

**ROYAL ZOOLOGICAL SOCIETY
OF SOUTH AUSTRALIA INC**

ABN: 38 750 470 952

FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2024

ROYAL ZOOLOGICAL SOCIETY OF SOUTH AUSTRALIA INC

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2024**

	Note	2024 \$	2023 \$
Revenue			
Admissions, Membership and Other Revenue		30,052,486	28,968,877
Grants	2/3	7,581,198	7,758,760
Insurance Recoveries		-	1,014,374
Sundry Sales/Income		839,289	591,690
Bequests		806,015	299,281
Total Revenue	2	39,278,988	38,632,982
Expenses			
Salaries, Wages & On-Costs		(21,788,984)	(19,630,167)
Animal Care		(1,428,606)	(1,392,529)
Maintenance Consumables		(2,666,305)	(2,608,964)
Cost of Sales		(1,623,807)	(1,568,928)
Conservation & Research Projects		(1,362,894)	(1,636,312)
Utilities		(1,081,004)	(940,957)
Marketing & Promotion		(858,203)	(709,899)
Tours & Experiences		(3,461,427)	(3,540,993)
Depreciation		(3,384,798)	(3,283,241)
Other Expenses		(2,171,696)	(2,247,947)
Total Expenses	2	(39,827,724)	(37,559,937)
Surplus / (Loss) from operating activities		(548,736)	1,073,045
Finance Income		333,085	159,843
Finance Expenses		(59,313)	(63,730)
Net Financing Expense		273,772	96,113
Surplus / (Loss) for the Year		(274,964)	1,169,158
Other Comprehensive Income/Expense			
Items that will never be reclassified to profit or loss			
Change in fair value of financial assets at fair value through other comprehensive income		35,758	11,255
Total Other Comprehensive Income / (Loss) for the year		35,758	11,255
Total Comprehensive Income for the year attributable to members		(239,206)	1,180,413

To be read in conjunction with the accompanying notes

ROYAL ZOOLOGICAL SOCIETY OF SOUTH AUSTRALIA INC

**STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2024**

	Note	2024 \$	2023 \$
Current Assets			
Cash and Cash Equivalents	4	5,616,953	3,912,953
Receivables and Prepayments	5	1,424,359	1,555,446
Inventories	7	568,458	531,748
Total Current Assets		7,609,770	6,000,147
Non Current Assets			
Financial Assets at Fair Value	12	449,759	442,240
Property, Plant and Equipment	6	68,276,843	65,863,253
Total Non Current Assets		68,726,602	66,305,493
Total Assets		76,336,372	72,305,640
Current Liabilities			
Trade and Other Payables	10	2,203,912	1,624,505
Income in Advance	11	10,741,799	6,813,144
Loans and Borrowings	9	703,171	747,123
Employee Benefits	8	4,777,727	4,474,402
Total Current Liabilities		18,426,609	13,659,174
Non Current Liabilities			
Loans and Borrowings	9	1,275,000	2,002,234
Income in Advance	11	4,321,953	4,171,819
Employee Benefits	8	344,381	264,778
Total Non Current Liabilities		5,941,334	6,438,831
Total Liabilities		24,367,943	20,098,005
Net Assets		51,968,429	52,207,635
Reserves			
Reserves	14	74,182	38,424
Retained Funds		51,894,247	52,169,211
Total Equity		51,968,429	52,207,635

To be read in conjunction with the accompanying notes

ROYAL ZOOLOGICAL SOCIETY OF SOUTH AUSTRALIA INC

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2024

	Fair Value Reserves	Retained Funds	Total Equity
	\$	\$	\$
Balance at 1 July 2022	27,169	51,000,053	51,027,222
Surplus/(Loss) for the year	-	1,169,158	1,169,158
Other Comprehensive Income			
Change in fair value of financial assets at fair value through other comprehensive income	11,255	-	11,255
Total Other Comprehensive Income/(Loss) for the year	11,255	-	11,255
Total Comprehensive Income/(Loss) for the year	11,255	1,169,158	1,180,413
Balance at 30 June 2023	38,424	52,169,211	52,207,635
Balance at 1 July 2023	38,424	52,169,211	52,207,635
Surplus/(Loss) for the year	-	(274,964)	(274,964)
Other Comprehensive Income			
Change in fair value of financial assets at fair value through other comprehensive income	35,758	-	35,758
Total Other Comprehensive Income/(Loss) for the year	35,758	-	35,758
Total Comprehensive Income/(Loss) for the year	35,758	(274,964)	(239,206)
Balance at 30 June 2024	74,182	51,894,247	51,968,429

