

The Baking Industry Association of Queensland

ABN 42 742 317 256

Financial Statements

For the Year Ended 31 December 2022

The Baking Industry Association of Queensland

ABN 42 742 317 256

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The Baking Industry Association of Queensland

Independent Auditor's Report to the members of The Baking Industry Association of Queensland

Report on the Audit of the Financial Report

Opinion

I have audited the financial report of The Baking Industry Association of Queensland (the Reporting Unit) and its subsidiaries (together the Group), which comprises the statement of financial position as at 31 December 2022, the statement of profit or loss and other 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 committee of management statement.

The audit report has been prepared based on the requirements of section 768 of the *Industrial Relations Act 2016*.

In my opinion, the accompanying financial report presents fairly, in all material respects, the financial position of The Baking Industry Association of Queensland and its subsidiaries as at 31 December 2022 and of its financial performance and its cash flows for the year ended on that date in accordance with:

- (i) Tier 1 reporting requirements under Australian Accounting Standards; and
- (ii) any other requirements imposed by the Reporting Guidelines under section 765 of the *Industrial Relations Act 2016* or Part 11 of Chapter 12 of the Act.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of my report. I am independent of the Reporting Unit in accordance with the auditor independence requirements of 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 my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Information Other than the Financial Report and Auditor's Report Thereon

The Committee of Management is responsible for the other information. The other information obtained at the date of this auditor's report is in the Operating Report accompanying the financial report.

My opinion on the financial report does not cover the other information and accordingly I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial report, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Responsibilities of Committee of Management for the Financial Report

The Committee of Management of the Reporting Unit is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Industrial Relations Act 2016*, and for such internal control as the Committee of Management 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 Committee of Management is responsible for assessing the Reporting Unit'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 Committee of Management either intends to liquidate the Reporting Unit or to cease operations, or have no realistic alternative but to do so.

The Baking Industry Association of Queensland

Independent Auditor's Report to the members of The Baking Industry Association of Queensland

Auditor's Responsibilities for the Audit of the Financial Report

My 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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 the financial report.

As part of an audit in accordance with the Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Reporting Unit's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Committee of Management.
- Conclude on the appropriateness of the Committee of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Reporting Unit's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Reporting Unit to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Reporting Unit to express an opinion on the financial report. I am responsible for the direction, supervision and performance of the Reporting Unit audit. I remain solely responsible for my audit opinion

I communicate with the Committee of Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

The Baking Industry Association of Queensland

Independent Auditor's Report to the members of The Baking Industry Association of Queensland

Report on other legal and regulatory requirement

- I declare that management's use of the going concern basis in the preparation of the financial statements of the Reporting Unit is appropriate.
- I declare that I am an approved auditor as defined by section 766 of the *Industrial Relations Act 2016* being a member of Chartered Accountants Australia & New Zealand who holds a current Public Practice Certificate.

SAAS Audit Pty Ltd



James Kenward
Director

138 Juliette Street
Greenslopes QLD 4120

Dated: 8/5/2023

The Baking Industry Association of Queensland

ABN 42 742 317 256

Certificate By Prescribed Designated Officer

I, Mark Dennien being the President of The Baking Industry Association of Queensland, certify:

- that the documents lodged herewith are copies of the full report for The Baking Industry Association of Queensland for the period ended 31 December 2022; and
- that the documents lodged are copies of the documents presented to a general meeting of members of the reporting unit on in accordance with section 782 of the *Industrial Relations Act 2016*.

.....
Mark Dennien (President)
Prescribed designated officer

Dated:

The Baking Industry Association of Queensland

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Operating Report For the Year Ended 31 December 2022

In accordance with section 764 of the *Industrial Relations Act 2016* ("the Act") the Committee of Management presents its operating report on the Group, being the Company (the 'Reporting Unit') and its controlled entities, for the year ended 31 December 2022.

1. Operating results and review of operations for the year

Review of principal activities, the results of those activities and any significant changes in the nature of those activities during the year

The principal activities of the Reporting Unit were:

- To act as an advocate for Queensland bakers and the industry in general.
- To provide advice to members on staffing and employment issues.

The principal activities of the Reporting Unit's controlled entities were:

- Baking Industry Group Limited is a membership-based organisation, operating at a national level acting as an advocacy group for members and holding events and competitions.
- Baking Industry Training Australia Pty Ltd is a fully registered training organisation that delivers nationally accredited training for the baking industry.
- Bread House Pty Ltd is an asset holding entity within the Group, providing training facilities and the Group's head office.
- National Baking Industry Association Pty Ltd is no longer active, its operations have been moved into Baking Industry Group Limited.

There have been no significant changes to the principal activities of the organisation.

The loss from ordinary activities of the Group after tax was \$556,478 (2021: profit \$366,908). This significant reduction in profits for the year was influenced by the following key matters:

- a significant gain on the sale of an investment property by the Group occurred in 2021 which improved results, rental income from this property also ceased
- employment and other costs increased compared to the prior year
- there was a significant unrealised loss on an investment portfolio held by the Group

Significant changes in financial affairs

There have been no significant changes to the financial affairs of the organisation.

Right of members to resign

Members of the organisation have the right to resign from the organisation under section 726 of the Act and rule 8(1) of the rules of the organisation.

The Baking Industry Association of Queensland

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Operating Report

For the Year Ended 31 December 2022

1. Operating results and review of operations for the year

Officers or members who are superannuation fund trustee(s) (include position details) or director of a company that is a superannuation fund trustee

No officer or member of the Reporting Unit holds a position as a trustee or director of a superannuation entity or exempt public sector superannuation scheme where the criterion for holding such position is that they are an officer or member of an organisation.

