

LCM
Health Care

Calvary Health Care Bethlehem Limited

ABN 81 105 303 704

Financial Report

for the Year Ended

30 June 2010

Calvary Health Care Bethlehem Limited

DIRECTORS' REPORT

The Board of Directors of Calvary Health Care Bethlehem Limited present their report on the Company for the financial year ended 30 June 2010.

Directors

Calvary Health Care Bethlehem Limited Board of Directors is comprised of the same membership as the National Board of the Little Company of Mary Health Care Limited.

The names of Directors in office at any time during or since the end of the year are detailed below.

At the meeting of the National Board of Little Company of Mary Health Care Limited held on 17 December 2009, the Directors resolved to establish the Strategy and Development Committee. Four Directors were appointed to this Committee on that date.

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

NAME	QUALIFICATIONS	AREAS OF SPECIFIC RESPONSIBILITY
Tom Brennan	BA, LLB	Chair Member, PRC Member, SDC (<i>Appointed 17 December 2009</i>)
David Penny	BHS (Management), Master of General Business	Deputy Chair (<i>Resigned 10 June 2010</i>) Director Member, MEC
Hon Gregory Crafter AO	LLB	Director Chair, MEC
Rebecca Davies	BEC; LLB (Hons), FAICD	Director Member, ARC Member, PRC (<i>Appointed 17 December 2009</i>)
John Mackay AM	BA, FAIM	Director Chair, PRC
Professor Katherine McGrath (<i>Appointed 26 November 2009</i>)	MB BS, FRCPA, MRACMA, FAICD	Director Member, PRC (<i>Appointed 17 December 2009</i>) Member, SDC (<i>Appointed 17 December 2009</i>)
Professor Peter Ravenscroft AM (<i>Appointed 26 November 2009</i>)	MB, BS (Qld), MD (Qld), FRACP, FFPMANZCA, FaChPM	Director Member, MEC (<i>Appointed 17 December 2009</i>) Member, SDC (<i>Appointed 17 December 2009</i>)
Michael Roche	BA (Accounting), FCPA, MACS	Deputy Chair (<i>Appointed 10 June 2010</i>) Director Member, ARC Chair, SDC (<i>Appointed 17 December 2009</i>)
Brian Speers (<i>Resigned 26 November 2009</i>)	QPIB	Director Member, PRC
Jane Tongs	MBA, BBus, FCA, FCPA, MAICD	Director Chair, ARC
Brigid Mary Tracey AM (<i>Appointed 26 November 2009</i>)	BN (Bachelor of Nursing), Grad Dip Nursing Administration	Director Member, ARC (<i>Appointed 17 December 2009</i>) Member, MEC (<i>Appointed 17 December 2009</i>)
Anne Jackson (<i>Resigned 26 November 2009</i>)	BEC, CA	Director Member, ARC
Sr Marilyn Clare Wilson LCM (<i>Resigned 26 November 2009</i>)	B.Theol	Director Member, MEC
Margaret McGowen	BEC, FCA, FFin, ACIS	Company Secretary

Key:

ARC Audit & Risk Committee

MEC Mission & Ethics Committee

PRC Performance & Remuneration Committee

SDC Strategy & Development Committee

Calvary Health Care Bethlehem Limited

DIRECTORS' REPORT

Principal activities

The principal activities of the Company remain the provision of sub-acute services in Palliative Care and Neurology.

Significant changes in the state of affairs

There were no significant changes in the state of affairs of the Company during the financial year.

Results

A surplus of \$0.352M was achieved for the financial year ended 30 June 2010 (2009: surplus \$0.324M).

Management is actively reviewing operational performance to further improve this result. In the event of financial assistance being required the Company may call upon financial support from the Parent Entity, Little Company of Mary Health Care Ltd.

Review of operations

The Company operated a Public Hospital providing Inpatient and Community based Palliative Care and Neurological services.

(a) Revenues

The Company's revenue from operating activities totalled \$24.625M (2009: \$23.246M). Grants and subsidies from Government for Hospital operations totalled \$23.202M (2009: \$21.816M). Grants and subsidies represent 94.2% of revenue from operating activities.

(b) Expenses

The Company's expense from operating activities totalled \$25.152M (2009: \$23.881M). Expenses on personnel costs represent 78% of total operating expense.

Staffing levels have decreased during the reporting period, in line with reduced occupancy, with total hospital staff of 210 full time equivalents as at 30th June 2010.

(c) Hospital activities

The overall inpatient activity for the year was 22,945 occupied bed days. This represents a decrease of 3.3% on the year ending 30th June 2009.

Future developments

The Company plans to continue to provide and maintain a sustainable level of operations within an environment of enhanced service delivery. The Company will continue to seek additional recurrent funding from the Victorian Department of Health. Subject to this funding being forthcoming, there are not anticipated to be any significant developments or changes in operations in future financial years.

Significant events after year end

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

Calvary Health Care Bethlehem Limited

DIRECTORS' REPORT

Report preparation

The Company's financial statements have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements.