To be read in conjunction with the accompanying notes

ROYAL ZOOLOGICAL SOCIETY OF SOUTH AUSTRALIA INC

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2024**

	Note	2024 \$	2023 \$
		Inflows (Outflows)	Inflows (Outflows)
Cash Flows from Operating Activities			
Receipts			
Receipts from customers		33,221,466	26,791,472
Donations, Bequests and Sponsorships		4,200,652	3,456,753
State Government Grants Received		6,052,001	5,904,391
Other Grants Received		1,329,636	3,540,445
Payments			
Wages and Salaries		(21,140,433)	(19,233,446)
Suppliers		(14,328,865)	(14,528,006)
Conservation & Research Projects		(1,362,894)	(1,636,312)
Net Cash Provided by/(Used in) Operating Activities		7,971,563	4,295,297
Cash Flows from Investing Activities			
Purchase of Property, Plant and Equipment		(5,798,388)	(4,440,970)
Sale/(Purchase) of Shares and Investments		28,239	(50,629)
Interest and dividends received		333,085	159,843
Net Cash Provided by/(Used in) Capital and Investing Activities		(5,437,064)	(4,331,756)
Cash Flows from Financing Activities			
Net Repayment of Borrowings		(771,186)	(147,030)
Payment of Interest		(59,313)	(63,730)
Net Cash Provided by Financing Activities		(830,499)	(210,760)
Net (Decrease)/Increase in Cash Held		1,704,000	(247,219)
Cash at the Beginning of the Year		3,912,953	4,160,172
Cash at the End of the Year	4	5,616,953	3,912,953

To be read in conjunction with the accompanying notes

ROYAL ZOOLOGICAL SOCIETY OF SOUTH AUSTRALIA INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1: MATERIAL ACCOUNTING POLICY INFORMATION

The Royal Zoological Society of South Australia Incorporated (the "Society") is a not for profit incorporated association domiciled in South Australia. The financial statements cover Royal Zoological Society of South Australia Incorporated as an individual entity. The address of the Society's registered office and principal place of business is Adelaide Zoo, Frome Road, Adelaide, South Australia. The Society during the year was involved in the operation of Adelaide Zoo and Monarto Safari Park. The Society is also involved in a wide range of Conservation Programs both in Australia and internationally.

This financial report was authorised for issue by the Board on 29 October 2024.

(a) **Basis of Preparation**

In the opinion of the directors, the Society is not publicly accountable.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Simplified Disclosure Requirements of the Australian Accounting Standards Board (AASB), the Australian Charities and Not-for-profits Commission Act 2012 (ACNC) and the Associations Incorporation Act 1985 (as amended). The association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

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

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

The financial report is presented in Australian dollars, which is the functional currency of the Society.

The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of accounting /policies and the reported amounts of assets and liabilities, income and expenses.

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 1(q).

The financial statements have been prepared on a going concern basis. Further detail about the assessment of going concern is set out in Note 1 (b).

The accounting policies set out below have been applied consistently to all periods presented in the financial report.

ROYAL ZOOLOGICAL SOCIETY OF SOUTH AUSTRALIA INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1: MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

(b) Going Concern

The financial statements have been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and discharge of liabilities in the normal course of business.

As presented in the financial statements, the Society has incurred a loss before comprehensive income of \$274,964 (2023: \$1,169,158 surplus) for the year ended 30 June 2024. As at that date the Society had net current liabilities of \$10,816,839 (2023: \$7,659,027), and net assets of \$51,968,429 (2023: \$52,207,635).

The Directors believe that there are reasonable grounds to believe that the entity will continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report after consideration of the following factors:

- Included in current liabilities is \$10,741,799 of income received in advance which is not expected to require repayment and employee provisions of \$4,777,727, the majority of which are not anticipated to be settled within the next 12 months.
- The Board has prepared a cash flow forecast of the Society to 31 October 2025 which indicates that it will be able to meet its obligations as and when they fall due. The cash flow forecast includes revenue estimates that are in line with normal trading conditions, as well as assuming that the cash flows from the Wild Africa precinct are in line with expectations.
- The cash flow forecast is particularly sensitive to the Society achieving its visitation and revenue forecast. A decrease in the visitation and revenue forecast would result in the Society needing to reduce operating costs and capital expenditure.
- The current ANZ facility is due to expire on 27 April 2027, and it will be fully repaid at that time. The balance owing at 30 June 2024 is \$1,912,500. The facility required repayments of \$637,500 to be made during the 2023-24 financial year. This repayment was met. In September 2023 ANZ approved an additional facility to fund construction costs for an upgraded Elephant habitat at Monarto Safari Park. This facility has a \$2,000,000 limit and at the time of signing the Financial Statements was not called upon.
- The Directors anticipate that the Society will be able to meet financial covenants contained in its financing facilities with ANZ, or otherwise, ANZ will not enforce its legal rights in relation to any arising covenant breaches. Whilst Directors anticipate continued support from ANZ in this regard, no formal undertakings from ANZ exist at this time.
- The Directors anticipate the on-going support of the South Australian State Government.

