

Dairy Industry Association of Australia Ltd

ABN 98 549 642 932

Annual Report - 31 December 2023

Dairy Industry Association of Australia Ltd
Directors' report
31 December 2023

The directors present their report, together with the financial statements, on the company for the year ended 31 December 2023.

Information on directors

The names of each person who has been a director during the year and to the date of the report are:

Name: Chase Seaton Williams (ceased 31 August 2023)
Title: Director
Qualifications: Diploma of Food Science & Technology, Diploma of Laboratory Technology
Experience and expertise: Manufacturing, Dairy processing
Special responsibilities: Finance & Risk Committee

Name: Karen Denise McIntyre
Title: Director
Qualifications: Bachelor of Science - Microbiological & Molecular Biology Major
Experience and expertise: Dairy in Quality Management, Standards and Information systems
Special responsibilities: National President, DIAA Women special Interest Group

Name: Raymond Robert De La Motte (ceased 22 January 2024)
Title: Director
Qualifications: Diploma Applied Science Dairy Technology
Experience and expertise: Manufacturing, General Manager, Technical manager, R&D Manager

Name: Dean John Carlish
Title: Director
Qualifications: Trade in Stonemasonry, International TEFK and TESOI
Experience and expertise: Sales, Account Management and Customer Service, DIAA Vic Committee member since 2019
Special responsibilities: National Vice President

Name: Philip Dayson (ceased 29 January 2024)
Title: Director
Qualifications: MQB Honours Mining Electrical Engineering; Certified Level 1 Water Treatment Service Provider; Mental Health First Aid Accredited
Experience and expertise: National Sales Manager; National Engineering Manager; sales and service Manager; Past President NZ Electrical Institute
Memberships & Post Nominal: IEng; MIMMM; CMEngNZ (Ret.); FDIAA

Name: Ross Matthews
Title: Director
Qualifications: Bachelor of Applied Science (Food Tech)
Experience and expertise: Dairy QA Management

Name: Steven Thomas Olds (commenced 1 September 2023)
Title: Director
Qualifications: Master of Business Administration, Black Belt Six Sigma Advanced Leadership, Food Safety.
Experience and expertise: Food and Beverage Manufacturing, Leadership roles in multinational projects.

Name: Malcom Andrew Parrot (commenced 1 September 2023, ceased 17 January 2024)
Title: Director
Qualifications: Bachelor of Applied Science (B.A.Sc.) focused in Foodtechnology/Biotechnology from Ballarat University. Advanced Diploma of Business Management from Tasmania TAfe.
Experience and expertise: Experienced Regional Operations / Manufacturing Manager and Project.

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

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Principal activities

The principal activity of Dairy Industry Association of Australia Limited during the financial year was providing information and technical training to the post farm-gate dairy industry via:

- Conferences
- ENews
- Webinars as a benefit to members
- Magazine bi-monthly and other publications
- Member net-working events
- Product competitions (judging)
- Scholarships
- Technical seminars (including Dairy Science World Series short courses)
- Technical Data Archive (AJDT)

Review of operations

During the period, the Company engaged in its principal activities, the results of which are disclosed in the attached financial statements.

The net current year loss of the company for the financial year ended 31 December 2023 amount to \$47,229 (2022 profit: \$2,633).

Major sources of revenue

- Memberships levies (Individuals)
- Publication (Advertising)
- Conferences (Registrations/Industry partnerships)
- Product Competitions / Awards (Registrations/Industry partnerships)
- Member Networking Functions (Registrations/Industry partnerships)

The Company continues to look for new opportunities to provide benefits to members and industry partners.

Dividends

The Company's Constitution precludes the payment of dividends.

Memberships

As at 31 December 2023, the total number of financial members was 796 (2022: 870).

Environmental regulations

The Company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or state or territory.

Indemnifications

During the financial period, the Company has paid a premium to insure its Officers and Directors against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of Officer or Director of the Company, other than conduct involving a wilful breach of duty in relation to the Company. Officers indemnified include the Company Secretary, all Directors, and all Executive Officers in the management of the Company.

Contributions of winding-up

The Company is incorporated under the Corporations Act 2001 and is a Company limited by shares and by guarantee. If the Company is wound up, the Constitution states that each member is required to contribute a maximum of \$1 each towards any outstanding obligations of the Company.