Deed of access and indemnity - Directors

Little Company of Mary Health Care Ltd has executed a Deed of Access & Indemnity which enshrines directors' rights of access to records for seven years after they cease office and also indemnifies directors (to the extent permitted by law) against liability incurred in the course of their duties as a director of companies within the Little Company of Mary Health Care group.

Indemnification of officers

Little Company of Mary Health Care Ltd paid a premium during the year in relation to a Directors & Officers Liability policy indemnifying the Directors and Officers of the Group for losses which the Director or Officer may become legally obligated to pay on account of any claim made against the Director or Officer during the policy period for a wrongful act committed during the policy period.

Rounding off

The Company is an entity to which ASIC Class Order 98/100 applies. Accordingly, amounts in the financial statements and Directors' Report have been rounded off to the nearest thousand dollars, unless otherwise stated.

Proceedings on behalf of the Company

No person has applied for leave of the 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 part of those proceedings.


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

Auditors independence declaration

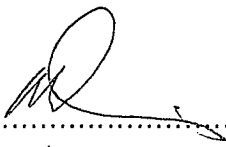
The auditor's independence declaration is included on page 4 of the financial statements.

The Directors' Report is signed in accordance with a resolution of Directors made pursuant to s298(2) of the Corporations Act 2001.

On behalf of the Directors.


.....

Chair of the Board


.....

Director

Dated at *Sydney* this *17th* day of August 2010.

The Board of Directors
Calvary Health Care Bethlehem Limited
476 Kooyong Road
CAULFIELD SOUTH VIC 3162

17 August 2010

Dear Board Members

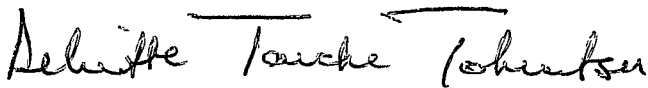
Calvary Health Care Bethlehem Limited

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of Calvary Health Care Bethlehem Limited.

As lead audit partner for the audit of the financial statements of Calvary Health Care Bethlehem Limited for the financial year ended 30 June 2010, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

Yours sincerely



DELOITTE TOUCHE TOHMATSU



Robert D D Collie
Partner
Chartered Accountants

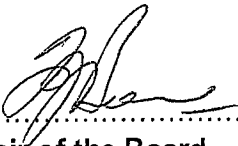
Calvary Health Care Bethlehem Limited

DIRECTORS' DECLARATION

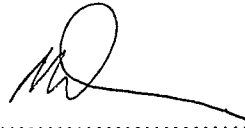
The Directors of the Company declare that:

1. the financial statements and notes, set out on pages 7 to 28, are in accordance with the Corporations Act 2001, including;
 - (a) comply with accounting standards and the Corporations Regulations 2001; and
 - (b) give a true and fair view of the financial position as at 30 June 2010 and of the performance for the year ended on that date;
2. 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.

Signed in accordance with a resolution of the Board of Directors.



.....
Chair of the Board



.....
Director

Dated at *Sydney* this *17th* day of August 2010.

Calvary Health Care Bethlehem Limited

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Calvary Health Care Bethlehem Limited

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2010

	Note	2010 \$ '000	2009 \$ '000
Revenue from operations		24,625	23,246
Other revenues		879	959
Total revenues	2	25,504	24,205
Employee benefits expense	3	19,642	19,114
Depreciation, amortisation and impairment expense	3	334	363
Building utilisation charge	3	129	105
Finance costs	3	4	5
Supplies		1,264	1,271
Computer expenses		101	96
Consulting & legal costs		277	80
Contracted services		599	531
Insurance		306	277
LCMHC National Office contributions		692	592
Operating lease rental expenses		186	169
Power, light & heat		143	123
Public relations		19	34
Repairs and maintenance		476	347
Subscriptions		50	41
Travel		44	31
Other expenses		886	702
Total expenses		25,152	23,881
Net profit for the year		352	324
Other comprehensive income		-	-
Total comprehensive income for the year		352	324

The Statement of Comprehensive Income is to be read in conjunction with the notes to the financial statements set out on pages 11 to 28.

Calvary Health Care Bethlehem Limited

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2010

	Note	2010 \$ '000	2009 \$ '000
Current assets			
Cash and cash equivalents	4	453	220
Trade and other receivables	5	844	457
Inventories	6	18	27
Other current assets	8	45	35
Total current assets		<u>1,360</u>	<u>739</u>
Non-current assets			
Trade and other receivables	5	281	167
Financial assets	7	12,180	12,229
Property, plant and equipment	9	1,502	1,328
Total non-current assets		<u>13,963</u>	<u>13,724</u>
Total assets		<u>15,323</u>	<u>14,463</u>
Current liabilities			
Trade and other payables	11	1,408	1,561
Borrowings	12	500	-
Provisions	13	3,328	3,296
Total current liabilities		<u>5,236</u>	<u>4,857</u>
Non-current liabilities			
Provisions	13	610	481
Total non-current liabilities		<u>610</u>	<u>481</u>
Total liabilities		<u>5,846</u>	<u>5,338</u>
NET ASSETS		<u>9,477</u>	<u>9,125</u>
Equity			
Reserves	14	-	30
Retained earnings		9,477	9,095
TOTAL EQUITY		<u>9,477</u>	<u>9,125</u>

The Statement of Financial Position is to be read in conjunction with the notes to the financial statements set out on pages 11 to 28.