However, these events and conditions indicate that a material uncertainty exists which may cast significant doubt on the Society's ability to continue as a going concern, and therefore the entity may be unable to realise its assets and discharge its liabilities in the normal course of business and at the amounts stated in the financial report. The financial report does not include any adjustments relating to the amounts or classification of recorded assets or liabilities that might be necessary if the entity does not continue as a going concern.

ROYAL ZOOLOGICAL SOCIETY OF SOUTH AUSTRALIA INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1: MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

(c) **Revenue**

(i) **Sales Revenue**

Income from Admissions, Education, Catering, Events and Retail are recognised as revenue when earned rather than when received.

(ii) **Grants**

Grant income arising from an agreement which contains enforceable and sufficiently specific performance obligations is recognised when each performance obligations is satisfied. The performance obligations are varied based on the agreement. Within grant agreements there may be some performance obligations where control transfers at a point in time and others which have continuous transfer of control over the life of the agreement. Where performance obligations are transferred over time, generally the revenue is recognition based on either cost or time incurred which best reflects satisfaction of the performance obligation.

Assets arising from grants in the scope of AASB 1058 are recognised at their fair value when the asset is received. These assets are generally cash but maybe property which has been donated or sold to the Society at significantly below its fair value. Once the asset has been recognised, the Society recognises any related liability amounts (e.g. provisions, financial liabilities). Once the assets and liabilities have been recognised then income is recognised for any difference between the recorded asset and liability.

(iii) **Capital Grants**

Capital grants received under an enforceable agreement to enable the Society to acquire or construct an item of property, plant and equipment to identified specifications which will be controlled by the Society (once complete) are recognised as revenue over the construction period. For acquisitions of assets, the revenue is recognised when the asset is acquired and controlled by the Society.

(iv) **Interest & Dividends**

Interest revenue is recognised as it accrues on a daily basis, using the effective interest method. Dividend revenue is recognised in the statement of profit and loss and comprehensive income on the date the right to receive payments is established, which in the case of quoted securities is normally the ex-dividend date.

(v) **Annual Membership Subscriptions**

Annual Membership subscriptions are recognised as revenue when earned over the period of the subscription rather than when the cash is received. Prepaid subscriptions are recorded as unearned revenue and are included in Income in Advance.

(vi) **Life Membership Subscriptions**

Life Membership subscriptions are recognised as revenue when earned over the period of the subscription rather than when the cash is received. Subscriptions are recorded as unearned revenue and are included in Income in Advance. The value of the Life Membership is amortised on a straight line basis over a 15 year period, which represents the expected period over which the member will use the membership.

(vii) **Sponsorship**

Revenue is recognised where the Society has received assets (including cash) to acquire or construct a non-financial asset, the asset is to be controlled by the Society and there is a liability to provide benefits to the customers which the excess of initial carrying amount of asset over liability amount is recognised as income.

(viii) **Fundraising**

Revenue from fundraising events is accrued Profit or Loss..

ROYAL ZOOLOGICAL SOCIETY OF SOUTH AUSTRALIA INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1: MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

(ix) **Donations & Bequests**

Revenue from bequests and donations are recognised in the Profit or Loss when the funds have been received, and the Society gains control of the asset.

(d) **Receivables**

Receivables to be settled within 60 days are carried at amortised cost. The Society is not materially exposed to any individual customer. The collectability of debts is assessed at year-end (see accounting policy (h)).

(e) **Cash and Cash Equivalents**

Cash and cash equivalents comprise cash balances and at call deposits.

(f) **Financial Assets at Fair Value Through Other Comprehensive Income**

The Society has a portfolio of investments including interest bearing or dividend yielding securities. The Finance and Audit Committee manages the portfolio to minimise the exposure to significant risk due to changes in yields or market values.

When financial assets are recognised initially, they are measured at fair value. Financial assets other than those subsequently measured at amortised cost are subsequently measured at fair value. Investments in equity instruments that are not held for trading are measured at fair value through other comprehensive income. Fair value is determined based on fair value (being the redemption value) of all investments.

For investments in equity instruments that are not held for trading, the Society has elected at initial recognition to present gains and losses in other comprehensive income. For instruments measured at fair value through other comprehensive income, gains and losses are not reclassified to profit or loss and no impairments are recognised in profit or loss.

