLib, MEnvSc, PhD (Deputy)

#### CHIEF EXECUTIVE OFFICER

**Mr M. Flattley**, BA, GradCert, GradCertDes

#### TRUSTEES

**Dr D. M. Churchill**, BSc, MA, IPPA, PhD  
**Dr A. S. Finkel** AO, PhD, FAA, FTSE  
**Prof. L. Selwood** AO, MSc, PhD  
**Em. Prof. J. W. Warren**, MA, PhD

# THE ROYAL SOCIETY OF VICTORIA INCORPORATED

ABN 62 145 872 663

## FINANCIAL REPORT FOR THE YEAR ENDING 31<sup>st</sup> DECEMBER 2019

### PRINCIPAL ACTIVITIES

The principal activities of the Society during the financial year were the promotion and advancement of pure and applied science and technology.

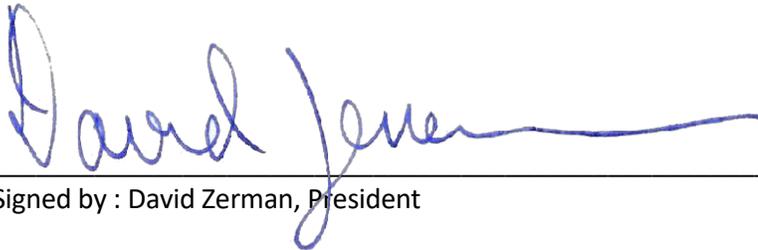
### SIGNIFICANT CHANGES

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

### OPERATING RESULT

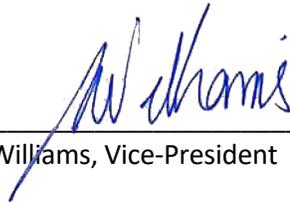
The Deficit of the Society was \$111,476 before depreciation. After charging depreciation the Net deficit was \$269,994.

Signed in accordance with a resolution of the Members of the Council.



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Signed by : David Zerman, President



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Signed by : Nicola Williams, Vice-President

Dated this 6th day of May, 2020

THE ROYAL SOCIETY OF VICTORIA

ABN: 62145872663

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 DECEMBER 2019

|  | 2019               | 2018             |
|--|--------------------|------------------|
|  | \$                 | \$               |
| <b>Revenue and other income</b>  |                    |                  |
| Grants, donations and bequests   | 345,203            | 362,988          |
| Membership income  | 75,797             | 64,271           |
| Venue hire income  | 249,301            | 211,725          |
| Event and symposia income  | 33,876             | 21,068           |
| Other revenue  | <u>77,901</u>      | <u>14,730</u>    |
|  | <u>782,078</u>     | <u>674,782</u>   |
| <b>Less: expenses</b>  |                    |                  |
| Depreciation and amortisation expense  | (158,518)          | (154,186)        |
| Employee benefits expense  | (385,259)          | (388,068)        |
| Occupancy expense  | (48,132)           | (41,416)         |
| Advertising expense  | (29,956)           | (47,153)         |
| Grants and sponsorships  | (132,310)          | (63,840)         |
| Awards and prizes  | (11,848)           | (12,585)         |
| Professional services  | (110,223)          | (92,688)         |
| Printing, publishing and productions   | (41,819)           | (12,591)         |
| Catering   | (54,651)           | (39,841)         |
| Venue hire   | (15,844)           | (4,000)          |
| Office expenses  | (28,507)           | (20,925)         |
| Other expenses   | <u>(82,398)</u>    | <u>(100,807)</u> |
|  | <u>(1,099,465)</u> | <u>(978,100)</u> |
| <b>Deficit before income tax expense</b>                                       | (317,387)          | (303,318)        |
| <b>RSV Science Foundation</b>  |                    |                  |
| Dividends, Distributions and Interest  | 45,932             | 64,899           |
| Franking Credits   | 8,233              | 15,755           |
| Less: Investment Manager Charges & Rebates                                     | <u>(6,772)</u>     | <u>(8,286)</u>   |
| <b>Net Result from RSV Science Foundation</b>                                  | 47,393             | 72,368           |
| <b>Net Results (Deficit)</b>   | (269,994)          | (230,950)        |
| <b>Other comprehensive income</b>  |                    |                  |
| <i>Items that will not be reclassified subsequently to profit and loss</i>     |                    |                  |
| Increase (Decrease) in Market Value of Science Foundation Investment Portfolio | 124,283            | (53,071)         |
| Increase (Decrease) in Market Value of Direct Shares                           | <u>2,551</u>       | <u>296</u>       |
|  | <u>126,834</u>     | <u>(52,775)</u>  |
| <b>Other comprehensive income for the year</b>                                 | <u>126,834</u>     | <u>(52,775)</u>  |
| <b>Total comprehensive income</b>  | <u>(143,160)</u>   | <u>(283,725)</u> |