Number of members

The number of members of the Reporting Unit at 31 December 2022 was 55 (2021: 62).

Number of employees

The Reporting Unit does not have any full time equivalent employees at 31 December 2022. The Reporting Unit's controlled entities had a total of 8 full time equivalent employees at 31 December 2022.

2. General information

Names of Committee of Management members and period positions held during the financial year

The names of each person who has been a member of the Committee of Management during the year and to the date of this report are:

- Mark Dennien
- Christopher Hurford
- Myles Morris
- Kristopher Fox (appointed 23 September 2022)
- Rodney Stanaway (resigned 28 November 2022)
- John Dabrowski (resigned 24 January 2022)

Members of the Committee of Management have been in office since the start of the financial year to the date of this report unless otherwise stated.

Signed in accordance with a resolution of the Committee of Management:



President:
Mark Dennien

Dated: 08/05/2023

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Committee of Management Statement

For the Year Ended 31 December 2022

On 8 May 23 the Committee of Management of The Baking Industry Association of Queensland passed the following resolution in relation to the general purpose financial report (GPFR) for the year ended 31 December 2022.

The Committee of Management declares that in its opinion:

- (a) the financial statements and notes comply with the Australian Accounting Standards;
- (b) the financial statements and notes comply with the reporting guidelines of the Registrar;
- (c) the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the reporting unit for the financial year to which they relate;
- (d) there are reasonable grounds to believe that the reporting unit will be able to pay its debts as and when they become due and payable; and
- (e) during the financial year to which the GPFR relates and since the end of that year:
 - i) meetings of the committee of management were not held in accordance with the rules of the organisation including the rules of a branch concerned, with the exception of the annual general meeting, no formal meetings were held; and
 - ii) the financial affairs of the reporting unit have been managed in accordance with the rules of the organisation including the rules of a branch concerned; and
 - iii) the financial records of the reporting unit have been kept and maintained in accordance with the Act; and
 - iv) where the organisation consists of two or more reporting units, the financial records of the reporting unit have been kept, as far as practicable, in a consistent manner with each of the other reporting units of the organisation; and
 - v) where information has been sought in any request by a member of the reporting unit or Registrar duly made under section 787 of the Act has been provided to the member or Registrar; and
 - vi) where any order for inspection of financial records has been made by the Queensland Industrial Relations Commission under section 788 of the Act, there has been compliance.
- (f) the reporting unit did not fully comply with Section 741 of the Act - Financial Management Training, Kristopher Fox has not attended Financial Management Training since his appointment to the Committee in September 2022

This declaration is made in accordance with a resolution of the Committee of Management.



President
Mark Dennien

Dated: 08/05/2023

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Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 31 December 2022

	Note	Consolidated		Parent	
		2022	2021	2022	2021
		\$	\$	\$	\$
Revenue					
Member subscriptions		36,678	32,940	18,163	21,153
Training courses		766,594	442,348	-	-
Rental revenue (property)		-	173,624	-	-
Government grants and other subsidies		7,642	53,570	-	-
Gain on disposal of non-current assets held for sale		24,545	666,956	-	-
Functions and promotions		88,692	12,802	-	-
Commissions		7,229	4,763	7,022	4,763
Income from managed investments		106,270	19,634	-	-
Interest		2,449	4,070	1	2
Total revenue		1,040,099	1,410,707	25,186	25,918
Other Income					
Increase in fair value of investments		-	10,341	-	-
Sundry income		11,644	1,974	-	-
Total other income		11,644	12,315	-	-
Total income		1,051,743	1,423,022	25,186	25,918
Expenses					
Employee benefits expense	4	(678,946)	(454,178)	-	-
Depreciation and amortisation expense		(78,393)	(66,915)	(1,021)	(1,363)
Other expenses	5	(492,025)	(369,860)	(9,673)	(44,079)
Decrease in fair value of investments		(318,530)	-	-	-
Finance costs	4	(1,682)	(17,628)	-	-
Total expenses		(1,569,576)	(908,581)	(10,694)	(45,442)
Profit/(loss) before income tax		(517,833)	514,441	14,492	(19,524)
Income tax expense	6	(38,645)	(147,533)	-	-
Profit/(loss) from continuing operations		(556,478)	366,908	14,492	(19,524)
Profit/(loss) for the year		(556,478)	366,908	14,492	(19,524)
Other comprehensive income for the year, net of tax					
		-	-	-	-
Total comprehensive income for the year		(556,478)	366,908	14,492	(19,524)

The accompanying notes form part of these financial statements.

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Statement of Financial Position

As At 31 December 2022

	Note	Consolidated		Parent	
		2022	2021	2022	2021
		\$	\$	\$	\$
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	7	493,800	907,504	11,740	15,416
Trade and other receivables	8	61,354	40,794	30,569	10,748
Other assets	9	71,321	84,249	-	1,289
TOTAL CURRENT ASSETS		626,475	1,032,547	42,309	27,453
NON-CURRENT ASSETS					
Trade and other receivables	8	-	-	709,377	680,332
Investments in associates	10	25,000	25,000	-	-
Other financial assets	11	1,720,332	1,888,059	-	-
Property, plant and equipment	12	859,595	810,444	3,054	4,075
TOTAL NON-CURRENT ASSETS		2,604,927	2,723,503	712,431	684,407
TOTAL ASSETS		3,231,402	3,756,050	754,740	711,860
LIABILITIES					
CURRENT LIABILITIES					
Trade and other payables	13	95,131	76,342	9,333	9,369
Lease liabilities	15	-	31,776	-	-
Current tax liabilities	16	170,534	150,418	-	-
Employee benefits	17	52,475	28,398	-	-
Other financial liabilities	18	82,964	67,553	19,932	20,258
Other liabilities	19	375	375	-	-
TOTAL CURRENT LIABILITIES		401,479	354,862	29,265	29,627
NON-CURRENT LIABILITIES					
Borrowings	14	-	-	1,397,047	1,368,297
Employee benefits	17	23,821	38,608	-	-
TOTAL NON-CURRENT LIABILITIES		23,821	38,608	1,397,047	1,368,297
TOTAL LIABILITIES		425,300	393,470	1,426,312	1,397,924
NET ASSETS/(LIABILITIES)		2,806,102	3,362,580	(671,572)	(686,064)
EQUITY					
Reserves	20	78,203	78,203	78,203	78,203
Retained earnings		2,727,899	3,284,377	(749,775)	(764,267)
TOTAL EQUITY		2,806,102	3,362,580	(671,572)	(686,064)