Dividends earned are recognised in profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment. Financial assets are recognised/de-recognised by the Society on the date it commits to purchase/sell the investments.

(g) **Inventories**

Inventories are carried at the lower of cost and net realisable value. The cost of inventories is based on the first in first out principle, and includes the expenditure incurred in acquiring the inventories, and bringing them into their existing location and condition.

(h) **Impairment**

Non-Financial Assets

The carrying amounts of the Society's assets other than inventories (see accounting policy (g)) are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated (see accountancy policy (h)(i)).

An impairment loss is recognised whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognised in the profit or loss, unless an asset has previously been revalued, in which case the impairment loss is recognised as a reversal to the extent of that previous revaluation with any excess recognised through profit or loss.

Financial Assets

(i) **Calculation of recoverable amount**

The recoverable amount of the Society's receivables carried at amortised cost is calculated as the present value of estimated future cash flows, discounted at the original effective interest rate (i.e., the effective interest rate computed at initial recognition of these financial assets). Receivables with a short duration are not discounted.

ROYAL ZOOLOGICAL SOCIETY OF SOUTH AUSTRALIA INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1: MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

(ii) Reversals of impairment

An impairment loss in respect of receivables carried at amortised cost is reversed if the subsequent increase in recoverable amount can be related objectively to an event occurring after the impairment loss was recognised.

In respect of other assets, an impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

(i) Property, Plant and Equipment

Items of property, plant and equipment are stated at cost less accumulated depreciation (see below) and impairment losses (see accounting policy (h)). Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct labour, any other costs directly attributable to bringing the asset to a working condition for its intended use, and the costs of dismantling and removing the items and restoring the site on which they are located. Borrowing costs related to the acquisition and construction of qualifying assets are capitalised as part of the cost of the asset.

Where parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items of property, plant and equipment.

Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment and are recognised on a net basis in profit or loss.

The cost of replacing part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Society and its costs can be measured reliably. The carrying amount of the replaced part is derecognised. The cost of the day-to-day servicing of property, plant and equipment are recognised in profit or loss as incurred.

Depreciation is charged to profit or loss on a straight line basis based on the following depreciation rates:

Buildings	2.0% - 3.5%
Exhibits	3.3% - 5.0%
Plant & Equipment	10.0%
Motor Vehicles	10.0%

These rates were applied for the entire financial year. Land is not depreciated.

(j) Creditors

Liabilities are recognised for amounts to be paid in future for goods or services received up to reporting date. Creditors are normally settled within 30 days.

(k) Employee Benefits

(i) Long-term service benefits

The Society's net obligation in respect of long-term service benefits is the amount of future benefit that employees have earned in return for their service in the current and prior periods. The obligation is discounted to its present value and the fair value of any related assets is deducted. The discount rate is the yield at the reporting date on high quality corporate bonds that have maturity dates approximating the terms of the Society's obligations.

ROYAL ZOOLOGICAL SOCIETY OF SOUTH AUSTRALIA INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1: MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

(ii) **Wages, salaries and leave**

Liabilities for wages, salaries and leave that are expected to be settled within 12 months of reporting date, represent present obligations resulting from employees' services provided to reporting date and are measured as the undiscounted amounts based on wage and salary rates that the Society expects to pay as at reporting date including related on-costs. Superannuation obligations for contributions to superannuation plans are expensed as the related service is provided.

(l) **Animal Acquisition and Transfer**

Management of animal populations and a strong commitment to captive breeding of endangered species requires the Society to regularly interchange specimens with other approved zoos around the world. While threatened species and species subject to cooperative management plans are given freely for the benefit of conservation, the Society bears the cost of importing such species. No carrying value is attributed to the animals that are either transferred from other Zoological organisations or bred by the Society.

(m) **Taxation**

The Society is exempt from income tax under the current provisions of the Income Tax Assessment Act 1997. Accordingly, there is no income tax expense or income tax payable.

(n) **Leases**

(i) **Leased assets**

At commencement or on modification of a contract that contains a lease component, the Society allocates the consideration in the contract to each lease component on the basis of its relative stand-alone prices. However, for the leases of property the Society has elected not to separate non-lease components and account for the lease and non-lease components as a single lease component.

The Society recognises a right-of-use asset and a lease liability at the commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the end of the lease term. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, adjusted for certain measurements of the lease liability.

The Society is not required to fair value the right-of-use asset relating to its Monarto Safari Park peppercorn land lease. The Society has elected to measure the right-of-use asset at cost.

(ii) **As a lessee**

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, and the Society's incremental borrowing rate.

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Society's estimate of the amount expected to be payable under a residual value guarantee, if the Society changes its assessment of whether it will exercise a purchase, extension or termination option or if there is a revised in-substance fixed lease payment.