Calvary Health Care Bethlehem Limited

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2010

	Note	2010 \$ '000	2009 \$ '000
Cash flows from operating activities			
Receipts from customers		2,244	2,859
Payments to suppliers and employees		(22,231)	(21,667)
Government grants received		22,144	20,645
GST recovered from ATO		423	500
GST payments to ATO		(2,355)	(2,350)
Capital grants received		1	560
Interest received		83	101
Finance costs		(4)	(5)
Net cash provided by operating activities	16 (ii)	<u>305</u>	<u>643</u>
Cash flows from investing activities			
Proceeds from sale of property, plant & equipment		16	-
Purchase of property, plant and equipment		(508)	(655)
Proceeds from sale of investments		-	1,000
Payment for investments		-	(1,000)
Payment for property improvement on behalf of LCM Calvary Health Care Holdings Ltd.		(80)	(920)
Net cash used in investing activities		<u>(572)</u>	<u>(1,575)</u>
Cash flows from financing activities			
Proceeds from borrowings		500	-
Net cash provided by financing activities		<u>500</u>	<u>-</u>
Net increase / (decrease) in cash held		233	(932)
Cash at the beginning of the financial year		<u>220</u>	<u>1,152</u>
Cash at end of the financial year	16 (i)	<u>453</u>	<u>220</u>

The Statement of Cash Flows is to be read in conjunction with the notes to the financial statements set out on pages 11 to 28.

Calvary Health Care Bethlehem Limited

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2010

	Retained earnings \$ '000	Capital grants (unspent) \$ '000	Total \$ '000
Balance 1 July 2008	8,111	690	8,801
Surplus for the year	324	-	324
Transfers to / (from) reserves	660	(660)	-
Balance 30 June 2009	9,095	30	9,125
Balance 1 July 2009	9,095	30	9,125
Surplus for the year	352	-	352
Transfers to / (from) reserves	30	(30)	-
Balance 30 June 2010	9,477	-	9,477

The Statement of Changes in Equity is to be read in conjunction with the notes to the financial statements set out on pages 11 to 28.

Calvary Health Care Bethlehem Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

Note 1 Statement of significant accounting policies

Calvary Health Care Bethlehem Limited is a Public Company limited by guarantee, incorporated and domiciled in Australia.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.

The financial statements have been prepared on an accruals basis and is based on historical costs, except for the revaluation of certain non-current assets and financial instruments.

The financial statements were authorised by the Board on 17 August 2010.

Standards affecting presentation and disclosure

The following new and revised Standards have been adopted in the current year and have affected the amounts reported in these financial statements:

AASB 101 Presentation of Financial Statements (as revised in September 2007);
AASB 2007-8 Amendments to Australian Accounting Standards arising from AASB 101;
AASB 2007-10 Further Amendments to Australian Accounting Standards arising from AASB 101;
AASB 1053 Application of Tiers of Australian Accounting Standards (*early adopted*); and
AASB 2010-2 Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements (*early adopted*).

Accounting policies

(a) Revisions of accounting estimates

Revisions to accounting estimates are recognised prospectively in current and future periods only.

(b) Rounding off

The Company is an entity to which ASIC Class Order 98/100 applies. Accordingly, amounts in the financial statements and Directors' Report have been rounded off to the nearest thousand dollars, unless otherwise stated.

(c) Taxation

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

Calvary Health Care Bethlehem Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

(d) Goods and services tax

Revenues, 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 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 in the Statement of Financial Position are shown inclusive of GST.

The GST components of cash flows arising from operating, investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

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.

(e) Revenue recognition

Where applicable, revenues are recognised at the fair value of the consideration received net of the amount of goods and service tax (GST) payable to the Australian Taxation Office.

Rendering of services

Patient fee income is recognised when the fee in respect of services provided is receivable. Accrued patient income represents an estimate of fees due from patients not billed at balance date. This estimate is calculated with reference to individual episode information and per diem rates.

Grants received

Reciprocal grants

Grants received on the condition that specified services be delivered, or conditions fulfilled, are considered reciprocal. Such grants are initially recognised as a liability and revenue is recognised as services are performed or conditions fulfilled.

Non-reciprocal grants

Revenue is recognised when the grant is received or receivable.

Resources received free of charge

Revenue is recognised when fair value can be reliably measured. Usage of resources is recognised as a corresponding expense.

Interest revenue

Interest revenue is recognised as it accrues, taking into account the effective yield on the financial asset.

Rental revenue

Rental revenue is recognised in accordance with rental agreements. Details of leased assets and future minimum lease payments are disclosed at Note 9.

Donation revenue

Donation revenue is recognised when received, at the fair value of the asset donated.

Calvary Health Care Bethlehem Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

(f) Finance costs

Finance costs include interest and finance lease/hire purchase finance charges and are expensed as incurred. In the case of assets which are under construction (and prior to being ready to use), finance costs are capitalised and form part of the total construction cost of the asset in the Statement of Financial Position.