The accompanying notes form part of these financial statements.

**THE ROYAL SOCIETY OF VICTORIA**  
**ABN: 62145872663**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2019**

|   | Note | 2019<br>\$       | 2018<br>\$       |
|---|------|------------------|------------------|
| <b>Current assets</b>                         |      |                  |                  |
| Cash and cash equivalents                     | 2    | 19,464           | 67,674           |
| Receivables                                   | 3    | 17,512           | 43,529           |
| Inventories                                   | 4    | 13,934           | 22,013           |
| Other assets                                  | 5    | <u>200</u>       | <u>200</u>       |
| <b>Total current assets</b>                   |      | <u>51,110</u>    | <u>133,416</u>   |
| <b>Non-current assets</b>                     |      |                  |                  |
| Investments accounted for using equity method | 6    | 839,558          | 829,970          |
| Property, plant and equipment                 | 7    | <u>6,739,379</u> | <u>6,866,038</u> |
| <b>Total non-current assets</b>               |      | <u>7,578,937</u> | <u>7,696,008</u> |
| <b>Total assets</b>                           |      | <u>7,630,047</u> | <u>7,829,424</u> |
| <b>Current liabilities</b>                    |      |                  |                  |
| Payables                                      | 8    | 11,123           | 21,930           |
| Provisions                                    | 9    | 34,585           | 18,868           |
| Other liabilities                             | 10   | <u>-</u>         | <u>66,421</u>    |
| <b>Total current liabilities</b>              |      | <u>45,708</u>    | <u>107,219</u>   |
| <b>Non-current liabilities</b>                |      |                  |                  |
| Provisions                                    | 9    | <u>22,764</u>    | <u>17,469</u>    |
| <b>Total non-current liabilities</b>          |      | <u>22,764</u>    | <u>17,469</u>    |
| <b>Total liabilities</b>                      |      | <u>68,472</u>    | <u>124,688</u>   |
| <b>Net assets</b>                             |      | <u>7,561,575</u> | <u>7,704,736</u> |
| <b>Members funds</b>                          |      |                  |                  |
| Reserves                                      | 11   | 7,624,982        | 7,498,148        |
| Accumulated surplus / (deficit)               |      | <u>(63,407)</u>  | <u>206,588</u>   |
| <b>Total members funds</b>                    |      | <u>7,561,575</u> | <u>7,704,736</u> |

The accompanying notes form part of these financial statements.

THE ROYAL SOCIETY OF VICTORIA

ABN: 62145872663

STATEMENT OF CHANGES IN MEMBERS FUNDS  
FOR THE YEAR ENDED 31 DECEMBER 2019

|   | Reserves<br>\$   | Accumulated<br>surplus/(deficit)<br>\$ | Total equity<br>\$ |
|---|------------------|--|--------------------|
| <b>Balance as at 1 January 2018</b>   | 7,550,923        | 437,538                                | 7,988,461          |
| Deficit for the year  | -                | (230,950)                              | (230,950)          |
| Increase (Decrease) in Market Value of Science<br>Foundation Investment Portfolio | (53,071)         | -                                      | (53,071)           |
| Increase (Decrease) in Market Value of Direct Shares                              | <u>296</u>       | <u>-</u>                               | <u>296</u>         |
| <b>Total comprehensive income for the year</b>                                    | <u>(52,775)</u>  | <u>(230,950)</u>                       | <u>(283,725)</u>   |
| <b>Balance as at 1 January 2019</b>   | 7,498,148        | 206,587                                | 7,704,735          |
| Deficit for the year  | -                | (269,994)                              | (269,994)          |
| Increase (Decrease) in Market Value of Science<br>Foundation Investment Portfolio | 124,283          | -                                      | 124,283            |
| Increase (Decrease) in Market Value of Direct Shares                              | <u>2,551</u>     | <u>-</u>                               | <u>2,551</u>       |
| <b>Total comprehensive income for the year</b>                                    | <u>126,834</u>   | <u>(269,994)</u>                       | <u>(143,160)</u>   |
| <b>Balance as at 31 December 2019</b>   | <u>7,624,982</u> | <u>(63,407)</u>                        | <u>7,561,575</u>   |

