

**ALZHEIMER'S DISEASE AND RELATED DISORDERS
ASSOCIATION OF VICTORIA INC.
ABN: 14 671 840 186**

FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2011

**ALZHEIMER'S DISEASE AND RELATED DISORDERS
ASSOCIATION OF VICTORIA INC.**

**FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2011**

TABLE OF CONTENTS

Board's Report	1
Financial Report	
Statement of Comprehensive Income	2
Balance Sheet	4
Statement of Changes in Equity	5
Cash Flow Statement	6
Notes to the Financial Statements	7
Statement by Members of the Board	17
Independent Audit Report	18

**ALZHEIMER'S DISEASE AND RELATED DISORDERS
ASSOCIATION OF VICTORIA INC.**

BOARD'S REPORT

Your Board members submit the financial report of Alzheimer's Disease and Related Disorders Association of Victoria Inc. for the year ended 30 June 2011.

BOARD MEMBERS

The names of Board members during the financial year and at the date of this report are:

David Galbally QC

Neil Samuel

Geoff Slade

Stephen Hawke

Keith Wehl

Mary Lyttle

Michael Woodward

Lynette Allison

Ian Knight

Fiona Mason

PRINCIPAL ACTIVITIES

The principal activities of the Association during the year were to provide for people with dementia, their carers and those working with them, students and the general community: a range of compassionate support activities and programs; a range of comprehensive information and education activities; community education and translation of research on dementia risk reduction into practice; effective and strategic leadership in co-ordinating advocacy activities, and ensuring sound financial and administrative support.

SIGNIFICANT CHANGES

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

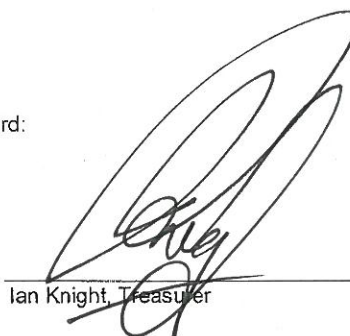
OPERATING RESULT

The surplus amounted to \$1,366,450 (\$454,492 in 2010).

Signed in accordance with a resolution of the Members of the Board:



Stephen Hawke Vice President
28 September 2011


Ian Knight, Treasurer

**ALZHEIMER'S DISEASE AND RELATED DISORDERS
ASSOCIATION OF VICTORIA INC.**

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2011**

	Note	2011 \$	2010 \$
INCOME			
Government grants (including specific purpose grants)	1 (f)	7,118,707	5,977,644
Donations		676,261	484,737
Merchandising income		44,347	52,142
Income from fundraising / special events		100,867	10,094
Bequests		185,925	3,600
Interest		132,734	61,479
Salary packaging		16,271	16,097
Fees for services		149,386	161,424
Subscriptions		40,060	62,165
Sundry income		87,106	90,133
		8,551,664	6,919,515
EXPENDITURE			
Salaries and wages			
Service provider		3,959,017	3,616,988
Administration		594,198	545,105
Staff development		68,840	43,907
Staff recruitment		39,593	56,604
Staff amenities and other costs		29,704	20,000
Superannuation		384,725	370,439
Workcover		71,011	55,422
Fringe benefits		23,383	34,039
Board and AGM		2,872	6,377
Travel and accommodation		389,186	336,232
Communication		174,728	177,181
Office		70,225	58,987
Printing and stationery		242,342	235,302
Occupancy		270,807	268,939
Repairs and maintenance		56,014	53,799
Subscriptions/memberships		14,785	4,436
Membership - Alzheimer's Australia Affiliation		44,062	44,062
Program delivery		210,406	281,417
Financial costs		22,394	23,065

The accompanying notes form part of this financial report.

**ALZHEIMER'S DISEASE AND RELATED DISORDERS
ASSOCIATION OF VICTORIA INC.**

**STATEMENT OF COMPREHENSIVE INCOME (cont)
FOR THE YEAR ENDED 30 JUNE 2011**

	Note	2011 \$	2010 \$
Consultants		591,417	337,471
Merchandising expenditure		41,160	18,591
Advertising and publicity		75,025	71,026
Depreciation and amortisation		143,920	168,718
Volunteer costs		3,798	3,317
Minor capital expenditure		620	1,954
		<u>7,524,232</u>	<u>6,833,380</u>
Surplus/(deficit) from operations		1,027,432	86,135
Bequest - Research		69,914	212,370
Dividends received - Research		65,989	53,200
Surplus/(deficit) on sale of shares - Research		142,254	45,786
Donations - Research		13,928	29,981
Interest received - Research		46,933	27,020
Surplus/(deficit)		<u>1,366,450</u>	<u>454,492</u>
Other comprehensive income			
Revaluation increment on land and buildings		-	1,336,873
Unrealised increment on shares		25,786	71,579
Transfer from financial asset valuation reserve on sale of shares		(56,103)	(14,169)
Total comprehensive income		<u>1,336,133</u>	<u>1,848,775</u>

The accompanying notes form part of this financial report.