Proceedings on behalf of the Company

No person has applied for leave of Court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any of those proceedings.

The Company was not a party to any such proceedings during the period.

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Future developments

Likely developments in the operations of the Company and the expected results of those operations in the future financial years have not been included in the report, as the inclusion of such information is likely to result in unreasonable prejudice to the Company.

Meetings of directors

The number of meetings of the company's Board of Directors ('the Board') held during the year ended 31 December 2023, and the number of meetings attended by each director were:

	Number eligible to attend Attended	Number attended Held
Karen Denise McIntrye	5	5
Dean Josh Carlish	5	5
Ross Matthews	5	5
Phil Dayson (ceased 29 January 2024)	5	5
Raymond Robert De La Motte (ceased 22 January 2024)	3	3
Steven Thomas Olds (commenced 1 September 2023)	1	1
Chase Seaton Williams (ceased 31 August 2023)	3	2
Malcom Andrew Parrot (commenced 1 September 2023, ceased 17 January 2024)	1	1
Carl Partridge (Company Secretary)	5	3

Held: represents the number of meetings held during the time the director held office.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out immediately after this directors' report.

This report is made in accordance with a resolution of directors, pursuant to section 298(2)(a) of the Corporations Act 2001.

On behalf of the directors

_____ 2024

AUDITOR'S INDEPENDENCE DECLARATION

To the directors of Dairy Industry Association of Australia Limited

In accordance with the requirement of S307C of the *Corporations Act 2001*, as lead auditor for the review of Dairy Industry Association of Australia Limited for the year ended 31 December 2023, I declare that, to the best of my knowledge and belief, there have been:

- (a) No contraventions of the auditor independence requirements as set out in the the *Corporations Act 2001* in relation to the review; and
- (b) No contraventions of any applicable code of professional conduct in relation to the review.


CROWE AUDIT AUSTRALIA

Tafadzwa Mudarikwa

Associate Partner
Brisbane

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The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is external audit, conducted via the Crowe Australasia external audit division and Unison SMSF Audit. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

Dairy Industry Association of Australia Ltd

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General information

The financial statements cover Dairy Industry Association of Australia Ltd as an individual entity. The financial statements are presented in Australian dollars, which is Dairy Industry Association of Australia Ltd's functional and presentation currency.

Dairy Industry Association of Australia Ltd is a company limited by guarantee, incorporated and domiciled in Australia. Its registered office and principal place of business are:

Registered office

Level 4 Suite 13, 150 Albert Road, SOUTH MELBOURNE
VIC 3205

Principal place of business

Level 4 Suite 13, 150 Albert Road, SOUTH MELBOURNE
VIC 3205

A description of the nature of the company's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on _____
2024. The directors have the power to amend and reissue the financial statements.

Dairy Industry Association of Australia Ltd
Statement of profit or loss and other comprehensive income
For the year ended 31 December 2023

	Note	2023 \$	2022 \$
Revenue	3	939,182	985,588
Expenses			
Administration		(139,302)	(76,262)
Conference and Seminars		(415,562)	(282,377)
Competitions		(32,955)	(37,775)
Contactoer Expenses		(245,366)	(369,434)
Publications		(135,888)	(62,250)
Scholarship		(10,900)	13,253
Short Course Expenses		-	(40,724)
Other expenses		(6,438)	(127,386)
Surplus/(deficit) before income tax expense		(47,229)	2,633
Income tax expense		-	-
Surplus/(deficit) after income tax expense for the year attributable to the members of Dairy Industry Association of Australia Ltd		(47,229)	2,633
Other comprehensive income for the year, net of tax		-	-
Total comprehensive (loss)/income for the year attributable to the members of Dairy Industry Association of Australia Ltd		<u>(47,229)</u>	<u>2,633</u>

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Dairy Industry Association of Australia Ltd
Statement of financial position
As at 31 December 2023