The accompanying notes form part of these financial statements.

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Statement of Changes in Equity
For the Year Ended 31 December 2022

2022

	Consolidated		
	Retained Earnings	General Reserve	Total
	\$	\$	\$
Balance at 1 January 2022	3,284,377	78,203	3,362,580
Loss for the year	(556,478)	-	(556,478)
Balance at 31 December 2022	2,727,899	78,203	2,806,102

2021

	Consolidated		
	Retained Earnings	General Reserve	Total
	\$	\$	\$
Balance at 1 January 2021	2,917,469	78,203	2,995,672
Profit for the year	366,908	-	366,908
Balance at 31 December 2021	3,284,377	78,203	3,362,580

2022

	Parent		
	Retained Earnings	General Reserve	Total
	\$	\$	\$
Balance at 1 January 2022	(764,267)	78,203	(686,064)
Profit for the year	14,492	-	14,492
Balance at 31 December 2022	(749,775)	78,203	(671,572)

2021

	Parent		
	Retained Earnings	General Reserve	Total
	\$	\$	\$
Balance at 1 January 2021	(744,743)	78,203	(666,540)
Loss for the year	(19,524)	-	(19,524)
Balance at 31 December 2021	(764,267)	78,203	(686,064)

The accompanying notes form part of these financial statements.

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Statement of Cash Flows

For the Year Ended 31 December 2022

	Note	Consolidated		Parent	
		2022	2021	2022	2021
		\$	\$	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:					
Receipts from customers		953,944	749,520	32,498	29,281
Payments to suppliers and employees		(1,178,220)	(857,265)	(35,880)	(37,861)
Interest received		2,449	4,070	1	2
Interest paid		(1,682)	(17,628)	-	-
Income taxes received/(paid)		-	12,720	-	-
Receipt from grants		7,642	53,570	-	-
Investment income received		106,270	19,634	-	-
Net cash provided by/(used in) operating activities	27	(109,597)	(35,379)	(3,381)	(8,578)
CASH FLOWS FROM INVESTING ACTIVITIES:					
Proceeds from sale of plant and equipment		24,717	-	-	-
Purchase of property, plant and equipment		(150,535)	(6,924)	-	-
Purchase of financial assets		(169,332)	(1,702,030)	-	-
Loans to related parties - payments made	27	-	-	(29,045)	(12,480)
Loans to related parties - proceeds from repayments		-	1,500	-	-
Proceeds from sale of non-current assets held for sale		-	3,075,217	-	-
Net cash provided by/(used in) investing activities		(295,150)	1,367,763	(29,045)	(12,480)
CASH FLOWS FROM FINANCING ACTIVITIES:					
Net (payments of)/proceeds from related party loans	27	-	-	28,750	21,372
Repayment of borrowings		-	(611,987)	-	-
Payment of lease liabilities		(8,957)	(19,018)	-	-
Net cash provided by/(used in) financing activities		(8,957)	(631,005)	28,750	21,372
Net increase/(decrease) in cash and cash equivalents held		(413,704)	701,379	(3,676)	314
Cash and cash equivalents at beginning of year		907,504	206,125	15,416	15,102
Cash and cash equivalents at end of financial year	7	493,800	907,504	11,740	15,416

The accompanying notes form part of these financial statements.

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Notes to the Financial Statements

For the Year Ended 31 December 2022

The financial report covers The Baking Industry Association of Queensland and its controlled entities ('the Group'). The Baking Industry Association of Queensland is a not-for-profit Company, incorporated and domiciled in Australia.

Each of the entities within the Group prepare their financial statements based on the currency of the primary economic environment in which the entity operates (functional currency). The consolidated financial statements are presented in Australian dollars which is the parent entity's functional and presentation currency.

Comparatives are consistent with prior years, unless otherwise stated.

Amounts in the financial statements and Operating Report have been rounded to the nearest dollar.

1 Basis of Preparation

The financial statements are general purpose financial statements and have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that apply for the reporting period, and the *Industrial Relations Act 2016*. The reporting unit has applied the Tier 1 reporting requirements as per Australian Accounting Standard AASB 1053 *Application of Tiers of Australian Accounting Standards*.

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 financial assets.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

2 Summary of Significant Accounting Policies

(a) Basis for consolidation

The consolidated financial statements include the financial position and performance of controlled entities from the date on which control is obtained until the date that control is lost.

Intragroup assets, liabilities, equity, income, expenses and cashflows relating to transactions between entities in the consolidated entity have been eliminated in full for the purpose of these financial statements.

A list of controlled entities is contained in Note 24 to the financial statements.

Subsidiaries

Subsidiaries are all entities (including structured entities) over which the parent has control. Control is established when the parent is exposed to, or has rights to variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity.