The accompanying notes form part of these financial statements.

THE ROYAL SOCIETY OF VICTORIA  
ABN: 62145872663

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 DECEMBER 2019

|  | 2019               | 2018             |
|--|--------------------|------------------|
|  | \$                 | \$               |
| <b>Cash flow from operating activities</b>                   |                    |                  |
| Cash receipts from Customers, Members and Government         | 897,323            | 796,163          |
| Payments to suppliers and employees                          | <u>(1,066,777)</u> | <u>(883,047)</u> |
| <b>Net cash provided by / (used in) operating activities</b> | <u>(169,454)</u>   | <u>(86,884)</u>  |
| <b>Cash flow from investing activities</b>                   |                    |                  |
| Payment for property, plant and equipment                    | (31,859)           | (80,445)         |
| Interest received  | 104                | 275              |
| Drawdown of investment                                       | <u>152,999</u>     | <u>205,000</u>   |
| <b>Net cash provided by investing activities</b>             | <u>121,244</u>     | <u>124,830</u>   |
| <b>Reconciliation of cash</b>                                |                    |                  |
| Cash at beginning of the financial year                      | 67,674             | 29,728           |
| Net increase / (decrease) in cash held                       | <u>(48,210)</u>    | <u>37,946</u>    |
| <b>Cash at end of financial year</b>                         | <u>19,464</u>      | <u>67,674</u>    |

The accompanying notes form part of these financial statements.

**THE ROYAL SOCIETY OF VICTORIA**  
**ABN: 62145872663**

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

The financial report is a general purpose financial report that has been prepared in accordance with the *Australian Charities and Not-for-profits Commission Act 2012 and the Associations Incorporation Reform Act 2012* and Australian Accounting Standards - Reduced Disclosure Requirements, Interpretations and other applicable authoritative pronouncements of the Australian Accounting Standards Board.

The Royal Society of Victoria is a not-for-profit entity for the purpose of preparing the financial statements.

The financial report was approved by the council as at the date of the financial report for the year ended 31 December 2019.

The following are the significant accounting policies adopted by the association in the preparation and presentation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

**(a) Basis of preparation of the financial report**

*Historical Cost Convention*

The financial report has been prepared under the historical cost convention, as modified by revaluations to fair value for certain classes of assets and liabilities as described in the accounting policies.

**(b) Comparatives**

Where necessary, comparative information has been reclassified and repositioned for consistency with current year disclosures.

**(c) Employee benefits**

*(i) Short-term employee benefit obligations*

Liabilities arising in respect of wages and salaries, annual leave and other employee benefits (other than termination benefits) expected to be settled wholly before twelve months after the end of the reporting period are measured at the (undiscounted) amounts based on remuneration rates which are expected to be paid when the liability is settled. The expected cost of short-term employee benefits in the form of compensated absences such as annual leave is recognised in the provision for employee benefits. All other short-term employee benefit obligations are presented as payables in the statement of financial position.

NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(c) Employee benefits (Continued)**

*(ii) Long-term employee benefit obligations*

The provision for other long-term employee benefits, including obligations for long service leave and annual leave, which are not expected to be settled wholly before twelve months after the end of the reporting period, are measured at the present value of the estimated future cash outflow to be made in respect of the services provided by employees up to the reporting date. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee turnover, and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that are denominated in the currency in which the benefits will be paid. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the change occurs.

Other long-term employee benefit obligations are presented as current liabilities in the statement of financial position if the association does not have an unconditional right to defer settlement for at least twelve months after the reporting date, regardless of when the actual settlement is expected to occur. All other long-term employee benefit obligations are presented as non-current liabilities in the statement of financial position.