(g) Financial instruments

If the Company has the positive intent and ability to hold debt securities to maturity, then they are classified as held-to-maturity. Held-to-maturity investments are measured at amortised cost using the effective interest method, less any impairment losses.

Recognition and initial measurement

Financial instruments, incorporating financial assets and financial liabilities, are recognised when the Company becomes a party to the contractual provisions of the instrument.

Financial instruments are initially measured at fair value plus transaction costs where the instrument is not classified as at fair value through profit and loss. Transaction costs related to instruments classified as at fair value through profit or loss are expensed to profit or loss immediately. Financial instruments are classified and measured as set out below.

Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expires or the asset is transferred to another party whereby the Company no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expire. The difference between the carrying value of consideration paid, including the transfer of non cash assets or liabilities assumed, is recognised in profit or loss.

Calvary Health Care Bethlehem Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

Classification and subsequent measurement

Financial assets at fair value through profit or loss

Financial assets are classified at fair value through profit or loss when they are held for trading for the purpose of short-term profit taking, where they are derivatives not held for hedging purposes, or designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key personnel on a fair value basis in accordance with a documented risk management or investment strategy. Realised and unrealised gains and losses arising from changes in fair value are included in profit or loss in the period in which they arise.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost using the effective interest rate method.

Patient fees receivable are generally settled from Health Funds within 30 days and are carried at amounts due.

Other debtors to be settled within 30 days are carried at amounts due.

Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the Company's intention to hold these investments to maturity. They are subsequently measured at amortised cost using the effective interest rate method.

Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that are either designated as such or that are not classified in any other categories. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments. These assets are held at fair values with movements recorded directly to reserves.

Financial liabilities

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost using the effective interest rate method.

Trade accounts payable are normally settled within 30 days.

(h) Inventories

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

(i) Property, plant and equipment

Property, plant and equipment are measured on a cost basis less depreciation and impairment losses.

Calvary Health Care Bethlehem Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

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

(j) Depreciation and amortisation

Assets are depreciated or amortised using the straight-line method of depreciation to their estimated residual values, from the date of acquisition or, in respect of internally constructed assets, from the time an asset is completed and held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

Depreciation and amortisation rates and methods and residual values are reviewed annually for appropriateness. When changes are made, adjustments are reflected prospectively in current and future periods only.

The depreciation/amortisation rates used for each class of asset are as follows:

	2010	2009
Plant, equipment, fixtures and fittings	10.0%	10.0%
Medical, surgical and office equipment	15.0%	15.0%
Computer equipment	33.3%	33.3%
Motor vehicles	15.0%	15.0%

(k) Impairment of assets

At each reporting date, the Company, a not-for-profit entity, reviews the carrying values of all assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over the recoverable amount is expensed.

In the case of Property, Plant and Equipment, 'Value in Use' is taken to be the depreciated replacement cost of the asset.

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

(l) Leased assets

Leases of plant and equipment under which the Company assumes substantially all the risks and benefits of ownership are classified as finance leases. Other leases are classified as operating leases.

Operating leases

Payments made under operating leases are expensed in equal instalments over the accounting periods covered by the lease term.

Calvary Health Care Bethlehem Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

(m) Employee benefits

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits, where the Company does not have an unconditional right to defer settlement for at least 12 months, have been classified as a current liability. Employee benefits payable later than one year have been classified as a non-current liability. Both the long-term current liabilities and non-current liabilities have been measured at the present value of the estimated future cash outflows to be made for those benefits.

(n) Superannuation plan

The Company contributes to various defined contribution and accumulation superannuation plans. Contributions are charged as an expense as incurred.

For defined contribution plans, contributions are expensed when employees have rendered services entitling them to the contributions.

(o) Key estimates and judgements

The Directors evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data obtained both externally and within the Company and LCM Health Care group.

Key estimates - impairment

The Company, a not-for-profit entity, assess for asset impairment at each reporting date by evaluating conditions specific to the Company that may lead to the impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. The recoverable amount is defined as the higher of its fair value (less costs to sell), and its 'value in use'. As a not-for-profit entity, and where appropriate, value in use is calculated as the higher of the present value of future cash flows (inclusive of an appropriate assessment period and terminal value of the asset) or the assets depreciated replacement cost.

Key judgements - provision for impairment of receivables

Current trade and term receivables are non interest bearing loans and generally on 30-day terms. Non-current trade and term receivables are assessed for recoverability based on the underlying terms of contract. A provision for impairment is recognised when there is objective evidence that an individual trade or term receivable is impaired.

Trade receivables

Included in accounts receivable at 30 June 2010 is an amount of \$0.120M which represents the net trade receivables believed to be recoverable by the Company after providing for an amount of \$Nil which is considered to prudently represent those receivables considered impaired. The Company reviews outstanding debts as the basis for impairment. All impairment calculations are based on a commercial assessment criteria, including segmentation, ageing, billing and collections procedures and prevailing trends.