Associates

Interests in associates, where the investor has significant influence over the investee, are accounted for using the equity method in accordance with AASB 128 *Investments in Associates and Joint Ventures*. Under this method, the investment is initially recognised at cost and the carrying amount is increased or decreased to recognise the investor's share of the profit or loss and other comprehensive income of the investee after the date of acquisition.

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Notes to the Financial Statements

For the Year Ended 31 December 2022

2 Summary of Significant Accounting Policies

(b) Revenue recognition

Revenue is recognised as follows:

Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which the Group is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the Group: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Subscriptions

Revenue from the provision of membership subscriptions is recognised on a straight line basis over the financial year.

Grant revenue

Grant revenue is recognised in the statement of profit or loss and other comprehensive income when the entity obtains control of the grant, it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Interest revenue

Interest is recognised using the effective interest method.

Other income

Other income is recognised on an accruals basis when the Group is entitled to it.

(c) Income Tax

The tax expense recognised in the statement of profit or loss and other comprehensive income comprises of current income tax expense plus deferred tax expense.

Current tax is the amount of income taxes payable (recoverable) in respect of the taxable profit (loss) for the year and is measured at the amount expected to be paid to (recovered from) the taxation authorities, using the tax rates and laws that have been enacted or substantively enacted by the end of the reporting period. Current tax liabilities (assets) are measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred tax is provided on temporary differences which are determined by comparing the carrying amounts of tax bases of assets and liabilities to the carrying amounts in the consolidated financial statements. Deferred tax

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Notes to the Financial Statements

For the Year Ended 31 December 2022

2 Summary of Significant Accounting Policies

(c) Income Tax

assets have not been recognised in relation to tax losses at the year end as there is not sufficient probability that taxable profits will be available in the future against which the losses can be utilised.

(d) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

(e) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

(f) Property, plant and equipment

Each class of property, plant and equipment is carried at cost less any accumulated depreciation and impairment. Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Group, commencing when the asset is ready for use.

The depreciation rates used for each class of depreciable asset are shown below:

Fixed asset class	Depreciation rate
Buildings	5%
Furniture, Fixtures and Fittings	20%
Motor Vehicles	25%
Office Equipment	25-37.5%
Skills centre equipment	25-35%

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

(g) Trade and other receivables

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any allowance for expected credit losses. Trade receivables are generally due for settlement within 30 days.

The Group has applied the simplified approach to measuring expected credit losses, which uses a lifetime expected loss allowance. To measure the expected credit losses, trade receivables have been grouped based

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Notes to the Financial Statements

For the Year Ended 31 December 2022

2 Summary of Significant Accounting Policies

(g) Trade and other receivables
on days overdue.

Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

(h) Contract assets

Contract assets are recognised when the Group has transferred goods or services to the customer but where the Group is yet to establish an unconditional right to consideration. Contract assets are treated as financial assets for impairment purposes.

(i) Trade and other payables

These amounts represent liabilities for goods and services provided to the Group prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

(j) Leases

At the lease commencement, the Group recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where the Group believes it is reasonably certain that the option will be exercised.

The right-of-use asset is measured using the cost model where cost on initial recognition comprises of the lease liability, initial direct costs, prepaid lease payments, estimated cost of removal and restoration less any lease incentives received.

The right-of-use asset is depreciated over the lease term on a straight line basis and assessed for impairment in accordance with the impairment of assets accounting policy.

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Group's incremental borrowing rate is used.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is remeasured whether there is a lease modification, change in estimate of the lease term or index upon which the lease payments are based (e.g. CPI) or a change in the Group's assessment of lease term.

Where the lease liability is remeasured, the right-of-use asset is adjusted to reflect the remeasurement or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

Exceptions to lease accounting

The Group has elected to apply the exceptions to lease accounting for both short-term leases (i.e. leases with a term of less than or equal to 12 months) and leases of low-value assets. The Group recognises the payments associated with these leases as an expense on a straight-line basis over the lease term.

Notes to the Financial Statements

For the Year Ended 31 December 2022

2 Summary of Significant Accounting Policies

(k) Contract liabilities

Contract liabilities represent the Group's obligation to transfer goods or services to a customer and are recognised when a customer pays consideration, or when the Group recognises a receivable to reflect its unconditional right to consideration (whichever is earlier) before the Group has transferred the goods or services to the customer.

(l) Employee benefits

Provision is made for the Group'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 wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits expected to be settled more than one year after the end of the reporting period 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 satisfy vesting requirements. Cashflows are discounted using market yields on high quality corporate bond rates incorporating bonds rated AAA or AA by credit agencies, with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

Obligations for contributions to defined contribution superannuation plans are recognised as an employee benefit expense in profit or loss in the periods in which services are provided by employees.

(m) Adoption of new and revised accounting standards

The Group has adopted all standards which became effective for the first time at 31 December 2022, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Group.

(n) New Accounting Standards and Interpretations

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The Group has decided not to early adopt these Standards and does not consider that they will have any significant impact on the the Group.

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Notes to the Financial Statements

For the Year Ended 31 December 2022

3 Critical Accounting Estimates and Judgments

The committee members make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

Key estimates - useful lives of property, plant and equipment

The members of the committee determine the estimated useful lives and related depreciation charges for its property, plant and equipment. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Key judgments - taxes

The Association estimates its tax liabilities based on the Committee's understanding of tax law. Where the final outcome of these matters is different from the amounts that were initially recorded, such differences will impact tax liabilities in which such determination is made.