**(d) Financial instruments**

*Long-term equity instruments*

Long-term equity instruments comprise ordinary shares in listed entities that are not held for trading. On initial recognition, investments identified by the association as long-term equity instruments are irrevocably designated (and measured) at fair value through other comprehensive income. This election has been made as the members believe that to otherwise recognise changes in the fair value of these investments in profit or loss would be inconsistent with the objective of holding the investments for the long term.

**(e) Going concern**

The financial report has been prepared on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and the settlement of liabilities in the ordinary course of business.

The association incurred a loss from ordinary activities of \$269,994 during the year ended 31 December 2019. As at 31 December 2019 the current assets and financial assets exceeded liabilities by \$822,196.

**(f) Income tax**

No provision for income tax has been raised as the association is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

THE ROYAL SOCIETY OF VICTORIA

ABN: 62145872663

NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**(g) Property, plant and equipment**

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

*Plant and equipment*

Plant and equipment is measured on the cost basis.

*Depreciation*

The depreciable amount of all other property, plant and equipment is depreciated over their estimated useful lives commencing from the time the asset is held available for use, consistent with the estimated consumption of the economic benefits embodied in the asset.

| <b>Class of fixed asset</b>              | <b>Depreciation rates</b> | <b>Depreciation basis</b> |
|--|---------------------------|---------------------------|
| Land and buildings at cost               | 0-3%                      | Straight line             |
| Paintings and art collection             | 1%                        | Straight line             |
| Furniture, fixtures and fittings at cost | 1-8%                      | Straight line             |
| Computer equipment at cost               | 5-33%                     | Straight line             |

**(h) Revenue from contracts with customers**

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

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

A change in policy in the recognition of membership income had been implemented, where the income is now recognised as earned within the year. This is to bring membership income in line per AASB15 where there is no obligation required to defer the income once the membership has been paid.

|  | <b>2019</b>          | <b>2018</b>          |
|--|----------------------|----------------------|
|  | <b>\$</b>            | <b>\$</b>            |
| <b>NOTE 2: CASH AND CASH EQUIVALENTS</b> |                      |                      |
| Cash on hand                             | 257                  | 73                   |
| Cash at bank                             | <u>19,207</u>        | <u>67,601</u>        |
|  | <u><u>19,464</u></u> | <u><u>67,674</u></u> |

**NOTE 3: RECEIVABLES**

CURRENT

|   |        |        |
|---|--------|--------|
| Receivables from contracts with customers | 12,536 | 28,337 |
|---|--------|--------|

THE ROYAL SOCIETY OF VICTORIA

ABN: 62145872663

NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019

|  | 2019<br>\$       | 2018<br>\$       |
|--|------------------|------------------|
| <b>NOTE 3: RECEIVABLES (CONTINUED)</b>                       |                  |                  |
| Other receivables  |                  |                  |
| -Sundry debtors  | <u>4,976</u>     | <u>15,192</u>    |
|  | <u>17,512</u>    | <u>43,529</u>    |
| <b>NOTE 4: INVENTORIES</b>                                   |                  |                  |
| CURRENT  |                  |                  |
| <i>At cost</i>   |                  |                  |
| Publications and coins                                       | <u>13,934</u>    | <u>22,013</u>    |
| <b>NOTE 5: OTHER ASSETS</b>                                  |                  |                  |
| CURRENT  |                  |                  |
| Prepayments  | <u>200</u>       | <u>200</u>       |
| <b>NOTE 6: INVESTMENTS ACCOUNTED FOR USING EQUITY METHOD</b> |                  |                  |
| NON CURRENT  |                  |                  |
| Equity accounted other investments                           | <u>839,558</u>   | <u>829,970</u>   |
| <b>NOTE 7: PROPERTY, PLANT AND EQUIPMENT</b>                 |                  |                  |
| <b>Buildings</b>   |                  |                  |
| At valuation   | 4,790,000        | 4,790,000        |
| Accumulated depreciation                                     | <u>(482,918)</u> | <u>(337,912)</u> |
|  | <u>4,307,082</u> | <u>4,452,088</u> |
|  | -                | -                |
| Painting and art collection at cost                          | 19,818           | 19,818           |
| Accumulated depreciation                                     | <u>(1,782)</u>   | <u>(1,584)</u>   |
|  | 18,036           | 18,234           |
| Furniture, fixtures and fittings at cost                     | 31,522           | 28,640           |
| Accumulated depreciation                                     | <u>(2,274)</u>   | <u>(93)</u>      |
|  | 29,248           | 28,547           |