	Note	2023 \$	2022 \$
Assets			
Current assets			
Cash and cash equivalents	4	147,797	369,502
Trade receivables	5	115,080	123,727
Financial assets	6	517,439	501,993
Prepayments	7	44,666	60,000
Total current assets		<u>824,982</u>	<u>1,055,222</u>
Non-current assets			
Property, Plant and Equipment	8	22,332	26,438
Total non-current assets		<u>22,332</u>	<u>26,438</u>
Total assets		<u>847,314</u>	<u>1,081,660</u>
Liabilities			
Current liabilities			
Trade and Other Payables	9	123,253	310,370
Total current liabilities		<u>123,253</u>	<u>310,370</u>
Total liabilities		<u>123,253</u>	<u>310,370</u>
Net assets		<u>724,061</u>	<u>771,290</u>
Members Funds			
Reserves		857,715	857,715
Accumulated deficits		<u>(133,654)</u>	<u>(86,425)</u>
Total members funds		<u>724,061</u>	<u>771,290</u>

The above statement of financial position should be read in conjunction with the accompanying notes

Dairy Industry Association of Australia Ltd
Statement of changes in equity
For the year ended 31 December 2023

	Special Occasion Reserve \$	Merger Reserve \$	Retained Losses \$	Total members funds \$
Balance at 1 January 2022	1,600	856,115	(89,058)	768,657
Surplus after income tax expense for the year	-	-	2,633	2,633
Other comprehensive income for the year, net of tax	-	-	-	-
Total comprehensive income for the year	-	-	2,633	2,633
Balance at 31 December 2022	<u>1,600</u>	<u>856,115</u>	<u>(86,425)</u>	<u>771,290</u>

	Special Occasion Reserve \$	Merger Reserve \$	Retained Losses \$	Total members funds \$
Balance at 1 January 2023	1,600	856,115	(86,425)	771,290
Deficit after income tax expense for the year	-	-	(47,229)	(47,229)
Other comprehensive income for the year, net of tax	-	-	-	-
Total comprehensive income for the year	-	-	(47,229)	(47,229)
Balance at 31 December 2023	<u>1,600</u>	<u>856,115</u>	<u>(133,654)</u>	<u>724,061</u>

The above statement of changes in equity should be read in conjunction with the accompanying notes

Dairy Industry Association of Australia Ltd
Statement of cash flows
For the year ended 31 December 2023

	Note	2023	2022
		\$	\$
Cash flows from operating activities			
Receipts from members, registrations and other operating activities		1,020,528	910,818
Interest received		3,628	1,121
Payments to suppliers (inclusive of GST)		<u>(1,244,116)</u>	<u>(946,786)</u>
Net cash used in operating activities	12	<u>(219,960)</u>	<u>(34,847)</u>
Cash flows from investing activities			
Payments for property, plant and equipment	8	<u>(1,745)</u>	<u>(1,970)</u>
Net cash used in investing activities		<u>(1,745)</u>	<u>(1,970)</u>
Net cash from financing activities		<u>-</u>	<u>-</u>
Net decrease in cash and cash equivalents		(221,705)	(36,817)
Cash and cash equivalents at the beginning of the financial year		<u>369,502</u>	<u>406,319</u>
Cash and cash equivalents at the end of the financial year	4	<u><u>147,797</u></u>	<u><u>369,502</u></u>

The above statement of cash flows should be read in conjunction with the accompanying notes

Dairy Industry Association of Australia Ltd
Notes to the financial statements
31 December 2023

Note 1. Material accounting policy information

The financial report covers Dairy Industry Association of Australia Limited as an individual entity. Dairy Industry Association of Australia Limited is a Company limited by guarantee domiciled in Australia.

The functional and presentation currency of Dairy Industry Association of Australia Limited is Australian dollars.

Basis of preparation

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

These are special purpose financial statements that have been prepared for the purposes of complying with the Corporations Act 2001 requirements to prepare and distribute financial statements to the members of Dairy Industry Association of Australia Ltd. The directors have determined that the accounting policies adopted are appropriate to meet the needs of the members of Dairy Industry Association of Australia Ltd.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the disclosure requirements of AASB 101 'Presentation of Financial Statements', AASB 107 'Statement of Cash Flows', AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors', AASB 1048 'Interpretation of Standards' and AASB 1054 'Australian Additional Disclosures', as appropriate for for profit oriented entities.

Note 2. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Allowance for expected credit losses

The allowance for expected credit losses assessment requires a degree of estimation and judgement. It is based on the lifetime expected credit loss, grouped based on days overdue, and makes assumptions to allocate an overall expected credit loss rate for each group. These assumptions include recent sales experience and historical collection rates.