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Notes to the Financial Statements

For the Year Ended 31 December 2022

4 Result for the Year

The result for the year was derived after charging / (crediting) the following items:

	Consolidated		Parent	
	2022	2021	2022	2021
	\$	\$	\$	\$
Finance Costs				
- Interest on leases	800	2,640	-	-
- Interest on bank loans and overdrafts	-	15,387	-	-
- Other interest expense	882	(399)	-	-
Total finance costs	1,682	17,628	-	-

The result for the year includes the following specific income and expenses:

	Consolidated		Parent	
	2022	2021	2022	2021
	\$	\$	\$	\$
Income				
Capitation fees*	-	-	-	-
Levies*	-	-	-	-
Expenses				
Employee benefit expenses (employees other than office holders):				
Wages and salaries	609,252	411,788	-	-
Leave and other entitlements	6,885	5,563	-	-
Superannuation contributions	62,809	36,827	-	-
Employee benefit expenses	678,946	454,178	-	-
Impairment of receivables:				
Affiliation fees*	-	-	-	-
Consideration to employers for payroll deductions*	-	-	-	-
Compulsory levies*	-	-	-	-
Grants paid*	-	-	-	-
Penalties - via IR Act 2016*	-	-	-	-

* the above items are disclosed as a requirement of the section 765 Reporting Guidelines even if 'nil'.

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Notes to the Financial Statements For the Year Ended 31 December 2022

5 Other expenses

	Consolidated		Parent	
	2022	2021	2022	2021
	\$	\$	\$	\$
Accounting fees	14,338	14,142	1,200	1,200
Apprenticeship training cost	18,940	13,235	-	-
Advertising	1,632	-	-	-
Audit fees	16,100	15,300	2,295	2,295
Bank charges	2,200	3,545	220	404
Cleaning	10,355	9,245	-	-
Computer expenses	18,292	13,997	-	1,162
Consulting and professional fees	16,898	22,596	4,155	30,013
Body corporate & management fees	10,431	9,090	-	-
Electricity and gas	19,055	19,786	-	-
Filing fees	815	550	-	-
Insurance	24,353	29,843	1,289	3,215
Investment manager's fees	15,558	989	-	-
Industrial relations support costs	8,400	8,400	-	-
Land tax	11,849	15,445	-	-
Meetings	163	-	-	-
Motor vehicle expenses	51,937	27,691	-	-
Office expenses	8,733	4,282	-	-
Pest control	900	214	-	-
Payroll expenses	465	-	-	-
Postage	4,026	3,782	-	1,141
Printing and stationery	33,120	27,999	-	2,318
Event expenses	45,519	19,047	-	-
Registration fees	3,296	4,669	-	-
Repairs and maintenance	9,057	19,914	-	1,790
Sponsorship	5,625	-	-	-
Staff recruitment and training	34,743	26,105	-	-
Subscriptions	12,584	6,233	514	541
Telephone and fax	15,291	9,754	-	-
Travel	67,879	42,258	-	-
Uniforms	2,723	-	-	-
Waste disposal	1,717	1,547	-	-
Website expenses	5,031	202	-	-
	492,025	369,860	9,673	44,079

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Notes to the Financial Statements For the Year Ended 31 December 2022

6 Income Tax Expense

(a) The major components of tax expense comprise:

	Consolidated		Parent	
	2022	2021	2022	2021
	\$	\$	\$	\$
Current tax expense				
Local income tax - current period	35,730	150,418	-	-
Under/(over) provision in respect of prior years	2,915	(2,885)	-	-
	38,645	147,533	-	-

(b) Reconciliation of income tax to accounting profit:

Profit/(loss)	(517,833)	514,441	14,492	(19,524)
Tax	25.00 %	25.00 %	- %	- %
	(129,458)	128,610	-	-

Add:

Tax effect of:

- under provision for income tax in prior year	2,915	-	-	-
- unrealised loss not deductible for income tax	79,633	-	-	-
- non-deductible expenses	3,595	5,440	-	-
- losses carried forward to future periods	108,003	68,922	-	-
- results of reporting unit not taxable	-	4,881	-	-
- group entity subject to tax at 30%	5,955	25,070	-	-
	70,643	232,923	-	-

Less:

Tax effect of:

- unrealised gain not subject to income tax	-	2,585	-	-
- non-taxable member income arising from principle of mutuality	1,654	847	-	-
- over provision for income tax in prior year	-	2,885	-	-
- results of reporting unit not taxable	3,623	-	-	-
- tax depreciation in excess of accounts depreciation	26,721	-	-	-
- other non-taxable items	-	79,073	-	-

Income tax expense	38,645	147,533	-	-
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Weighted average effective tax rate	(7)%	29 %	- %	- %
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The decrease in the weighted average effective consolidated tax rate for 2022 is principally as a result of net taxable income despite there being losses overall at group level.

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Notes to the Financial Statements

For the Year Ended 31 December 2022

7 Cash and Cash Equivalents

	Consolidated		Parent	
	2022	2021	2022	2021
	\$	\$	\$	\$
Cash at bank and in hand	124,340	390,779	11,740	15,416
Other cash and cash equivalents	369,460	516,725	-	-
	493,800	907,504	11,740	15,416

8 Trade and Other Receivables

CURRENT

Trade receivables	45,561	33,767	12,709	10,440
Provision for impairment	-	-	-	-
	45,561	33,767	12,709	10,440
GST receivable	14,626	6,988	17,860	308
Other receivables	1,167	39	-	-
Total current trade and other receivables	61,354	40,794	30,569	10,748

NON-CURRENT

Related party receivables	26	-	-	709,377	680,332
Total non-current trade and other receivables		-	-	709,377	680,332

Collateral held as security

The Group does not hold any collateral over any receivables balances.