Other debtors

Other debtors consist of related parties, government departments and the like. The Directors do not believe any of the amounts warrant impairment.

Calvary Health Care Bethlehem Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

	Note	2010 \$ '000	2009 \$ '000
2 Revenue			
Operating activities			
Revenue from rendering of services		1,423	1,430
Recurrent grants received/receivable		22,797	20,768
Public Health Service capital grants		1	560
Public Health Service resources received free of charge		404	488
		<u>24,625</u>	<u>23,246</u>
Non-operating activities			
Interest revenue		83	101
Rental revenue		95	77
Donation revenue		415	435
Profit on disposal of property, plant & equipment		16	-
Recovery of salary and wages		132	243
Canteen takings and meals and accommodation		81	69
Training income		57	34
		<u>879</u>	<u>959</u>
Total revenue		<u>25,504</u>	<u>24,205</u>
3 Expenses			
Depreciation of:			
plant and equipment		327	358
motor vehicles		7	5
Total depreciation, amortisation and impairment costs		<u>334</u>	<u>363</u>
Building utilisation charge		<u>129</u>	<u>105</u>
Finance costs:			
interest and bank fees		4	5
		<u>4</u>	<u>5</u>
Employee benefits:			
Salaries & wages		17,261	16,983
Superannuation		1,502	1,438
Workcover		392	225
Long-term & post-employment benefits		487	468
		<u>19,642</u>	<u>19,114</u>
Operating lease rental expense:			
Other parties		186	169
		<u>186</u>	<u>169</u>
Loss on disposal of property, plant & equipment		<u>-</u>	<u>7</u>

Calvary Health Care Bethlehem Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

	Note	2010 \$ '000	2009 \$ '000
4 Cash			
Current			
Cash at bank and on hand		453	220
		453	220
5 Trade and other receivables			
Current			
Trade receivables			
Receivables for patient fees		49	74
Accrued income - patient fees		71	67
		120	141
Other receivables			
Department of Health grant receivable		571	196
Other receivables		153	120
		724	316
		844	457
Non Current			
Other receivables			
Department of Health LSL receivable		281	167
		281	167

Department of Health LSL receivable

Under current funding arrangements the Department of Health Victoria (the Department) funds a component of long service leave as part of recurrent funding. The recurrent funding includes an amount of 2.8% of salaries (as defined for this purpose) for the funding of long service leave payable by the Company.

Where, at the end of a financial year, the increase in the provision for long service leave, calculated in accordance with AASB 119, is greater than 2.8% of salaries, the increase will be funded by the Department. The Company accounts for this funding with an increase in grant income and an increase in the LSL receivable, as calculated annually.

If at the end of the financial year the increase in the provision for long service leave is less than 2.8% of salaries, the difference is taken as a reduction in the LSL receivable (to a maximum of the LSL receivable balance) and a reduction in grant income.

The Department, at their discretion, at times makes cash payments to the Company to reduce the balance of the LSL receivable. In the event of a winding up of the Company, the Directors believe the Department would be responsible for the long service leave of the Company.

Calvary Health Care Bethlehem Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

	Note	2010 \$ '000	2009 \$ '000
6 Inventories			
Current - at cost			
Medical & surgical		-	3
Pharmacy		18	15
Catering & food		-	9
		18	27
7 Financial assets			
Non Current			
Loan - LCM Calvary Health Care Holdings Ltd	17	12,180	12,229
		12,180	12,229
Loan receivable - LCM Calvary Health Care Holdings Ltd			
<p>The loan receivable from LCM Calvary Health Care Holdings Ltd (Holdings) has arisen from the transfer of assets from the Company to Holdings in the 2003/2004 financial year and from the funding of further assets and improvements acquired since that time. \$7.3M of the loan receivable is interest free and repayable on demand at the discretion of the Company. The balance of the loan receivable is also interest free but has no set date for repayment. The loan will be repaid as Holdings and the Company agree from time to time. The lease entered into between the Company and Holdings requires the Company to pay a building utilisation charge equivalent to the asset depreciation which would have been charged in the Company's financial statements had they owned the assets. This building utilisation charge is not paid in cash but is, under the terms of the lease, offset against the loans receivables balance.</p>			
8 Other assets			
Current			
Prepayments		45	35
		45	35
9 Property, plant and equipment			
Plant and equipment - at cost		3,883	3,450
Less: Accumulated depreciation		(2,415)	(2,163)
		1,468	1,287
Motor vehicles - at cost		43	82
Less: Accumulated depreciation		(9)	(41)
		34	41
		1,502	1,328

Calvary Health Care Bethlehem Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

	2010 \$ '000	2009 \$ '000
Reconciliation of property, plant and equipment		
Reconciliations of the carrying amounts for each class of property, plant & equipment are set out below:		
Plant and equipment		
Carrying amount at beginning of year	1,287	1,035
Acquisitions / additions	508	612
Disposals	-	(7)
Transfers in / (out)	-	5
Depreciation	(327)	(358)
Carrying amount at end of year	1,468	1,287
Motor Vehicles		
Carrying amount at beginning of year	41	3
Acquisitions / additions	-	43
Depreciation	(7)	(5)
Carrying amount at end of year	34	41
Assets under construction		
Carrying amount at beginning of year	-	5
Reallocation	-	(5)
Carrying amount at end of year	-	-

(a) Leased assets

The Company sub leases buildings leased from LCM Calvary Health Care Holdings Ltd to external parties under operating lease terms and conditions. All sub-leases expire between 1 and 5 years, and are subject to regular market reviews.