THE ROYAL SOCIETY OF VICTORIA

ABN: 62145872663

NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019

|  | 2019                    | 2018                    |
|--|-------------------------|-------------------------|
|  | \$                      | \$                      |
| <b>NOTE 7: PROPERTY, PLANT AND EQUIPMENT (CONTINUED)</b> |                         |                         |
| Computer equipment at cost                               | 161,620                 | 132,644                 |
| Accumulated depreciation                                 | <u>(88,412)</u>         | <u>(77,280)</u>         |
|  | 73,208                  | 55,364                  |
| Burke and Wills collection at valuation                  | 2,225,000               | 2,225,000               |
| Library collection at valuation                          | <u>86,805</u>           | <u>86,805</u>           |
| Total property, plant and equipment                      | <u><u>6,739,379</u></u> | <u><u>6,866,038</u></u> |

**(a) Valuations**

The fair values of buildings have been determined by reference to director valuations, based upon independent valuations previously obtained on August 2016 from Jardine Llyoyd Thompson Pty Ltd. Such valuations are performed on a fair value basis, being the reinstatement value for the building at the valuation date.

For clarity, no freehold interest is owned by the Society.

Refer to Note 11: Fair Value Measurements for additional information on the fair value of property, plant and equipment.

**(b) Reconciliations**

Reconciliation of the carrying amounts of property, plant and equipment at the beginning and end of the current financial year

*Buildings*

|                         |                         |                         |
|-------------------------|-------------------------|-------------------------|
| Opening carrying amount | 4,452,088               | 4,597,094               |
| Depreciation expense    | <u>(145,006)</u>        | <u>(145,006)</u>        |
| Closing carrying amount | <u><u>4,307,082</u></u> | <u><u>4,452,088</u></u> |

*Painting and Art Collection*

|                         |                      |                      |
|-------------------------|----------------------|----------------------|
| Opening carrying amount | 18,234               | 18,432               |
| Depreciation expense    | <u>(198)</u>         | <u>(198)</u>         |
| Closing carrying amount | <u><u>18,036</u></u> | <u><u>18,234</u></u> |

*Furniture, fixtures and fittings*

|                         |                      |                      |
|-------------------------|----------------------|----------------------|
| Opening carrying amount | 28,547               | -                    |
| Additions               | 2,882                | 28,640               |
| Depreciation expense    | <u>(2,181)</u>       | <u>(93)</u>          |
| Closing carrying amount | <u><u>29,248</u></u> | <u><u>28,547</u></u> |

**THE ROYAL SOCIETY OF VICTORIA**  
**ABN: 62145872663**

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

|  | <b>2019</b>          | <b>2018</b>          |
|--|----------------------|----------------------|
|  | <b>\$</b>            | <b>\$</b>            |
| <b>NOTE 7: PROPERTY, PLANT AND EQUIPMENT (CONTINUED)</b> |                      |                      |
| <b>(b) Reconciliations (Continued)</b>                   |                      |                      |
| <i>Computer equipment</i>                                |                      |                      |
| Opening carrying amount                                  | 55,364               | 12,446               |
| Additions  | 28,976               | 51,806               |
| Depreciation expense                                     | <u>(11,132)</u>      | <u>(8,888)</u>       |
| Closing carrying amount                                  | <u><u>73,208</u></u> | <u><u>55,364</u></u> |
| <br><b>NOTE 8: PAYABLES</b>                              |                      |                      |
| CURRENT  |                      |                      |
| <i>Unsecured liabilities</i>                             |                      |                      |
| Trade creditors  | -                    | 11,484               |
| Sundry creditors   | <u>11,123</u>        | <u>10,446</u>        |
|  | <u><u>11,123</u></u> | <u><u>21,930</u></u> |
| <br><b>NOTE 9: PROVISIONS</b>                            |                      |                      |
| CURRENT  |                      |                      |
| Employee benefits  | <u>34,585</u>        | <u>18,868</u>        |
| NON CURRENT  |                      |                      |
| Employee benefits  | <u>22,764</u>        | <u>17,469</u>        |
| <br><b>NOTE 10: OTHER LIABILITIES</b>                    |                      |                      |
| CURRENT  |                      |                      |
| Deferred income  | <u>-</u>             | <u>66,421</u>        |