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

9 Other Assets

CURRENT

Prepayments	19,940	22,237	-	1,289
Contract assets	51,381	62,012	-	-
	71,321	84,249	-	1,289

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Notes to the Financial Statements

For the Year Ended 31 December 2022

10 Interests in Associates

	Principal place of business / Country of Incorporation	Percentage Owned (%)* 2022	Percentage Owned (%)* 2021
Associates:			
National Pie Council Pty Ltd	Australia	25	25

*The percentage of ownership interest held is equivalent to the percentage voting rights for all associates.

The Association's interest in National Pie Council Pty Ltd, which the Committee of management do not consider material, is recorded at its cost of \$25,000. The Committee believe this cost is not materially different from the fair value of the holding based the June 2022 financial report of National Pie Council Pty Ltd which disclosed net assets of \$121,663.

11 Other Financial Assets

	Consolidated		Parent	
	2022	2021	2022	2021
	\$	\$	\$	\$
NON-CURRENT				
Managed fund investments at fair value through profit or loss	1,720,332	1,888,059	-	-
Total	1,720,332	1,888,059	-	-

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Notes to the Financial Statements

For the Year Ended 31 December 2022

12 Property, plant and equipment

	Consolidated		Parent	
	2022	2021	2022	2021
	\$	\$	\$	\$
Buildings				
At cost	1,167,395	1,167,395	-	-
Accumulated depreciation	(453,458)	(416,136)	-	-
Total buildings	713,937	751,259	-	-
Total land and buildings	713,937	751,259	-	-
PLANT AND EQUIPMENT				
Furniture, fixtures and fittings				
At cost	74,552	74,552	-	-
Accumulated depreciation	(65,379)	(63,086)	-	-
Total furniture, fixtures and fittings	9,173	11,466	-	-
Motor vehicles				
At cost	142,866	-	-	-
Accumulated depreciation	(19,793)	-	-	-
Total motor vehicles	123,073	-	-	-
Office equipment				
At cost	135,735	128,766	29,757	29,757
Accumulated depreciation	(125,158)	(111,996)	(29,538)	(29,463)
Total office equipment	10,577	16,770	219	294
Skills centre				
At cost	67,396	66,696	36,083	36,083
Accumulated depreciation	(64,561)	(62,261)	(33,248)	(32,302)
Total skills centre	2,835	4,435	2,835	3,781
Right of Use Assets-Motor Vehicles				
At cost	-	97,250	-	-
Accumulated depreciation	-	(70,736)	-	-
Total Right of Use Assets-Motor Vehicles	-	26,514	-	-
Total plant and equipment	145,658	59,185	3,054	4,075
Total property, plant and equipment	859,595	810,444	3,054	4,075

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Notes to the Financial Statements

For the Year Ended 31 December 2022

12 Property, plant and equipment

Movements in carrying amounts of property, plant and equipment

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

	Buildings	Furniture, Fixtures and Fittings	Motor Vehicles	Office Equipment	Skills Centre Equipment	Right of Use Assets-Motor Vehicles	Total
Parent	\$	\$	\$	\$	\$	\$	\$
Year ended 31 December 2022							
Balance at the beginning of year	-	-	-	294	3,781	-	4,075
Depreciation expense	-	-	-	(75)	(946)	-	(1,021)
Balance at the end of the year	-	-	-	219	2,835	-	3,054

	Buildings	Furniture, Fixtures and Fittings	Motor Vehicles	Office Equipment	Skills Centre Equipment	Right of Use Assets-Motor Vehicles	Total
Parent	\$	\$	\$	\$	\$	\$	\$
Year ended 31 December 2021							
Balance at the beginning of year	-	-	-	396	5,042	-	5,438
Depreciation expense	-	-	-	(102)	(1,261)	-	(1,363)
Balance at the end of the year	-	-	-	294	3,781	-	4,075

	Buildings	Furniture, Fixtures and Fittings	Motor Vehicles	Office Equipment	Skills Centre Equipment	Right of Use Assets-Motor Vehicles	Total
Consolidated	\$	\$	\$	\$	\$	\$	\$
Year ended 31 December 2022							
Balance at the beginning of year	751,259	11,466	-	16,770	4,435	26,514	810,444
Additions	-	-	142,866	6,969	700	-	150,535
Disposals - written down value	-	-	-	-	-	(22,992)	(22,992)
Depreciation expense	(37,322)	(2,293)	(19,793)	(13,162)	(2,300)	(3,522)	(78,392)
Balance at the end of the year	713,937	9,173	123,073	10,577	2,835	-	859,595

	Buildings	Furniture, Fixtures and Fittings	Motor Vehicles	Office Equipment	Skills Centre Equipment	Right of Use Assets-Motor Vehicles	Total
Consolidated	\$	\$	\$	\$	\$	\$	\$
Year ended 31 December 2021							
Balance at the beginning of year	790,545	40,102	-	23,687	6,519	35,352	896,205
Additions	-	-	-	6,924	-	-	6,924
Disposals - written down value	-	(25,770)	-	-	-	-	(25,770)
Depreciation expense	(39,286)	(2,866)	-	(13,841)	(2,084)	(8,838)	(66,915)
Balance at the end of the year	751,259	11,466	-	16,770	4,435	26,514	810,444

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Notes to the Financial Statements

For the Year Ended 31 December 2022

13 Trade and Other Payables

	Consolidated		Parent	
	2022	2021	2022	2021
	\$	\$	\$	\$
Current				
Trade payables	20,829	42,246	-	9,369
Sundry payables and accrued expenses	31,105	16,148	9,333	-
Consideration to employers for payroll deductions	-	-	-	-
Other payables	43,197	17,948	-	-
	95,131	76,342	9,333	9,369