Lease rental revenue is disclosed at Note 2.

Future minimum lease payments not provided for in the financial statements and receivable:

Not later than one year	99	71
Later than one year but not later than five years	369	-
	468	71

10 Restricted assets

The Company holds assets which are restricted by externally imposed conditions in line with grant and donor requirements.

The assets are only available for application in accordance with the terms of these restrictions.

Brief details of externally imposed conditions

Category / Conditions

Other donations / Conditions imposed by donor	136	107
Research grants / Conditions imposed by granting body	95	-
Other grants / Conditions imposed by granting body	134	-
	365	107
Disclosed in the Statement of Financial Position as:		
Cash at bank and on hand	365	107
	365	107

Calvary Health Care Bethlehem Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

	Note	2010 \$ '000	2009 \$ '000
11 Trade and other payables			
Current			
Trade payables		672	715
Grants / income received in advance		180	390
Deferred income		140	171
Other payables and accruals		416	285
		1,408	1,561

Trade payable terms vary from 7 to 30 days generally. No interest is charged on trade payables.

Grants and other income received in advance relates to research and other grants which are restricted for use in the next financial year.

Deferred income relates to mobile tower rental income received in advance; a specific program grant restricted for use in the next financial year and quarantined allied health business unit profits reserved for departmental use during the next financial year.

Other payables and accruals comprises of operational accruals for audit fees, agency costs, supply costs, maintenance and other sundry expenses.

12 Borrowings / Bank overdraft and financing arrangements

Current

Loan - LCM Health Care group entities - Treasury	(a)	500	-
		500	-

Bank overdraft and financing arrangements

The Company has access to the following lines of credit:

Group pooling facility - bank	(b)	2,000	2,000
Credit card facility		5	5
Loan - LCM Health Care Ltd National Treasury	(a)	500	-
		2,505	2,005

Facilities utilised at balance date:

Loan - LCM Health Care Ltd National Treasury		500	-
		500	-

Facilities not utilised at balance date:

Group pooling facility - bank		2,000	2,000
Credit card facility		5	5
		2,005	2,005

Calvary Health Care Bethlehem Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

	Note	2010 \$ '000	2009 \$ '000
(a) Loan - LCM Health Care Ltd National Treasury			
<p>The National Treasury loan is unsecured and interest is charged at the RBA 90 day bank bill rate plus 0.75%, reviewed quarterly. The interest rate applying to the loan to 30 June 2010 was 5.32%. The loan has been repaid in July 2010.</p>			

During the current financial year \$0.500M (2009: \$Nil) was extended by the LCM Health Care Ltd National Treasury. No repayments were made to LCM Health Care Ltd National Treasury during the year.

(b) Group pooling facility - bank			
<p>The LCM Health Care Group utilises a pooling facility with interest calculated daily and paid monthly on the Group balance. The security for this facility is provided jointly and severally by all the entities in the Group. This facility avoids the need for individual companies to have overdraft facilities in place.</p>			

13 Provisions

Current

Employee benefits:

Annual leave	1,429		1,381
Long service leave	1,450		1,344
Accrued salary expenses	405		449
Allocated days off	44		43
Redundancy provision	-		79
	<u>3,328</u>		<u>3,296</u>

Non Current

Employee benefits:

Long service leave	610		481
	<u>610</u>		<u>481</u>

Employee benefit provisions are reported as current liabilities where the Company does not have an unconditional right to defer settlement for at least 12 months. Consequently, the current portion of the employee benefit provision includes both short-term benefits measured at nominal values and long-term benefits, measured present value. Employee benefit provisions that are reported as non-current liabilities refer to long-term benefits of non vested long service leave that does not qualify for recognition as a current liability, and is measured at present value.

Refer also to Note 5 for Department of Health (Victoria) funding of long service leave.

Calvary Health Care Bethlehem Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

Note	2010 \$ '000	2009 \$ '000
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Superannuation plans

The Company contributes to employee superannuation funds for all eligible employees based on various percentages of their gross salary, with a minimum contribution of 9% of gross salary. All employees are entitled to benefits on retirement, disability or death. The defined benefit fund provides defined lump sum benefits based on years of service and annual average salary.

During the financial year, total contributions made by the Company were \$1,501,609 (2009 \$1,438,485). The amount of contributions outstanding in respect of 2010 are \$116,211 (2009 \$112,812). The basis for contributions are determined by the various schemes. The Company contributed to a defined benefits superannuation scheme (Health Super Fund) during 2010 for its staff. The Company has no other obligations under this scheme other than for payment of contributions for participating employees.