Fair value measurement hierarchy

The company is required to classify all assets and liabilities, measured at fair value, using a three level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being: Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date; Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and Level 3: Unobservable inputs for the asset or liability. Considerable judgement is required to determine what is significant to fair value and therefore which category the asset or liability is placed in can be subjective.

The fair value of assets and liabilities classified as level 3 is determined by the use of valuation models. These include discounted cash flow analysis or the use of observable inputs that require significant adjustments based on unobservable inputs.

Estimation of useful lives of assets

The company determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. 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.

Income tax

The Company is exempt from income tax under Division 50-40 of the Income Tax Assessment Act 1997.

Dairy Industry Association of Australia Ltd
Notes to the financial statements
31 December 2023

Note 2. Critical accounting judgements, estimates and assumptions (continued)

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). In this case, it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

Receivables and payable are stated inclusive of GST receivable or payable. The net amount of GST recoverable from, or payable to, the tax authority is included in other receivables or other payables in the statement of financial position.

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.

Note 3. Revenue

	2023	2022
	\$	\$
Members Subscriptions	130,108	134,316
Conference and Seminars	458,292	456,176
Publications	158,700	173,086
Product Competitions	153,974	154,470
Short Course Income	8,000	65,458
Interest Received	21,456	1,622
Other Income	8,652	460
	<u>939,182</u>	<u>985,588</u>
Revenue	<u>939,182</u>	<u>985,588</u>

Accounting policy for revenue recognition

The company recognises revenue as follows:

Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which the company is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the company: 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.

Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts, rebates and refunds, any potential bonuses receivable from the customer and any other contingent events. Such estimates are determined using either the 'expected value' or 'most likely amount' method. The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Amounts received that are subject to the constraining principle are recognised as a refund liability.

Sales revenue

Events, fundraising and raffles are recognised when received or receivable.

Donations

Donations are recognised at the time the pledge is made.

Grants

Grant revenue is recognised in profit or loss when the company satisfies the performance obligations stated within the funding agreements.

Dairy Industry Association of Australia Ltd
Notes to the financial statements
31 December 2023

Note 3. Revenue (continued)

If conditions are attached to the grant which must be satisfied before the company is eligible to retain the contribution, the grant will be recognised in the statement of financial position as a liability until those conditions are satisfied.

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Other revenue

Other revenue is recognised when it is received or when the right to receive payment is established.

Volunteer services

The Company has elected not to recognise volunteer services as either revenue or other form of contribution received. As such, any related consumption or capitalisation of such resources received is also not recognised.

Note 4. Current assets - Cash and cash equivalents

	2023	2022
	\$	\$
Cash at bank	<u>147,797</u>	<u>369,502</u>

Accounting policy for cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Note 5. Current assets - Trade receivables

	2023	2022
	\$	\$
Trade receivables	112,698	123,727
Interest receivable	2,382	-
	<u>115,080</u>	<u>123,727</u>

Accounting policy for trade and other receivables

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

Note 6. Current assets - Financial assets

	2023	2022
	\$	\$
Short-term deposits	<u>517,439</u>	<u>501,993</u>

Financial assets recognised are term deposits recognised with maturity date of 19 May 2024.

Note 7. Current assets - Prepayments

	2023	2022
	\$	\$
Prepayments	<u>44,666</u>	<u>60,000</u>

Dairy Industry Association of Australia Ltd
Notes to the financial statements
31 December 2023

Note 8. Non-current assets - Property, Plant and Equipment

	2023 \$	2022 \$
At cost	35,819	34,074
Less: Accumulated depreciation	<u>(13,487)</u>	<u>(7,636)</u>
	<u>22,332</u>	<u>26,438</u>

Accounting policy for property, plant and equipment

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a diminishing value basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Plant and equipment 2-5 years

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the company. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

Note 9. Current liabilities - Trade and Other Payables

	2023 \$	2022 \$
Sundry creditors and GST liabilities	<u>123,253</u>	<u>310,370</u>

Accounting policy for trade and other payables

These amounts represent liabilities for goods and services provided to the company 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.

Note 10. Members' Guarantee

The Company is a Public Company limited by guarantee. The Constitution specifies that in the event of winding up of the Company, each member undertakes to contribute to the property of the Company an amount not exceeding one dollar while he/she is a member or within one year after he/she ceases to be a member.