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

14 Borrowings

NON-CURRENT

Unsecured liabilities:

Related party payables	26	-	-	1,397,047	1,368,297
Total non-current borrowings		-	-	1,397,047	1,368,297
Total borrowings		-	-	1,397,047	1,368,297

15 Lease liabilities

Current	-	31,776	-	-
	-	31,776	-	-

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Notes to the Financial Statements

For the Year Ended 31 December 2022

16 Tax assets and liabilities

(a) Current Tax Liability

	Consolidated		Parent	
	2022	2021	2022	2021
	\$	\$	\$	\$
Income tax payable	170,534	150,418	-	-
Current tax liabilities	170,534	150,418	-	-

(b) Unrecognised deferred tax assets

Deferred tax assets have not been recognised in respect of the following:

Tax losses	360,358	252,355	-	-
Temporary differences	23,629	19,292	-	-

Deferred tax assets have not been recognised in respect of these items because it is not probable that future taxable profit will be available against which the Group can utilise the benefits therein.

17 Employee Benefits

Current liabilities

Provision for annual leave	52,475	28,398	-	-
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Non-current liabilities

Long service leave	23,821	38,608	-	-
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18 Other Financial Liabilities

CURRENT

Contract liabilities (deferred income)	82,964	67,553	19,932	20,258
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Total	82,964	67,553	19,932	20,258
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19 Other Liabilities

CURRENT

Liability for members shares	375	375	-	-
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375	375	-	-
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The liability for members shares of \$375 represents members shares issued by Baking Industry Group, an entity controlled by the association. This share capital meets the definition of a financial liability in accordance with Accounting Standards.

20 General reserve

The general reserve records funds set aside for future expansion of the Association. The Association does not maintain any other funds referred to in the section 765 reporting guidelines.

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Notes to the Financial Statements

For the Year Ended 31 December 2022

21 Financial Risk Management

The Group's activities do not expose it to many financial risks, with only liquidity risk being needed to be actively managed.

Liquidity risk

Vigilant liquidity risk management requires the Group to maintain sufficient liquid assets (mainly cash and cash equivalents) to be able to pay debts as and when they become due and payable.

The Group manages liquidity risk by maintaining adequate cash reserves by continuously monitoring actual and forecast cash flows and matching the maturity profiles of financial assets and liabilities. The Group's borrowings were settled in the prior year from the proceeds of sale of the Group's investment property.

Credit risk

The Group is not exposed to any significant credit risk.

Market risk

Foreign currency risk

The Group is not exposed to any significant foreign currency risk.

Price risk

The Group's main exposure to price risk is in relation to investments held in two investment portfolios comprising managed funds and ASX listed shares where the value of the investments held are subject to movements in market prices of the underlying investments. This risk is managed by ensuring that the investments held are subject to diversification.

Interest rate risk

The Group's bank loan was repaid in the current year. The Group is no longer exposed to any significant interest rate risk.

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Notes to the Financial Statements

For the Year Ended 31 December 2022

21 Financial Risk Management

Financial instruments used

The principal categories of financial instrument used by the Group are:

- Trade receivables
- Cash at bank
- Investments in managed funds
- Trade and other payables (including lease liabilities)

		Consolidated		Parent	
		2022	2021	2022	2021
		\$	\$	\$	\$
Financial assets					
Cash and cash equivalents	7	493,800	907,504	11,740	15,416
Trade and other receivables	8	61,354	40,794	-	10,748
Investments in managed funds	11	1,720,332	1,888,059	-	-
		2,275,486	2,836,357	11,740	26,164
Financial liabilities					
Trade and other payables	13	95,131	76,342	9,333	9,369
Lease liabilities	15	-	31,776	-	-
		95,131	108,118	9,333	9,369

Remaining contractual maturities of financial liabilities

The timing of cash flows presented in the table to settle financial liabilities reflects the earliest contractual settlement dates and does not reflect management's expectations that banking facilities will be rolled forward. The amounts disclosed in the table are the undiscounted contracted cash flows and therefore the balances in the table may not equal the balances in the statement of financial position due to the effect of discounting.

The Group's liabilities have contractual maturities which are summarised below:

Consolidated	1 year or less		Between 1 and 2 years		Between 2 and 5 years		Over 5 years	
	2022	2021	2022	2021	2022	2021	2022	2021
	\$	\$	\$	\$	\$	\$	\$	\$
Lease liabilities	-	32,576	-	-	-	-	-	-
Trade and other payables	-	76,342	-	-	-	-	-	-
Total	-	108,918	-	-	-	-	-	-

22 Key Management Personnel Remuneration

The members of the committee of management are considered Key management personnel of the Association. The members of the committee did not receive any remuneration for their services as committee members in the current or preceding year.

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Notes to the Financial Statements

For the Year Ended 31 December 2022

23 Auditors' Remuneration

	Consolidated		Parent	
	2022	2021	2022	2021
	\$	\$	\$	\$
- auditing or reviewing the financial statements	16,145	15,300	2,295	2,295
- other services	-	-	-	-
Total	16,145	15,300	2,295	2,295

24 Interests in Subsidiaries

Composition of the Group

	Principal place of business / Country of Incorporation	Percentage Owned (%)*	Percentage Owned (%)*
		2022	2021
Subsidiaries:			
National Baking Industry Association Pty Ltd	Australia	100	100
Baking Industry Group Limited	Australia	-	-
Baking Industry Training Australia Pty Ltd	Australia	100	100
Bread House Pty Ltd	Australia	-	-

*The percentage of ownership interest held is equivalent to the percentage voting rights for all subsidiaries.