(o) **Goods and Services Tax**

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

ROYAL ZOOLOGICAL SOCIETY OF SOUTH AUSTRALIA INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1: MATERIAL ACCOUNTING POLICY INFORMATION (Continued)

these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the statement of financial position.

Cash flows are included in the statement of cash flows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the Australian Taxation Office are classified as operating cash flows.

(p) **New and Amended Standards Adopted by the Society**

There is no material impact on the Company's financial statements from amendments to Australian Accounting Standards that were effective from 1 July 2023.

(q) **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.

Estimation of useful lives of assets

The Society 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.

Employee benefits provision

As discussed in note 1(k), the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

Performance obligations under AASB 15

To identify a performance obligation under AASB 15, the promise must be sufficiently specific to be able to determine when the obligation is satisfied. Management exercises judgement to determine whether the promise is sufficiently specific by taking into account any conditions specified in the arrangement, explicit or implicit, regarding the promised goods or services. In making this assessment, Management includes the nature/ type, cost / value, quantity, and the period of transfer related to the goods or services promised.

Life Membership fees

The Society regularly reviews the length of time over which life membership fees are recognised. That period is determined by Management assessing the attendance pattern of all life members. Management have determined that the fees should be recognised over a 15 year time frame, which is the period in which the most use of the membership occurs, albeit it reducing year on year over that 15 year period.

ROYAL ZOOLOGICAL SOCIETY OF SOUTH AUSTRALIA INC

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024**

NOTE 2: REVENUES AND EXPENSES

	Note	2024			2023	
		Adelaide Zoo	Monarto Safari Park	Society	Total	
		\$	\$	\$	\$	
REVENUE	1(b)					
Admissions		7,634,281	5,056,172	-	12,690,453	12,180,159
Education		837,883	274,766	-	1,112,649	1,022,609
Sponsorship		121,483	95,009	1,083,050	1,299,542	1,340,764
Bequests		-	-	806,015	806,015	299,281
Donations		-	-	2,025,557	2,025,557	1,653,097
Membership		-	-	4,634,750	4,634,750	4,222,081
Retail Sales		2,242,183	1,509,587	-	3,751,770	3,510,148
Catering Sales		608,059	181,506	-	789,565	704,927
Tours Income		739,460	1,604,738	-	2,344,198	2,084,357
Events		1,264,099	-	139,903	1,404,002	2,250,735
Sundry Sales/Income		184,693	510,531	144,065	839,289	591,690
Insurance Recoveries		-	-	-	-	1,014,374
Grants	3	165,591	51,209	7,364,398	7,581,198	7,758,760
Total Revenue		13,797,732	9,283,518	16,197,738	39,278,988	38,632,982
EXPENSES						
Salaries, Wages & On-Costs		8,111,273	5,963,528	7,714,183	21,788,984	19,630,167
Animal Care		452,435	888,350	87,821	1,428,606	1,392,529
Maintenance Consumables		1,277,243	1,252,885	136,177	2,666,305	2,608,964
Cost of Sales		964,789	659,018	-	1,623,807	1,568,928
Conservation & Research Projects		-	-	1,362,894	1,362,894	1,636,312
Utilities		540,142	540,862	-	1,081,004	940,957
Marketing & Promotion		6,128	48	852,027	858,203	709,899
Tours & Experiences		1,302,812	2,154,090	4,525	3,461,427	3,540,993
Depreciation		-	-	3,384,798	3,384,798	3,283,241
Other Expenses		413,629	273,581	1,484,486	2,171,696	2,247,947
Total Expenses		13,068,451	11,732,362	15,026,911	39,827,724	37,559,937

Salaries, Wages & On-Costs includes \$2,025,700 (2023: \$1,747,010) of defined contribution superannuation expenses.

ROYAL ZOOLOGICAL SOCIETY OF SOUTH AUSTRALIA INC

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024**

NOTE 2: REVENUES AND EXPENSES (Continued)

Disaggregation of Revenue

The disaggregation of revenue from contracts with customers is as follows:

	Note	2024	2023
		\$	\$
Over time		13,515,490	13,321,605
Point in time		22,092,637	21,752,935
Total		35,608,127	35,074,540

NOTE 3: GOVERNMENT AND OTHER GRANTS

The South Australian Government provided general funding of \$6,052,001 (2023: \$5,904,391) during the year for operating purposes. Other Grants (Government and non-Government) totalling \$1,529,197 (2023: \$1,854,369) were recognised as income and are provided for specific projects carried out by the Society. During the year all general funding received has been recognised as income. Specific purpose funding has been recognised in accordance with the various funding agreements.