THE ROYAL SOCIETY OF VICTORIA

ABN: 62145872663

NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019

|  |       | 2019             | 2018             |
|--|-------|------------------|------------------|
|  |       | \$               | \$               |
| <b>NOTE 11: RESERVES</b>               |       |                  |                  |
| Building revaluation reserve           | 11(a) | 4,995,530        | 4,995,530        |
| Burke and Wills Collection reserve     | 11(b) | 2,225,000        | 2,225,000        |
| Investment revaluation reserve         | 11(c) | 444,888          | 318,054          |
| Library collection revaluation reserve | 11(d) | 86,805           | 86,805           |
| Devaluation of Fixtures and Fittings   | 11(e) | <u>(127,241)</u> | <u>(127,241)</u> |
|  |       | <u>7,624,982</u> | <u>7,498,148</u> |

**(a) Building revaluation reserve**

The Royal Society Building (8 La Trobe Street, Melbourne) and cottage (6 La Trobe Street, Melbourne) was valued during 2016. This valuation was provided by Jardine Lloyd Thompson Pty Ltd.

|                 |                  |                  |
|-----------------|------------------|------------------|
| Opening balance | <u>4,995,530</u> | <u>4,995,530</u> |
| Closing balance | <u>4,995,530</u> | <u>4,995,530</u> |

**(b) Burke and Wills Collection reserve**

The Burke and Wills Collection owned by the Society and held by the State Library of Victoria, was independently valued during 2011. This valuation was provided by Director Collections & Access, State Library Victoria.

|                 |                  |                  |
|-----------------|------------------|------------------|
| Opening balance | <u>2,225,000</u> | <u>2,225,000</u> |
|-----------------|------------------|------------------|

**(c) Investment revaluation reserve**

The investment revaluation reserve is used to record movements in market value of the investment portfolio, deemed to be held to maturity.

*Movements in reserve*

|  |                |                |
|--|----------------|----------------|
| Opening balance  | 318,054        | 370,829        |
| Increase (Decrease) in Market Value of Science Foundation Investment Portfolio | 124,283        | (53,071)       |
| Increase (Decrease) in Market Value of Direct Shares                           | <u>2,551</u>   | <u>296</u>     |
| Closing balance  | <u>444,888</u> | <u>318,054</u> |

**(d) Library collection revaluation reserve**

An independent valuation was obtained in 2010. There is no documentation to support this historical figure.

|                 |               |               |
|-----------------|---------------|---------------|
| Opening balance | <u>86,805</u> | <u>86,805</u> |
|-----------------|---------------|---------------|

THE ROYAL SOCIETY OF VICTORIA  
ABN: 62145872663

NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019

|   | 2019             | 2018             |
|---|------------------|------------------|
|   | \$               | \$               |
| <b>NOTE 11: RESERVES (CONTINUED)</b>            |                  |                  |
| <b>(e) Revaluation of Fixtures and Fittings</b> |                  |                  |
| Opening balance                                 | <u>(127,241)</u> | <u>(127,241)</u> |

**NOTE 12: RELATED PARTY TRANSACTIONS**

**(a) Council disclosure**

The council are not remunerated and there are no other related parties.

**NOTE 13: KEY MANAGEMENT PERSONNEL COMPENSATION**

Compensation received by key management personnel of the association

|                      |                |  |
|----------------------|----------------|--|
| - Total compensation | <u>123,972</u> |  |
|                      | <u>123,972</u> |  |

**NOTE 14: EVENTS SUBSEQUENT TO REPORTING DATE**

The World Health Organisation declared a pandemic in relation to the COVID-19 virus on March 11 2020. As at the date of signing these financial statements, the impact of the virus on the association includes the ceasing of venue hire and member events are now held on online platforms.