**ALZHEIMER'S DISEASE AND RELATED DISORDERS
ASSOCIATION OF VICTORIA INC.**

**BALANCE SHEET
AS AT 30 JUNE 2011**

	Note	2011 \$	2010 \$
CURRENT ASSETS			
Cash and cash equivalents	2	5,266,306	2,556,231
Trade and other receivables	3	145,421	316,718
Other financial assets	4	255,053	1,067,479
Inventories		8,439	22,032
TOTAL CURRENT ASSETS		5,675,219	3,962,460
NON-CURRENT ASSETS			
Property, plant and equipment	5	7,494,549	7,531,255
TOTAL NON-CURRENT ASSETS		7,494,549	7,531,255
TOTAL ASSETS		13,169,768	11,493,716
CURRENT LIABILITIES			
Trade and other payables	6	729,064	411,041
Employee benefits	7	540,803	543,128
Other liabilities	8	962,116	983,298
TOTAL CURRENT LIABILITIES		2,231,983	1,937,467
NON-CURRENT LIABILITIES			
Employee benefits	7	107,665	73,488
Other liabilities	8	11,227	-
TOTAL NON-CURRENT LIABILITIES		118,892	73,488
TOTAL LIABILITIES		2,350,875	2,010,955
NET ASSETS		10,818,893	9,482,760
MEMBERS' FUNDS			
Accumulated surplus	9	4,492,717	3,466,349
Asset revaluation reserve	10	4,438,226	4,438,226
Other reserves	10	1,887,950	1,578,185
TOTAL MEMBERS' FUNDS		10,818,893	9,482,760

The accompanying notes form part of this financial report.

**ALZHEIMER'S DISEASE AND RELATED DISORDERS
ASSOCIATION OF VICTORIA INC.**

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2011**

	Accumulated Surplus	Other Reserves	Research Reserve	Financial Asset Valuation Reserve	Asset Revaluation Reserve	Total
	\$	\$	\$	\$	\$	\$
Balance as at 30 June 2009	3,380,602	20,693	1,105,223	26,114	3,101,353	7,633,985
Surplus/(deficit)	454,492	-	-	-	-	454,492
Revaluation increment	-	-	-	-	1,336,873	1,336,873
Unrealised increment	-	-	-	71,579	-	71,579
Transfer to income on sale of shares	-	-	-	(14,169)	-	(14,169)
Transfer to reserves	(368,745)	1,745	367,000	-	-	-
Balance as at 30 June 2010	3,466,349	22,438	1,472,223	83,524	4,438,226	9,482,760
Surplus/(deficit)	1,366,450	-	-	-	-	1,366,450
Revaluation increment	-	-	-	-	-	-
Unrealised increment	-	-	-	25,786	-	25,786
Transfer to income on sale of shares	-	-	-	(56,103)	-	(56,103)
Transfer to reserves	(340,082)	1,064	339,018	-	-	-
Balance as at 30 June 2011	4,492,717	23,502	1,811,241	53,207	4,438,226	10,818,893

The accompanying notes form part of this financial report.

**ALZHEIMER'S DISEASE AND RELATED DISORDERS
ASSOCIATION OF VICTORIA INC.**

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2011**

	Note	2011 \$	2010 \$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from government and other sources		8,418,930	6,858,036
Payments to suppliers and employees		(6,658,737)	(7,160,609)
Interest received		132,734	61,479
Net cash provided by/(used in) operating activities		<u>1,892,927</u>	<u>(241,094)</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from sale of shares		924,362	234,773
Purchase of shares		-	(14,377)
Payments for property, plant and equipment		(107,214)	(41,668)
Net cash provided by/(used in) investing activities		<u>817,148</u>	<u>178,728</u>
Net increase/(decrease) in cash held		2,710,075	(62,366)
Cash and cash equivalents at beginning of financial year		2,556,231	2,618,597
Cash and cash equivalents at end of financial year	2	<u>5,266,306</u>	<u>2,556,231</u>

The accompanying notes form part of this financial report.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2011