NOTE 4: CASH AND CASH EQUIVALENTS

	Note	2024	2023
		\$	\$
Cash on hand		157,046	47,884
Cash at bank		3,326,795	3,846,210
Short-term investments – bank deposits		2,133,112	18,859
Total		5,616,953	3,912,953

NOTE 5: RECEIVABLES AND PREPAYMENTS

	Note	2024	2023
		\$	\$
Sundry Debtors		435,089	678,387
Prepaid Expenses		555,351	482,867
GST Receivable		433,919	394,192
Total		1,424,359	1,555,446

ROYAL ZOOLOGICAL SOCIETY OF SOUTH AUSTRALIA INC

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024**

NOTE 6: PROPERTY, PLANT & EQUIPMENT

	Note	2024 \$	2023 \$
Land and Buildings at cost		66,594,717	66,466,642
Less: Accumulated Depreciation		(22,909,285)	(21,484,152)
		<u>43,685,432</u>	<u>44,982,490</u>
Exhibits at cost		22,588,705	22,946,713
Less: Accumulated Depreciation		(14,345,389)	(14,384,029)
		<u>8,243,316</u>	<u>8,562,684</u>
Plant & Equipment at cost		10,063,792	9,630,085
Less: Accumulated Depreciation		(6,402,834)	(5,614,963)
		<u>3,660,958</u>	<u>4,015,122</u>
Motor Vehicles at cost		4,018,608	3,585,105
Less: Accumulated Depreciation		(2,224,739)	(1,984,509)
		<u>1,793,869</u>	<u>1,600,596</u>
Construction in Progress			
- Adelaide		109,304	85,992
- Monarto		10,781,985	6,616,369
- Society		1,979	-
		<u>10,893,268</u>	<u>6,702,361</u>
Total Property, Plant & Equipment – net book value		<u>68,276,843</u>	<u>65,863,253</u>

Movement in the carrying amounts of Property Plant & Equipment:

	Land & Buildings	Exhibits	Plant & Equipment	Motor Vehicles	Construction in Progress	Total
	\$	\$	\$	\$	\$	\$
Carrying Amount at beginning of year	44,982,490	8,562,684	4,015,122	1,600,596	6,702,361	65,863,253
Additions	10,003	86,076	290,271	186,904	5,367,293	5,940,547
Transfers	328,239	385,506	155,757	286,738	(1,156,240)	-
Disposals	(97,323)	(19,785)	-	(4,905)	(20,146)	(142,159)
Depreciation	(1,537,977)	(771,165)	(800,192)	(275,464)	-	(3,384,798)
Carrying Amount at the end of the year	<u>43,685,432</u>	<u>8,243,316</u>	<u>3,660,958</u>	<u>1,793,869</u>	<u>10,893,268</u>	<u>68,276,843</u>

To be read in conjunction with the accompanying notes

ROYAL ZOOLOGICAL SOCIETY OF SOUTH AUSTRALIA INC

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024**

NOTE 7: INVENTORIES

	Note	2024	2023
		\$	\$
Finished Goods		568,458	531,748
		568,458	531,748

During the period ended 30 June 2024, inventory totalling \$25,444 was considered obsolete and written off (30 June 2023: \$Nil). No other inventories were provided for as potentially impaired (30 June 2023: \$Nil).

NOTE 8: EMPLOYEE BENEFITS

	Note	2024	2023
		\$	\$
Current Liabilities			
Annual Leave		1,899,276	1,716,536
Sick Leave Bonus		257,141	230,317
Long Service Leave		2,621,310	2,527,549
		4,777,727	4,474,402
Non Current Liabilities			
Long Service Leave		344,381	264,778
		344,381	264,778
Total		5,122,108	4,739,180

NOTE 9: LOANS AND BORROWINGS

This note provides information about the contractual terms of the Society's interest-bearing loans and borrowings, which are measured at amortised cost.

	Note	2024	2023
		\$	\$
Total facilities utilised at reporting date:			
Secured Business Loan ¹		1,912,500	2,550,000
Hire Purchase ²		65,671	199,357
		1,978,171	2,749,357
Facilities utilised at reporting date:			
Current			
Secured Business Loan ¹		637,500	637,500
Hire Purchase ²		65,671	109,623
		703,171	747,123
Non Current			
Secured Business Loan ¹		1,275,000	1,912,500
Hire Purchase ²		-	89,734
		1,275,000	2,002,234
Total		1,978,171	2,749,357

To be read in conjunction with the accompanying notes

ROYAL ZOOLOGICAL SOCIETY OF SOUTH AUSTRALIA INC

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024**

NOTE 9: LOANS AND BORROWINGS (Continued)

1. The secured business loan facility is held with Australia and New Zealand Banking Group (ANZ). The facility is secured by mortgage over freehold land held by the Society at Monarto that matures on 27 April 2027 and is subject to a weighted average interest rate of 7.00% p.a. The freehold land securing the loan has a carrying value of \$1,447,423. The facility required a loan principle repayment of \$637,500 to be made during the 2023-24 financial year (nil in 2022-23).
2. Hire purchase liabilities are effectively secured as rights to the leased assets. These revert to the lessor in the event of default.