The unfunded superannuation liability in respect of members of the Health Super Fund is not recognised in the Statement of Financial Position. The Company's total unfunded superannuation liability for this fund has been assumed by and is reflected in the financial statements of the Department of Treasury and Finance (Victoria).

14 Reserves

Capital grants (unspent)	-	30
	-	30

Capital grants (unspent)

Amounts received for specific capital works projects are transferred from retained earnings to a reserve to ensure that the funds are used for the purpose for which they are received. The Company is committed to expend the funds on specified capital works projects as agreed with the Department of Health (Victoria).

15 Commitments

Capital expenditure commitments

Plant & equipment

Contracted but not provided for and payable:

Within one year	547	-
	547	-

Operating lease commitments

Future operating lease rentals not provided for in the financial statements and payable:

Not later than one year	212	125
Later than one year but not later than five years	352	7
	564	132

Calvary Health Care Bethlehem Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

	2010	2009
Note	\$ '000	\$ '000

The Company leases assets under operating leases. In December 2009 the Company entered into a new lease agreement for its motor vehicles fleet which expires within 3 years. Leases generally provide the Company with a right of renewal at which time all terms are renegotiated.

Lease rental expenses are disclosed at Note 3.

Lease with LCM Calvary Health Care Holdings Ltd

A lease agreement has been entered into between the Company and LCM Calvary Health Care Holdings Ltd (Holdings). The arrangement between the Company and Holdings provides for a building utilisation charge equivalent to the asset depreciation which would have been charged in the Company's financial statements had the Company owned the assets. The lease agreement was effective from 1 July 2004, with nominal rent of \$1 per annum payable, and is for a seventy year term.

16 Notes to statement of cash flows

(i) Reconciliation of cash

For the purposes of the statement of cash flows, cash includes cash on hand and at bank and short-term term deposits at call, net of outstanding bank overdrafts. Cash as at the end of the financial year as shown on the statement of cash flows is reconciled to the related items in the statement of financial position as follows:

Cash at bank and on hand	453	220
	453	220

(ii) Reconciliation of cash flow from operations with surplus from ordinary activities

Surplus from ordinary activities	352	324
Add / (Less) non-cash flows in surplus from ordinary activities:		
Depreciation and amortisation on property, plant and equipment	334	363
Building utilisation charge	129	105
Deficit /(surplus) on disposal of plant and equipment	(16)	7
Net cash provided by operating activities before change in assets and liabilities	799	799
Change in assets and liabilities during the financial year:		
Decrease in trade debtors	21	3
Increase in other debtors	(522)	(110)
Decrease in inventories	9	1
Increase in other current assets	(10)	(4)
(Decrease) / Increase in payables	(153)	132
(Decrease) / Increase in employee benefits	161	(178)
Net cash provided by operating activities	305	643

Calvary Health Care Bethlehem Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

	2010	2009
	\$	\$

17 Related parties

(a) Key management personnel

From time to time Directors, executives and other key management personnel of the Company may be treated as patients. This service is provided on the same terms and conditions as those entered into by other employees or customers and are trivial or domestic in nature.

A payment, the details of which are confidential and not disclosed, was made by the Parent Entity, Little Company of Mary Health Care Ltd, in respect of a contract of insurance indemnifying all Officers against liability for any claims brought against a Director or Officer.

Non-Executive Directors' fees and National executive salaries are paid and are reported separately by the Parent Entity, Little Company of Mary Health Care Ltd.

Compensation of executives:

Executives (aggregate)

Short-term benefits	731,608	877,491
	731,608	877,491

Other related parties

(b) Transactions

Receipts during the year from LCM Health Care group companies:

Borrowings received	500,000	-
Investments repaid	-	1,000,000

Amounts included in income received during the year from LCM Health Care group companies:

Interest revenue	-	16,839
Recovery of salaries and wages (incl on-costs)	131,534	242,951
Palliative care education	-	5,800
Recovery of travel and catering costs	313	894

Amounts paid during the year to LCM Health Care group companies:

Amounts invested	-	1,000,000
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Calvary Health Care Bethlehem Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

	2010	2009
	\$	\$
Amounts included in expenditure during the year to LCM Health Care group companies:		
National Office contribution	437,004	425,004
National social accountability contributions	-	20,004
National IT project contributions - non-recurrent	121,000	17,004
National IT project contributions - recurrent	134,004	129,996
Interest costs	1,093	-
Building utilisation charge	128,832	105,235
Payments for goods & services	20,182	25,704
Insurance premiums	3,023	3,380
Salaries and wages (incl on-costs) recovered	429,792	423,781
Palliative care education	1,550	480
Training expenses	-	2,528
Payments made during the year to The Corporation of the LCM:		
Stipends	-	7,980
Payments made during the year for increased indebtedness from LCM Health Care group companies:		
Buildings / building improvements	80,259	919,459
(c) Receivables		
Amounts receivable from LCM Health Care group companies:		
LCM Calvary Health Care Holdings Limited	12,179,943	12,228,516

With respect to (a), (b) and (c) above, Sr Marilyn Wilson LCM was a Director of Little Company of Mary Health Care Ltd and is a member of the Order of the Little Company of Mary.