Controlled entities with ownership interest of 50% or less

Baking Industry Group Limited is a company limited by guarantee and as such does not have any share capital. The company is a controlled entity as the board of directors of Baking Industry Group Limited mirrors the Committee of management of Baking Industry Association of Queensland. All financial and operating decisions of Baking Industry Group Limited are consistent with the policies of the Group.

Shares in Bread House Pty Ltd are held by four individuals who are former committee members. These individuals hold the shares in trust for Baking Industry Association of Queensland. The company is a controlled entity as the board of directors of Bread House Pty Ltd mirrors the Committee of management of Baking Industry Association of Queensland. All financial and operating decisions of Bread House Pty Ltd are consistent with the policies of the Group.

25 Contingencies

In the opinion of the Committee of Management, the Company did not have any contingencies at 31 December 2022 (31 December 2021:None).

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Notes to the Financial Statements

For the Year Ended 31 December 2022

26 Related Parties

(a) **The Group's main related parties are as follows:**

Key management personnel - refer to Note 22 and below.

Associates - refer to Note 10.

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

(b) **Transactions between the Group and related parties**

No transactions occurred between the Group and related parties in the current year.

(c) **Transactions between the Reporting Unit and controlled entities**

Charges made between entities within the Group are determined on a commercial basis. Such charges are booked to intercompany accounts rather than being settled in cash. Balances between entities within the Group are interest free and have no fixed date of repayment.

	2022	2021
Balances due from controlled entities to the Reporting Unit		
National Baking Industry Association Pty Ltd	468,736	468,736
Baking Industry Group Limited	240,641	211,596
	<u>709,377</u>	<u>680,332</u>
Balances due to controlled entities by the Reporting Unit		
Baking Industry Training Australia Pty Ltd	242,822	232,309
Bread House Pty Ltd	1,154,225	1,135,988
	<u>1,397,047</u>	<u>1,368,297</u>
Other transactions		
Management and other fees charged to the Reporting Unit by controlled entities	-	9,448

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Notes to the Financial Statements

For the Year Ended 31 December 2022

27 Cash Flow Information

(a) Reconciliation of result for the year to cashflows from operating activities

	Consolidated		Parent	
	2022	2021	2022	2021
	\$	\$	\$	\$
Profit/(loss) for the year	(556,478)	366,908	14,492	(19,524)
Non-cash flows in profit:				
- depreciation	78,393	66,915	1,021	1,363
- net (gain)/loss on sale of non-current asset held for sale	(24,545)	(666,956)	-	-
- fair value movements on investments	318,530	(10,341)	-	-
Changes in assets and liabilities:				
- (increase)/decrease in trade and other receivables	(20,560)	16,958	(19,821)	2,572
- (increase)/decrease in other assets	10,631	15,080	-	-
- (increase)/decrease in prepayments	2,297	1,157	1,289	100
- increase/(decrease) in contract liabilities	15,411	9,493	(326)	(2,153)
- increase/(decrease) in trade and other payables	18,789	(932)	(36)	9,064
- increase/(decrease) in income taxes payable	38,645	160,253	-	-
- increase/(decrease) in employee benefits	9,290	6,086	-	-
Net cashflows from operating activities	(109,597)	(35,379)	(3,381)	(8,578)

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Notes to the Financial Statements

For the Year Ended 31 December 2022

27 Cash Flow Information

(b) Changes in liabilities arising from financing activities

	2021	Cash flows	Non-cash changes Asset trade in amounts	2022
Consolidated	\$	\$	\$	\$
Lease liabilities	31,776	(8,957)	(22,819)	-
Total liabilities from financing activities	31,776	(8,957)	(22,819)	-

	2020	Cash flows	2021
Consolidated	\$	\$	\$
Bank loan	611,987	(611,987)	-
Lease liabilities	50,794	(19,018)	31,776
Total liabilities from financing activities	662,781	(631,005)	31,776

	2021	Cash flows	2022
Parent	\$	\$	\$
Related party creditors	1,368,297	28,750	1,397,047
Total liabilities from financing activities	1,368,297	28,750	1,397,047

	2020	Cash flows	2021
Parent	\$	\$	\$
Related party creditors	1,346,925	21,372	1,368,297
Total liabilities from financing activities	1,346,925	21,372	1,368,297

The Baking Industry Association of Queensland

ABN 42 742 317 256

Notes to the Financial Statements

For the Year Ended 31 December 2022

27 Cash Flow Information

(c) Information required by the section 765 Reporting Guidelines

	Parent	
	2022	2021
	\$	\$
Net cash inflows/(outflows) from loans from controlled entities of Reporting Unit		
Baking Industry Training Australia Pty Ltd	10,513	(20,791)
Bread House Pty Ltd	18,237	42,163
	<u>28,750</u>	<u>21,372</u>
Cash inflows/(outflows) from balances due from controlled entities of Reporting Unit		
Baking Industry Group Limited	<u>(29,045)</u>	<u>(12,480)</u>

28 Events Occurring After the Reporting Date

The Committee of Management has ongoing plans to restructure the group to ensure the current structure fulfils its rules and provides the best benefit to its members. Plans currently under consideration would include an orderly de-registration of the Reporting Unit (The Baking Industry Association of Queensland (BIAQ)) with any surplus assets being transferred to Baking Industry Group Limited. Working with the legal advisors, the Committee of Management is making progress towards transferring Bread House's individual shareholders' ownership to BIAQ and updating its constitutions. In 2023, the plan is to consult with QIRC to deregister BIAQ and complete the restructure by 2025.

Except for the above, no other matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.