Facility Arrangements

Unrestricted access was available at reporting date to the following lines of credit:

	Note	2024	2023
		\$	\$
ANZ – Asset Finance Facility			
Total Facilities		324,412	324,412
Less: Facilities used at reporting date		(65,671)	(175,295)
Unused at reporting date		258,741	149,117
ANZ – Corporate Card Facility			
Total Facilities		115,000	115,000
Less: Facilities used at reporting date		(89,893)	(30,555)
Unused at reporting date		25,107	84,445
ANZ – Commercial Loan Facility			
Total Facilities		1,912,500	2,550,000
Less: Facilities used at reporting date		(1,912,500)	(2,550,000)
Unused at reporting date		-	-
ANZ – Tailored Bill Facility			
Total Facilities		2,000,000	-
Less: Facilities used at reporting date		-	-
Unused at reporting date		2,000,000	-

To be read in conjunction with the accompanying notes

ROYAL ZOOLOGICAL SOCIETY OF SOUTH AUSTRALIA INC

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2024

NOTE 10: TRADE AND OTHER PAYABLES

	Note	2024	2023
		\$	\$
Trade and Other Payables		1,355,214	989,012
Accruals		848,698	635,493
Total		2,203,912	1,624,505

NOTE 11: INCOME IN ADVANCE

	Note	2024	2023
		\$	\$
Current Income in Advance			
Grants in Advance		637,861	671,831
Income Received in Advance		7,448,399	3,564,159
Member Fees Received in Advance		2,115,061	2,068,420
Life Member Fees Received in Advance		540,478	508,734
Total		10,741,799	6,813,144
Non Current Income in Advance			
Member Fees Received in Advance		-	24,720
Life Member Fees Received in Advance		4,321,953	4,147,099
Total		4,321,953	4,171,819

NOTE 12: FINANCIAL ASSETS AT FAIR VALUE

	Note	2024	2023
		\$	\$
Financial assets measured at fair value through other comprehensive income			
Shares in listed corporations		449,759	442,240
Total		449,759	442,240

NOTE 13: COMMITMENTS

	Note	2024	2023
		\$	\$
Capital Expenditure Commitments			
Significant capital expenditure contracted for at the end of the reporting period but not recognised in the financial statements.			
- Property, Plant & Equipment ¹		-	-
Total		-	-

1. At 30 June 2024 there were no contracted capital expenditure commitments (30 June 2023: \$Nil).

ROYAL ZOOLOGICAL SOCIETY OF SOUTH AUSTRALIA INC

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024**

NOTE 13: COMMITMENTS (Continued)

	Note	2024	2023
		\$	\$
Operating Lease Expense Commitments			
Non-cancellable operating leases contracted for but not recognised in the financial statements.			
Payable – minimum lease payments:			
- Within one year		11,278	45,110
- One year or later and no later than five years		-	11,278
- Later than five years		-	-
Total		11,278	56,388

NOTE 14: FAIR VALUE RESERVE

The fair value reserve includes the cumulative net change in the fair value of equity instruments that are not held for trading. Gains and losses on these financial assets are not transferred to profit and loss.

NOTE 15: RELATED PARTIES

Board

The names of each person holding the position of Board member of the Royal Zoological Society of SA Inc during the financial year and up until the date of this report are as follows. Board members were in office for the entire year unless otherwise stated. The Board members did not receive Directors fees or other compensation from the Society during the financial year.

Ms J Riedstra	President
Dr D Martin	Vice President
Mr D Mutton	Elected Member
Prof K Helgen	Elected Member
Mr Peter McCarthy	Elected Member
Mr Tyson Grubb	Board Appointed Member (Term ended 23 November 2023)
Ms Kathryn House	Elected Member (Appointed 23 November 2023)
Mr G Bates	Board Appointed Member
Ms Ursula Bradshaw	Board Appointed Member
Mr Eoin Loftus	Board Appointed Member

Key management personnel disclosures

	2024	2023
	\$	\$
The totals of remuneration paid to key management personnel of the association during the year are as follows:		
Key management personnel compensation	1,250,329	1,315,715

Key management personnel includes:

Chief Executive and Directors of Community Engagement, Corporate Services, Adelaide Zoo, Monarto Safari Park, People & Performance and Property & Development.

