

**INDEPENDENT AUDIT REPORT
TO THE MEMBERS OF BETHANY COMMUNITY SUPPORT INC**

Report on the Concise Financial Report

The accompanying concise financial report of Bethany Community Support Inc comprises the Statement of Financial Position as at 30 June 2010 , the Statement of Comprehensive Income, Statement of Cash Flows and the Statement of Changes in Equity for the year ended on that date , derived from the audited financial report of Bethany Community Support Inc for the year ended 30 June 2010 .The concise financial report does not contain all the disclosures required by the Australian Accounting Standards.

The Committee's Responsibility for the Concise Financial Report

The Committee is responsible for the preparation and presentation of the concise financial report in accordance with Accounting Standard AASB 1039 Concise *Financial Reports*, and Association Incorporations Act (Vic). This responsibility includes establishing and maintaining internal control relevant to the preparation of the Concise financial report; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

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

Our procedures in respect of the concise financial report included testing that the information in the concise financial report is derived from, and is consistent with, the financial report for the year, and examination on a test basis, of evidence supporting the amounts and other disclosures which were not directly derived from the financial report for the year. These procedures have been undertaken to form an opinion whether, in all material respects, the concise financial report complies with Accounting Standard AASB 1039 Concise *Financial Reports*.

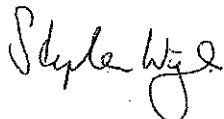
Our responsibility is to express an opinion on the Concise financial report based on our audit procedures. We have conducted an independent audit, in accordance with Australian Auditing Standards, of the financial report of Bethany Community Support Inc for the year ended 30 June 2010. Our audit report on the financial report for the year was signed on 29 October 2010 and was not subject to any modification. The Australian Auditing 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 for the year is free from material misstatement.

Independence

In conducting our audit, we have followed applicable independence requirements of Australian professional ethics pronouncements.

Auditor's Opinion

In our opinion, the concise financial of Bethany Community Support Inc for the year ended 30 June 2010 complies with Accounting Standard AASB 1039 Concise *Financial Reports*.



Stephen Wight
Director

Davidsons Assurance Services Pty Ltd
101 West Fyans Street
Newtown, Vic. 3220

Dated this 09th day of November 2010.

BETHANY COMMUNITY SUPPORT INC.
Relationship to the Financial Report

- (a) The concise financial report is an extract from the financial report.
- (b) The financial statements and specific disclosures included in this concise financial report have been derived from the financial report.
- (c) The concise financial report cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the entity as the financial report.
- (d) Further financial information can be obtained from the financial report and this is available, free of charge, on request to Bethany Community Support Inc.

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2010

	<u>2010</u>	<u>2009</u>
	\$	\$
REVENUE FROM ORDINARY ACTIVITIES	6,667,556	6,482,253
EXPENSES FROM ORDINARY ACTIVITIES		
Employee Entitlements	4,504,438	4,326,574
Supplies & Consumables	977,780	1,537,316
Operating Leases	83,384	77,123
Depreciation	143,771	156,317
Other Expenses	73,983	73,436
TOTAL EXPENSES	<u>5,783,356</u>	<u>6,170,766</u>
Profit for the Year	<u>884,200</u>	<u>311,487</u>
OTHER COMPREHENSIVE INCOME		
Net Gain/Loss on Revaluation of Assets	<u>(370,667)</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	<u>513,533</u>	<u>311,487</u>

BETHANY COMMUNITY SUPPORT INC.

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2010

	<u>2010</u>	<u>2009</u>
	\$	\$
<u>ASSETS</u>		
<u>CURRENT ASSETS</u>		
Cash and Cash Equivalents	2,835,435	3,398,377
Trade and Other Receivables	46,777	81,165
<u>TOTAL CURRENT ASSETS</u>	<u>2,882,212</u>	<u>3,479,542</u>
 <u>NON-CURRENT ASSETS</u>		
Property, plant and equipment	5,901,401	4,363,187
<u>TOTAL NON-CURRENT ASSETS</u>	<u>5,901,401</u>	<u>4,363,187</u>
 <u>TOTAL ASSETS</u>	 <u>8,783,613</u>	 <u>7,842,729</u>
 <u>LIABILITIES</u>		
<u>CURRENT LIABILITIES</u>		
Trade and Other Payables	625,172	348,541
Provisions	404,609	289,816
<u>TOTAL CURRENT LIABILITIES</u>	<u>1,029,781</u>	<u>638,357</u>
 <u>NON-CURRENT LIABILITIES</u>		
Provisions	99,441	63,514
<u>TOTAL NON-CURRENT LIABILITIES</u>	<u>99,441</u>	<u>63,514</u>
 <u>TOTAL LIABILITIES</u>	 <u>1,129,222</u>	 <u>701,871</u>
 <u>NET ASSETS</u>	 <u>7,654,391</u>	 <u>7,140,858</u>
 <u>EQUITY</u>		
Retained Surplus	5,723,673	4,839,473
Reserves	1,930,718	2,301,385
<u>TOTAL EQUITY</u>	<u>7,654,391</u>	<u>7,140,858</u>

BETHANY COMMUNITY SUPPORT INC.

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2010

	<u>2010</u>	<u>2009</u>
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from appropriations / grants	5,904,736	5,388,136
Receipts from services supplied	712,855	841,746
Interest received	136,742	206,967
Payments to employees	(4,353,718)	(4,333,418)
Payments to suppliers	(1,179,551)	(1,593,005)
Net cash flows from operating activities	<u>1,221,064</u>	<u>510,426</u>
 CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of assets	60,760	46,392
Payments for property, plant & equipment	(1,844,766)	(169,486)
Net cash flows from investing activities	<u>(1,784,006)</u>	<u>(123,094)</u>
Net increase (decrease) in cash held	(562,942)	387,332
Cash at beginning of the financial year	<u>3,398,377</u>	<u>3,011,045</u>
Cash at end of the financial year	<u>2,835,435</u>	<u>3,398,377</u>

BETHANY COMMUNITY SUPPORT INC.

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2010

	Retained Earnings	Asset Revaluation Reserve	Total
	\$	\$	\$
Balance at 30 June 2008	4,527,986	2,301,385	6,829,371
Surplus for Year	311,487	-	311,487
Total Other Comprehensive Income	-	-	-
Balance at 30 June 2009	4,839,473	2,301,385	7,140,858
Surplus for Year	884,200	-	884,200
Total Other Comprehensive Income	-	(370,672)	(370,672)
Balance at 30 June 2010	5,723,673	1,930,713	7,654,386

Events occurring after balance date.

No events of note occurred after balance date.