Aside from the above, there has been no matters or circumstances, which have arisen since year end that have significantly affected or may significantly affect:

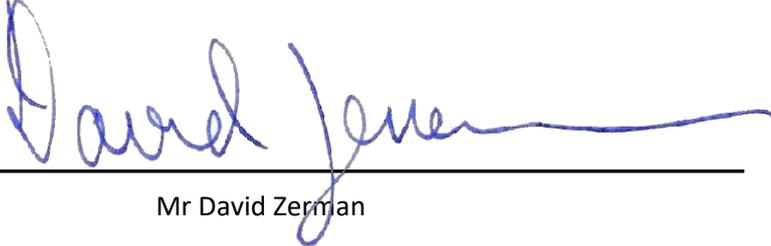
- a) the operations, in financial years subsequent to year end, of the association, or
- b) the results of those operations, or
- c) the state of affairs in financial years subsequent to year end, of the association.

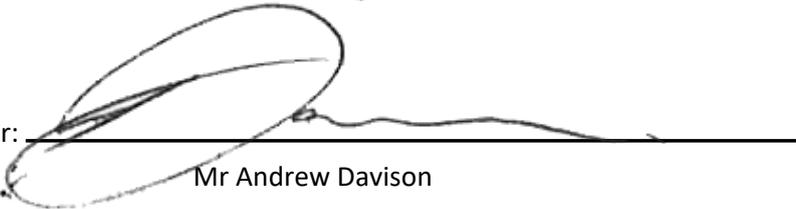
**STATEMENT BY MEMBERS OF THE COUNCIL**

In the opinion of the council the financial report as set out on pages 3 - 14:

1. Presents fairly the financial position of The Royal Society of Victoria as at 31 December 2019 and performance for the year ended on that date in accordance with the Australian Accounting Standards - Reduced Disclosure Requirements and other mandatory professional reporting requirements.
2. At the date of this statement, there are reasonable grounds to believe that The Royal Society of Victoria will be able to pay its debts as and when they become due and payable.

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

President:   
Mr David Zerman

Treasurer:   
Mr Andrew Davison

Dated this 6th day of May, 2020

**THE ROYAL SOCIETY OF VICTORIA  
ABN: 62145872663**

**CERTIFICATE BY MEMBER OF COUNCIL**

I, David Zerman of 21 Oakleigh Road, Carnegie, Victoria 3163 and I, Nicola Williams of 16 Viewmount Road, Glen Waverley, Victoria 3150, certify that:

- (a) We are members of the council of The Royal Society of Victoria.
- (b) We attended the annual general meeting of the association held on 14 May, 2020
- (c) We are authorised by the attached resolution of the Council to sign this certificate.
- (d) This annual statement was submitted to the members of the association at its annual general meeting.

Dated this 15th day of May, 2020

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David Zerman (President)

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Nicola Williams (Vice-President)

THE ROYAL SOCIETY OF VICTORIA  
ABN: 62145872663

REVIEW REPORT  
TO THE MEMBERS OF THE ROYAL SOCIETY OF VICTORIA

*Conclusion*

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the financial report of The Royal Society of Victoria does not satisfy the requirements of Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* including:

- 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 period ended on that date; and
- complying with Australian Accounting Standards and Division 60 of the Australian Charities and Not-for-profits Commission Regulation 2013.

We have reviewed the financial report of The Royal Society of Victoria, "the Association", which comprises the statement of financial position as at 31 December 2019, the statement of profit or loss and other comprehensive income, statement of changes in members funds and 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 of board of council members.

In our opinion, the accompanying financial report of The Royal Society of Victoria, is in accordance with Division 60 of the Australian Charities and Not-for-profits Commission Act 2012, including:

- a. giving a true and fair view of the Association's financial position as at 31 December 2019 and of its financial performance for the year then ended; and
- b. complying with Australian Accounting Standards - Reduced Disclosure Requirements and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

*Independence*

In conducting our review, we have complied with APES 110 Code of Ethics for Professional Accountants.



M J HARRISON

Partner



PITCHER PARTNERS

Melbourne