ROYAL ZOOLOGICAL SOCIETY OF SOUTH AUSTRALIA INC

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

NOTE 16: AUDITORS' REMUNERATION

	Note	2024 \$	2023 \$
<hr/>			
Audit Services			
Auditors of the Society are BDO Audit Pty Ltd (2023: KPMG)			
- Audit and review of financial statements		29,773	45,980
<hr/>			

No non-audit services were performed by BDO Audit Pty Ltd during the year.

NOTE 17: EVENTS AFTER THE REPORTING PERIOD

There has not arisen in the interval between the end of the financial year and the date of this report any other item, transaction or event of a material and unusual nature likely, in the opinion of the directors, to affect significantly the operations of the Society, the results of those operations, or the state of affairs of the Society as at the date of this report.

ROYAL ZOOLOGICAL SOCIETY OF SOUTH AUSTRALIA INC

STATEMENT BY THE BOARD OF DIRECTORS

In the opinion of the directors of the Royal Zoological Society of South Australia Incorporated ('the Society'):

- (a) the Society is not publicly accountable;
- (b) the financial statements and notes that are set out on pages 2 to 20 are in accordance with the Australian Charities and Not-for-profits Commission Act 2012, and the Associations Incorporation Act 1985 (as amended), including:
 - (i) Gives a true and fair view of the financial position of the Society as at 30 June 2024 and of its performance, for the financial year ended on that date; and
 - (ii) complying with Australian Accounting Standards – Simplified Disclosures and the Australian Charities and Not-for-profits Commission Regulation 2022; and
- (c) there are reasonable grounds to believe that the Society will be able to pay its debts as and when they become due and payable.
- (d) Since the end of the previous financial year no Officer of the Society, no firm of which an Officer is a member, and no body corporate in which an Officer has a substantial financial interest, has received or become entitled to receive any benefit as a result of a contract between the Officer, firm or body corporate and the Society.
- (e) Since the end of the previous financial year no Officer of the Society has received directly or indirectly any payment or other benefit of a pecuniary value, other than in the case of officers employed by the Society, approved salaries which have been determined in accordance with general market conditions.

Signed in accordance with a resolution of the directors:

Dated at Adelaide 29 October 2024.



Ms J Riedstra
President



Mr D Mutton
Board Member



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DECLARATION OF INDEPENDENCE
TO THE RESPONSIBLE ENTITIES OF ROYAL ZOOLOGICAL SOCIETY OF SOUTH
AUSTRALIA INC

I declare that, to the best of my knowledge and belief, there have been no contraventions of any applicable code of professional conduct in relation to the audit of Royal Zoological Society of South Australia Inc for the year ended 30 June 2024.

A handwritten signature in black ink that reads 'JD Carver'.

Josh Carver
Director

BDO Audit Pty Ltd

Adelaide, 30 October 2024

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ROYAL ZOOLOGICAL SOCIETY OF SOUTH AUSTRALIA INC

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Royal Zoological Society of South Australia Inc (the registered entity), which comprises the statement of financial position as at 30 June 2024, 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 report, including material accounting policy information, and the responsible entities' declaration.

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

- (i) Giving a true and fair view of the registered entity's financial position as at 30 June 2024 and of its financial performance for the year then ended; and
- (ii) Complying with Australian Accounting Standards - Simplified Disclosures and Division 60 of the *Australian Charities and Not-for-profits Commission Regulations 2022*.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report. We are independent of the registered entity in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) and the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Material uncertainty related to going concern

We draw attention to Note 1(b) in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the registered entity's ability to continue as a going concern and therefore the registered entity may be unable to realise its assets and discharge its liabilities in the normal course of business. Our opinion is not modified in respect of this matter.

Other matter

The financial report of Royal Zoological Society of South Australia Inc, for the year ended 30 June 2023 was audited by another auditor who expressed an unmodified opinion on that report on 26 October 2023.



Responsibilities of responsible entities for the Financial Report

The responsible entities of the registered entity are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards - Simplified Disclosures and the ACNC Act, and for such internal control as the responsible entities determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, responsible entities are responsible for assessing the registered entity'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 responsible entities either intends to liquidate the registered entity or to cease operations, or has no realistic alternative but to do so.

The responsible entities of the registered entity are responsible for overseeing the registered entity's financial reporting process.

Auditor's responsibilities for the audit of the Financial Report

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

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at: http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf

This description forms part of our auditor's report.

A handwritten signature in blue ink that reads 'BDO'.

BDO Audit Pty Ltd

A handwritten signature in black ink that reads 'JD Carver'.

Josh Carver
Director

Adelaide, 30 October 2024