

18 Sherlock St,
Kaleen, ACT 2617

5 October 2022

**INDEPENDENT AUDIT REPORT TO THE ROYAL UNITED SERVICES INSTITUTE FOR
DEFENCE AND SECURITY STUDIES - AUSTRALIA**

I have audited the accompanying financial report of the Royal United Services Institute for Defence and Security Studies - Australia, which comprises the Balance Sheet (statement of assets and liabilities) as at 30 June 2022, and the Profit and Loss Statement (statement of income and expenditure) for the year ended 30 June 2022, and other appropriate accounting records.

The Company has prepared and presented the financial report in accordance with Australian Accounting Standards. This includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

It is noted that at the time of the audit there was a small number of differences between the details in the statements and the data in the MYOB accounting system, and that work is continuing to update the MYOB data. Some differences have been ongoing for a number of years, but do not impact the validity of the financial statements.

It is also noted that there are some matters relating to outstanding capitation fees and these are being addressed by the Board.

In my opinion, the financial report of the Royal United Services Institute for Defence and Security Studies – Australia:

- a. provides a true and fair view of the company's financial position as at 30 June 2022 and of its performance for the year ended 30 June 2022; and
- b. complies with Australian Accounting Standards.



Allan Dixon FCPA
Auditor

Royal United Services Institute for Defence and Security Studies - Australia

Balance Sheet - 30 June 2022

	30-Jun-22	30-Jun-21
ASSETS	\$	\$
Bank - Operating Account	28,467.85	47,202.93
Bank - Grants account (1)	17,531.73	17,513.10
Bank - Term Deposit (2)	26,298.15	26,167.25
Bank - Visa Debit Card	402.63	1,129.93
PayPal Account	0.00	58.14
Defence Bank Shares	10.00	10.00
Accounts Receivable (3) (4)	2,735.04	4,506.93
Prepayments	0.00	1,918.53
ATO - Tax Receivable	136.00	-
Total Assets	75,581.40	98,506.81
LIABILITIES		
Accounts Payable		
Creditors	55.00	133.99
Grant unspent (NSW)	17,512.00	17,512.00
CBs (PayPal, etc)	1,852.69	28,896.16
Total Liabilities	19,419.69	46,542.15
Equity/Proprietorship	56,161.71	51,964.66

Notes

1. The \$17,531.73 is an unspent Department of Defence grant (plus interest) for RUSI NSW to conduct an international dialogue on "Tensions in the South and East China Seas". It is expected that these funds will be expended in FY 2022/23.
2. The \$26,298.15 term deposit is a donation (plus interest) from the ADC Association and, under the terms of the agreement and subject to negotiations with the Commander ADC, is assigned to the support of the Yolla/Joske award.
3. Accounts Receivable (\$2,735.04) includes \$1,375.00 due from RUSI Queensland for capitation in 2019/20 and amounts owing from USI ACT and RUSI WA for insurance for 2020/21 and 2021/22.
4. Accounts Receivable does not include the capitation amounts due from USI ACT for 2020/21 and 2021/22, and RUSI WA for 2021/22 as these amounts had not been invoiced as at 30 June 2022.

Royal United Services Institute for Defence and Security Studies - Australia

Profit and Loss - for Year Ended 30 June 2022

INCOME

Copyright royalty payments	1,005.52
Interest	149.53
Sundry charges (RUSI Journal sales)	16.56
Capitation fee	14,945.00

TOTAL INCOME 16,116.61

EXPENDITURE

IT OPERATING EXPENSES 7,590.22

Website hosting	312.64
Software (including licence fees)	6,249.03
Internet access costs (Telstra)	1,028.55

ADMINISTRATIVE EXPENSES 4,001.94

Bank charges	35.00
Account preparation and audit fees	1,818.18
Fees (ASIC)	0.00
Insurance - National component	2,005.17
Meeting expenses	0.00
Travel expenses	0.00
Office expenses - supplies, telephones	143.59

TOTAL EXPENDITURE 11,592.16

OPERATING SURPLUS FOR FINANCIAL YEAR 2021/22 4,524.45