The financial statements cover Alzheimer's Disease and Related Disorders Association of Victoria Inc. as an individual entity. The Association is an association incorporated in Victoria under the Associations Incorporation Act 1981.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

Alzheimer's Disease and Related Disorders Association of Victoria Inc. has elected to early adopt the pronouncements AASB 1053: Application of Tiers of Australian Accounting Standards and AASB 2010-2: Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements to the annual reporting period beginning 1 July 2010.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements of Australian Accounting Standards Board (AASB) and the Associations Incorporation Act 1981.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of the financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities

Accounting Policies

(a) Inventories

Inventories are measured at the lower of cost and net realisable value.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2011

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

(b) Property, Plant and Equipment

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

Plant and equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by the Association to ensure it is not in excess of the recoverable amount of these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets' employment and subsequent disposal. The expected net cash flows have not been discounted to their present values in determining recoverable amounts.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the association and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of comprehensive income during the financial period in which they are incurred.

Freehold land and buildings are brought to account at cost or at independent or directors' valuation.

Depreciation

The depreciable amount of all fixed assets, including buildings and capitalised lease assets, is depreciated on a straight-line basis over the asset's useful life commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

Class of fixed asset	Depreciation Rate
Buildings	2.5%
Office Equipment	25% - 33.3%
Furniture & Fittings	10.0%
Computer Hardware	20% - 25%

The asset's residual values and useful lives are reviewed and adjusted, if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation relating to that asset are transferred to retained earnings.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2011

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

(c) Leases

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses on a straight-line basis over the lease term.

Lease incentives under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

(d) Employee Benefits

Provision is made for the association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may not satisfy vesting requirements. Those cash outflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

Contributions are made by the Association to an employee superannuation fund and are charged as expenses when incurred.

(e) Cash and Cash Equivalents

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

(f) Government Grants

Government grants for the current year are brought to account as revenue upon receipt. Any grants which are reciprocal where a present obligation exists to repay the grant, are treated as a liability in accordance with AASB 1004 Contributions. Grants received in relation to future periods' funding are treated as grants received in advance in the financial statements.

(g) Trust Funds

Funds received in the form of donations or sponsorship which are tied to a specific event or project are held as "Trust Funds" in the balance sheet. These funds will only be brought to account as income in the period in which the costs associated with the specific project are incurred.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2011

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

(h) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the balance sheet.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(i) Impairment of Assets

At each reporting date, the association reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value-in-use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

Where it is not possible to estimate the recoverable amount of an individual asset, the association estimates the recoverable amount of the cash-generating unit to which the asset belongs.

(j) Revenue and Other Income

Donations and bequests are recognised when received.
Interest revenue is recognised using the effective interest rate method.
Revenue from the sale of goods is recognised at the point of delivery.
Revenue from the provision of services is recognised on an accrual basis.
Revenue from subscriptions is recognised when received.

(k) Comparative Figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

Critical Accounting Estimates and Judgments

The Board evaluates the estimates and judgments incorporated into the financial report based on historical knowledge and the best available current information. Estimates assume a reasonable expectation of future events and are based on current data.

The financial report was authorised for issue on 28th September 2011 by the members of the Board.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2011

	Note	2011 \$	2010 \$
NOTE 2: CASH AND CASH EQUIVALENTS			
Cash on hand		2,150	1,950
Cash at bank		108,661	94,358
Short term deposits		5,155,495	2,459,923
		<u>5,266,306</u>	<u>2,556,231</u>
(a) Included in cash and cash equivalents is research funds of \$1,609,395 representing funds to be used solely for research purposes.			
NOTE 3: TRADE AND OTHER RECEIVABLES			
Trade receivables		56,135	273,991
Prepayments		89,286	42,727
		<u>145,421</u>	<u>316,718</u>
NOTE 4: OTHER FINANCIAL ASSETS			
Listed shares at market value 30 June		<u>255,053</u>	<u>1,067,479</u>
NOTE 5: PROPERTY, PLANT & EQUIPMENT			
98 Riversdale Rd, Hawthorn			
Land at Independent Valuation 30 June 2010	(a)	2,902,000	2,902,000
Building at Independent Valuation 30 June 2010	(a)	372,000	372,000
Building at cost		4,510	-
Less accumulated depreciation		(9,300)	-
		<u>3,269,210</u>	<u>3,274,000</u>
100 Riversdale Rd, Hawthorn			
Land at Independent Valuation 30 June 2010	(a)	2,031,750	2,031,750
Building at Independent Valuation 30 June 2010	(a)	344,800	344,800
Less accumulated depreciation		(8,630)	-
		<u>2,367,920</u>	<u>2,376,550</u>
104 Riversdale Rd, Hawthorn (AAV share of 63.49%)			
Land at Independent Valuation 30 June 2010	(a)	1,335,671	1,335,671
Building at Independent Valuation 30 June 2010	(a)	209,263	209,263
Less accumulated depreciation		(5,232)	-
		<u>1,539,702</u>	<u>1,544,934</u>
(a) The independent valuation of land and buildings was conducted by: Andrew Weaver AAPI and Mark D. Ferrier AAPI Australian Property Institute Member No. 1501 and 1343			