Note 11. Merger Reserve

The Company was incorporated on 29 July 2019 and received the residual net assets from the Dairy Industry Association of Australia Inc. of \$856,115 upon incorporation.

Note 12. Cash Flow Information

Reconciliation of result for the year to cashflows from operating activities:

Dairy Industry Association of Australia Ltd
Notes to the financial statements
31 December 2023

Note 12. Cash Flow Information (continued)

	2023 \$	2022 \$
Surplus/(deficit) after income tax expense for the year	(47,229)	2,633
Non-cash flows in profit:		
Depreciation	5,851	6,521
Interest on financial assets	-	(502)
Change in operating assets and liabilities:		
(increase)/decrease in trade and other receivables	8,647	(73,147)
(increase)/decrease in prepayments and other assets	(112)	16,091
increase/(decrease) in trade and other payables	(36,076)	36,057
increase/(decrease) in provisions	(151,041)	(22,500)
Net cash used in operating activities	<u>(219,960)</u>	<u>(34,847)</u>

Note 13. Commitments

The company has no material contract commitments for capital, lease, hire or other expenditure as at 31 December 2023 (31 December 2022 : None).

Note 14. Segment Reporting

The Company operates predominantly in one industry - that being the dairy industry. The Company operates predominantly in one geographical area - that being Australia.

Note 15. Related Party Information

Other than the receipt of membership and related fees and the reimbursement of travel and administrative costs incurred, there were no transactions between Directors and the company during the period.

Note 16. Events After the End of the Reporting Period

No matter or circumstance has arisen since 31 December 2023 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

Note 17. Remuneration of auditors

The amount paid or payable to Crowe Audit Australia for the review of the financial report was \$4,150 (2022: \$3,630).

Dairy Industry Association of Australia Ltd
Directors' declaration
31 December 2023

The directors have determined that the Company is not a reporting entity and that these special purpose financial statements should be prepared in accordance with the accounting policies described in Note 2 of the financial statements.

The directors of the Company declare that:

- The financial statements and note, as set out on pages 6 to 14, are in accordance with the *Corporations Act 2001* and:
- comply with Australian Accounting Standards as stated in Note 1; and
- Give a true and fair value view of the financial position as at 31 December 2023 and of the performance for the year ended on that date of is in accordance with the accounting policy describes in Note 2 of the financial statements.
- In the directors' opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

On behalf of the directors

_____ 2024

Independent Auditor's Review Report to the Members of Dairy Industry Association of Australia Limited

Report on the Financial Report

We have reviewed the accompanying special purpose financial report of Dairy Industry Association of Australia Limited. (the Company), which comprises the Director's report, the statement of financial position as at 31 December 2023, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, a summary of material accounting policy information and other explanatory information.

Director's Responsibility for the Financial Report

The members of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the members 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.

Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagement ASRE 2415 *Review of a Financial Report: Company Limited by Guarantee*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the company's financial position as at 31 December 2023 and its performance for the year ended on that date; and complying with the Australian Accounting Standards and *Corporations Regulations 2001*. ASRE 2415 requires that we comply with the ethical requirements relevant to the review of the financial report.

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

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying financial report of the Company does not comply with the accounting policies described in Note 1 to the financial statements.

Basis of Accounting and Restriction on Distribution

Without modifying our conclusion, we draw attention to Note 1 to the financial report, which describes the basis for accounting. The financial report has been prepared to assist Dairy Industry Association of Australia Limited to meet its reporting requirements. As a result, the financial report may not be suitable for another purpose.

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Independent Auditor's Review Report
to the Members of Dairy Industry Association of Australia Limited (cont.)

Crowe Audit Australia

CROWE AUDIT AUSTRALIA

Tafadzwa Mudarikwa

Associate Partner

Brisbane

Mr Tafadzwa Mudarikwa
Associate Partner
Crowe Audit Australia
Via email: DigitalauditHubcst@crowe.com.au

Dear Mr Mudarikwa,

**REPRESENTATIONS BY MANAGEMENT OF DAIRY INDUSTRY ASSOCIATION OF AUSTRALIA LTD
FOR THE YEAR ENDED 31 DECEMBER 2023 AND EVENTS SUBSEQUENT TO THAT DATE**

This representation letter is provided in connection with your review of the financial report of Dairy Industry Association of Australia Ltd. for the year ended 31 December 2023 for the purpose of expressing a conclusion as to whether the financial report is prepared in accordance with Australian Accounting Standards, the *Corporations Act 2001* and other mandatory reporting requirements in Australia.

We have reviewed and adopted material adjusting journals as a result of the conduct of the 2023 review, these entries are attached in Appendix A, and are to be processed in our accounting records, if any.

We acknowledge that you have advised management of uncorrected misstatements that you became aware of as a result of your review procedures, if any. Please see Appendix B.

We acknowledge our responsibility for ensuring that the financial report is in accordance with Australian Accounting Standards, the *Corporations Act 2001* and other mandatory reporting requirements in Australia, including:

1. giving a true and fair view of the Association's financial position as at 31 December 2023 and of its performance for the year ended on that date; and
2. complying with selected accounting policies as outlined in our financial statements.

We confirm that the year financial report is prepared and presented in accordance with Australian Accounting Standards, the *Corporations Act 2001* and other mandatory reporting requirements in Australia and is free of material misstatements, including omissions.

1. We have made available to you:
 - (a) all financial records and related data, other information, explanations and assistance necessary for the conduct of the review; and
 - (b) minutes of all meetings of Committee meetings.
2. We have disclosed to you the results of our assessment of the risk that the financial report may be materially misstated as a result of fraud.
3. There:
 - (a) has been no fraud or suspected fraud, error or non-compliance with laws and regulations involving management or employees who have a significant role in the internal control structure;
 - (b) has been no fraud or suspected fraud, error or non-compliance with laws and regulations that could have a material effect on the financial report; and
 - (c) have been no communications from regulatory agencies concerning non-compliance with, or deficiencies in, financial reporting practices that could have a material effect on the financial report.
4. We are responsible for an adequate internal control structure to prevent and detect fraud and error and to facilitate the preparation of a reliable financial report, and adequate financial records have been maintained. There are no material transactions that have not been recorded properly in the accounting records underlying the financial report.

5. We have no plans or intentions that may affect materially the carrying values, or classification, of assets and liabilities.
6. There are no violations or possible violations of laws or regulations the effects of which should be considered for disclosure in the financial report or as a basis for recording an expense.
7. The entity has satisfactory title to all assets, and there are no liens or encumbrances on such assets that have not been disclosed nor has any asset been pledged as collateral. Allowances for depreciation have been adjusted for all important items of property, plant and equipment that have been abandoned or are otherwise unusable.
8. No events have occurred subsequent to the balance sheet date through to the date of this letter that would require adjustment to, or disclosure in, the financial report.
9. We are not aware of any information indicative of the entity not being able to continue operating for the next 12 months. We have deemed that a going concern basis is appropriate and in line with expectations of the entity.

We understand that your examination was made in accordance with the Auditing Standard on Review Engagements *ASRE 2415 Review of a Financial Report: Company Limited by Guarantee* and was, therefore, designed primarily for the purpose of expressing a conclusion on the financial report of Dairy Industry Association of Australia Ltd., and that your procedures were limited to those which you considered necessary for that purpose.

Yours faithfully,
Organisation: Dairy Industry Association of Australia Ltd.

Signature:

Name:

Position:

Date:

APPENDIX A
AUDIT ADJUSTMENTS - CORRECTED

Number	Date	Type	Name	Account No	Reference	Annotation	Debit	Credit
ADJ001	31/12/2023	N	Conferences and seminars	2010	N.10		62,950.00	
ADJ001	31/12/2023	N	Events and networking functions	2020	N.10		10,300.00	
ADJ001	31/12/2023	N	Members subscriptions	2040	N.10		14,614.00	
ADJ001	31/12/2023	N	Product competitions income	2045	N.10		9,565.00	
ADJ001	31/12/2023	N	Publications income	2050	N.10		11,212.00	
ADJ001	31/12/2023	N	Scholarship Income	2080	N.10		8,000.00	
ADJ001	31/12/2023	N	Accounts Receivable	6020	N.10			116,850.00
ADJ001	31/12/2023	N	Debtors posted via OMNI-MemNet	6022	N.10			11,455.00
ADJ001	31/12/2023	N	GST Clearing	8020	N.10		11,664.00	
<p>To reverse the recognition of receivable/income of the invoices pertaining to 2024 income which was subsequently accrued. Refer to ADJ003.</p>								
ADJ002	31/12/2023	N	Accounting & audit expenses	3011	N.08		4,366.00	
ADJ002	31/12/2023	N	Accounting & audit expenses	3011	N.08		4,150.00	
ADJ002	31/12/2023	N	Management fees	3054	N.08			
ADJ002	31/12/2023	N	Creditors (Accounts Payable)	8010	N.08			
ADJ002	31/12/2023	N	Accrued Expenses	8040	N.08			4,366.00
ADJ002	31/12/2023	N	Accrued Expenses	8040	N.08			4,150.00
<p>To record the audit and accounting fees pertaining to the financial year 2023.</p>								
ADJ003	31/12/2023	N	Conferences and seminars	2010	N.10			62,950.00
ADJ003	31/12/2023	N	Events and networking functions	2020	N.10			6,800.00
ADJ003	31/12/2023	N	Members subscriptions	2040	N.10			14,614.00
ADJ003	31/12/2023	N	Product competitions income	2045	N.10			9,565.00
ADJ003	31/12/2023	N	Publications income	2050	N.10			11,212.00
ADJ003	31/12/2023	N	Scholarship Income	2080	N.10			8,000.00
ADJ003	31/12/2023	N	BSL=Accrual Conferences	205001	N.10		62,950.00	
ADJ003	31/12/2023	N	BSL=Accrual Branch Awards Dinner	205002	N.10		3,300.00	
ADJ003	31/12/2023	N	BSL=Accrual Membership	205004	N.10		14,614.00	
ADJ003	31/12/2023	N	BSL=Accrual Member Networking Function	205005	N.10		3,500.00	
ADJ003	31/12/2023	N	BSL=Accrual Product Competition	205007	N.10		9,565.00	
ADJ003	31/12/2023	N	BSL=Accrual Publications ADL	205014	N.10		11,212.00	
ADJ003	31/12/2023	N	BSL=Accrual Travel Scholarship (CHR Hansoi	205019	N.10		8,000.00	
<p>To reverse accruals made to income not yet received with regards to the receivable adjustment in ADJ001.</p>								
ADJ004	31/12/2023	N	Telephone & internet	3017	J.01		2,052.00	
ADJ004	31/12/2023	N	Telephone & internet	3017	J.01			2,052.00
ADJ004	31/12/2023	N	Prepayments	6030	J.01			2,257.00
ADJ004	31/12/2023	N	Creditors (Accounts Payable)	8010	J.01		2,257.00	
ADJ004	31/12/2023	N	GST Clearing	8020	J.01		205.00	
ADJ004	31/12/2023	N	GST Clearing	8020	J.01			205.00
<p>To correct proper prepayments.</p>								
							254,476.00	254,476.00

APPENDIX B
AUDIT ADJUSTMENTS - UNADJUSTED
None noted

The Board
Dairy Industry Association of Australia Limited
PO Box 290
SOUTH MELBOURNE VIC 3205

Dear Board Members,

Dairy Industry Association of Australia Limited Review Period Ended 31 December 2023

We have completed our financial report review of Dairy Industry Association of Australia Limited for the period ended 31 December 2023.

We have received all appropriate evidence and explanations requested from management and we advise that there are no other outstanding matters relating to our audit. No unadjusted audit differences existed at period end.

Matter arising - recognition of receivables/accrued income liability

We noted that income related to 2024 events was recognised as a receivable, then subsequently recognised as accrued income liability. Receivables should be recognised only if earned during the year and accrued income if payments are received but not yet earned.

We recommend that management do a review of receivables and accruals at year end.

Boards consideration

The Company's revenue is approaching the reporting threshold (\$1m) that applies to companies limited by guarantee which would also trigger the need to have an audit as opposed to a review engagement. The Board is encouraged to evaluate the benefits of registering with the Australian Charities and Not-for-profits Commission (ACNC) to enjoy the concession of preparing special purpose financial reports and lower audit requirements.

Finally, we take this opportunity to thank your staff for the assistance afforded to us during our audit work.

If you have any queries, please do not hesitate to contact our office.

Yours faithfully
Crowe Audit Australia

Tafadzwa Mudarikwa
Associate Partner

Enc.

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