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2011

	2011 \$	2010 \$
NOTE 5: PROPERTY, PLANT & EQUIPMENT (cont)		
Office equipment at cost	441,416	436,722
Less accumulated depreciation	<u>(415,838)</u>	<u>(400,948)</u>
	<u>25,578</u>	<u>35,774</u>
Computer equipment at cost	661,817	565,361
Less accumulated depreciation	<u>(541,824)</u>	<u>(496,041)</u>
	<u>119,993</u>	<u>69,320</u>
Furniture, fixtures and fittings at cost	420,393	418,839
Less accumulated depreciation	<u>(289,293)</u>	<u>(256,910)</u>
	<u>131,100</u>	<u>161,929</u>
Leasehold improvements	110,807	110,807
Less accumulated amortisation	<u>(69,761)</u>	<u>(42,059)</u>
	<u>41,046</u>	<u>68,748</u>
Total property, plant and equipment	<u>7,494,549</u>	<u>7,531,255</u>

ALZHEIMER'S DISEASE AND RELATED DISORDERS
ASSOCIATION OF VICTORIA INC.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2011

NOTE 5: PROPERTY, PLANT AND EQUIPMENT (Cont)

(a) Movements in carrying amounts 2011

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.

	Balance at start \$	Additions \$	Disposals \$	Depreciation/amortisation Expense \$	Write back \$	Revaluation \$	Balance at end \$
98 Riversdale Rd	3,274,000	4,510	-	(9,300)	-	-	3,269,210
100 Riversdale Rd	2,376,550	-	-	(8,630)	-	-	2,367,920
104 Riversdale Rd	1,544,934	-	-	(5,232)	-	-	1,539,702
Office equipment	35,774	4,694	-	(14,890)	-	-	25,578
Computer equipment	69,320	96,456	-	(45,783)	-	-	119,993
Furniture, fixtures and fittings	161,929	1,554	-	(32,383)	-	-	131,100
Leasehold improvements	68,748	-	-	(27,702)	-	-	41,046
Total	7,531,255	107,214	-	(143,920)	-	-	7,494,549

ALZHEIMER'S DISEASE AND RELATED DISORDERS
ASSOCIATION OF VICTORIA INC.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2011

	Note	2011 \$	2010 \$
NOTE 6: TRADE AND OTHER PAYABLES			
Trade payables		283,367	128,621
Contribution to Alzheimer's Australia Research Limited		83,842	7,988
GST payable		97,162	70,744
Accrued expenses		264,693	203,688
		<u>729,064</u>	<u>411,041</u>
NOTE 7: EMPLOYEE BENEFITS			
CURRENT			
Employee benefits		540,803	543,128
NON-CURRENT			
Employee benefits		107,665	73,488
Aggregate employee benefits liability		<u>648,468</u>	<u>616,616</u>
Balance at the start of the year		616,616	589,224
Additional provisions		329,756	345,912
Amounts used		(297,904)	(318,520)
Balance at the end of the year		<u>648,468</u>	<u>616,616</u>
NOTE 8: OTHER LIABILITIES			
Grants received in advance (Current)	1(f)	961,116	982,298
Trust funds	1(g)	<u>1,000</u>	<u>1,000</u>
		<u>962,116</u>	<u>983,298</u>
Grants received in advance (Non - Current)	1(f)	<u>11,227</u>	<u>-</u>
		<u>11,227</u>	<u>-</u>
NOTE 9: ACCUMULATED SURPLUS			
Accumulated surplus at the beginning of the financial year		3,466,349	3,380,602
Surplus/(deficit)		1,366,450	454,492
Transfer to reserves		(340,082)	(368,745)
Accumulated surplus at the end of the financial year		<u>4,492,717</u>	<u>3,466,349</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2011

NOTE 10: RESERVES

ASSET REVALUATION RESERVE

The asset revaluation reserve records revaluations of non-current assets.

OTHER RESERVES

The other reserve records monies held for use to fund attendance at National conferences.

FINANCIAL ASSET VALUATION RESERVE

The financial asset valuation reserve records revaluations of financial assets.

RESEARCH RESERVE

The research reserve records monies held for research.

NOTE 11: LEASING COMMITMENTS

OPERATING LEASE COMMITMENTS

Payable

Not later than 1 year

Later than 1 year but not later than 5 years

2011
\$

2010
\$

232,881

252,544

130,947

266,974

363,828

519,518

The motor vehicle operating leases are for varied terms not exceeding 4 years. The property leases are non-cancellable with rent payable monthly in advance and are for varied terms not exceeding 3 years.

NOTE 12: KEY MANAGEMENT PERSONNEL COMPENSATION

Short-term benefits

465,493

348,554

NOTE 13: RELATED PARTIES

BOARD OF DIRECTORS

The names of persons who were on the Board of Directors at any time during the financial year were as follows:

David Galbally, Mary Lyttle, Lynette Allison,
Fiona Mason, Stephen Hawke, Neil Samuel,
Michael Woodward, Geoff Slade, Keith Wehl and Ian Knight.

REMUNERATION OF DIRECTORS

Income received or due and receivable, by the 10 Directors (11 in 2010) of the Association from the Association

-

-

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2011

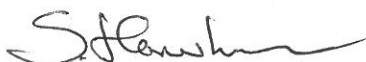
	2011 \$	2010 \$
NOTE 13: RELATED PARTIES (cont)		
RELATED PARTY TRANSACTIONS		
During the year ended 30 June 2011, the Association was provided with services by the Slade Group of which Geoff Slade is the Chairman. The services consisted of recruitment provided at a 50% discount to normal commercial rates and provision of temporary staff. During the year ended 30 June 2010, the Association was provided with services by the Slade Group of which Geoff Slade is the Chairman. The services consisted of recruitment provided at a 50% discount to normal commercial rates and provision of a Staff Climate Survey.	20,522	11,300
NOTE 14: RESEARCH INCOME		
Research income comprising of bequest and interest income is specifically designated in the terms of the bequestors to be used solely for research purposes only.		
NOTE 15: ASSOCIATION DETAILS		
The principal place of business of the Association is: Alzheimer's Disease and Related Disorders Association of Victoria Inc. 98 Riversdale Rd, Hawthorn Vic 3122		

STATEMENT BY MEMBERS OF THE BOARD

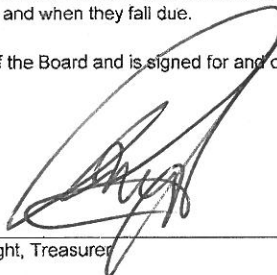
In the opinion of the Board this financial report:

1. Presents a true and fair view of the financial position of Alzheimer's Disease and Related Disorders Association of Victoria Inc. as at 30 June 2011 and its performance for the year ended on that date in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board.
2. At the date of this statement, there are reasonable grounds to believe that Alzheimer's Disease and Related Disorders Association of Victoria Inc. will be able to pay its debts as and when they fall due.

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



Stephen Hawke Vice President
28 September 2011



Ian Knight, Treasurer

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF ALZHEIMER'S DISEASE AND RELATED DISORDERS ASSOCIATION OF VICTORIA INC.

Report on the Financial Report

We have audited the accompanying financial report of Alzheimer's Disease and Related Disorders Association of Victoria Inc., which comprises the balance sheet as at 30 June 2011 and the statement of comprehensive income, statement of changes in equity and cash flow statement for the year then ended, notes comprising a summary of significant accounting policies, other explanatory notes and the statement by members of the Board.

The Board's Responsibility for the Financial Report

The Board is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Associations Incorporation Act 1981 (Victoria), and for such internal control as management determines is necessary to enable the preparation of the 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 conducted our audit in accordance with Australian Auditing Standards. These 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 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 entity's preparation and fair presentation of the financial report 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board, as well as evaluating the overall presentation of the financial report.

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

Auditor's Opinion

In our opinion the financial report gives a true and fair view of the financial position of Alzheimer's Disease and Related Disorders Association of Victoria Inc. as at 30 June 2011, and of its financial performance and cash flows for the year then ended in accordance with the Australian Accounting Standards - Reduced Disclosure Requirements and the Associations Incorporations Act 1981 (Victoria).



MDHC Audit Assurance Pty Ltd



Kevin P. Adams
Director

Hawthorn
28 September 2011