Calvary Health Care Bethlehem Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

18 Financial risk management

The Company's financial instruments consist mainly of deposits with banks, accounts and loans receivable and accounts and loans payable.

The Company does not have any derivative instruments at 30 June 2009 or 2010.

The Company's overall risk management strategy seeks to meet its financial targets whilst minimising potential adverse effects on financial performance.

Interest rate risk is managed with floating rate debt.

		Weighted average interest rate	Variable interest rate \$'000	Fixed interest maturing in:		Non- interest bearing \$'000	Total \$'000
	Note	rate	\$'000	1 year or less \$'000	1 to 5 years \$'000	\$'000	\$'000
2010							
Financial assets							
Cash assets	4	3.17%	450	-	-	3	453
Receivables	5/8	-	-	-	-	1,170	1,170
Other financial assets	7	-	-	-	-	12,180	12,180
			450	-	-	13,353	13,803
Financial liabilities							
Payables	11	-	-	-	-	1,408	1,408
Borrowings	12	4.55%	500	-	-	-	500
			500	-	-	1,408	1,908
2009							
Financial assets							
Cash assets	4	4.29%	217	-	-	3	220
Receivables	5/8	-	-	-	-	659	659
Other financial assets	7	-	-	-	-	12,229	12,229
			217	-	-	12,891	13,108
Financial liabilities							
Payables	11	-	-	-	-	1,561	1,561
			-	-	-	1,561	1,561

	2010 Carrying amount \$'000	2009 Carrying amount \$'000
Financial assets		
Loans and receivables	13,350	12,888
Available for sale	453	220
	<u>13,803</u>	<u>13,108</u>
Financial liabilities		
At amortised cost	<u>1,908</u>	<u>1,561</u>

Calvary Health Care Bethlehem Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

19 Contingent liabilities and assets

There are no other events identified and not brought to account which could be expected to have a material effect on the financial statements in the future.

20 Economic dependency and going concern

The Company depends on the annual appropriation of monies by the Victorian Government to fund its operations and meet commitments in accordance with agreements between the Company and the Victorian Department of Health.

Of total revenue, 91% is derived from Government funding, and 3.6% is derived from health funds. Benefits are paid in accordance with agreements between the Company and the respective health funds. Government funding is based upon contractual arrangements with the Victorian Department of Health and those arrangements are renewed annually.

The Company is one of a number of subsidiaries of the Parent Entity, Little Company of Mary Health Care Limited. The constitution of the Company has the provision required under s187 of the Corporations Act which expressly authorises the Company to act in the best interests of the Parent Entity, so that it is capable of providing economic assistance to the Parent Entity, provided the Company will not become insolvent as a result of giving such economic assistance. It is not envisaged the Company will need to rely on the Parent Entity for its economic dependency.

The Parent Entity may, in turn, provide economic assistance to any of its subsidiaries by withdrawing funds from the Company or any other of its subsidiaries, except for those moneys held in certain Special Purpose or Trust Fund Accounts, to provide such support as is necessary to enable the Parent Entity or subsidiary to pay its debts as and when they fall due, provided neither the Parent Entity or the Company will become insolvent as a result of the withdrawal.

The Directors currently believe that, collectively, the Parent Entity and its subsidiaries have sufficient cash resources to ensure the Company, the Parent Entity, and other subsidiaries of the Parent Entity will continue to trade as going concerns and they are unaware of any material uncertainties, events or conditions, which may cast significant doubt on this belief.

21 Event subsequent to balance date

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

22 Registered office and members guarantee

Calvary Health Care Bethlehem Limited is a company limited by guarantee, incorporated in Australia and operating in Melbourne, Victoria.

The Company's registered office is Level 18, 68 Pitt St Sydney NSW 2000 and the principal place of business of the Company is 476 Kooyong Road Cauldfield South VIC 3162.

If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$100 towards meeting any outstanding obligations of the Company. As the Company only has one member, a total maximum of \$100 is payable on a wind up.

Independent Auditor's Report to the members of Calvary Health Care Bethlehem Limited

We have audited the accompanying financial report of Calvary Health Care Bethlehem Limited, which comprises the statement of financial position as at 30 June 2010, and the statement of comprehensive income, the statement of cash flows and the statement of changes in equity for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration as set out on pages 5 to 28.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal control 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

Auditor's Independence Declaration

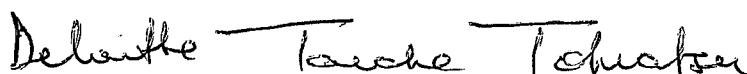
In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*.

Deloitte

Auditor's Opinion

In our opinion, the financial report of Calvary Health Care Bethlehem Limited is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the company's financial position as at 30 June 2010 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Regulations 2001*.



DELOITTE TOUCHE TOHMATSU



Robert D D Collie
Partner
Chartered Accountants
Melbourne, 17 August 2010

INDEPENDENT AUDITOR'S REPORT

To the Directors of Calvary Health Care Bethlehem Limited

The Financial Report

The accompanying financial report for the year ended 30 June 2010 of Calvary Health Care Bethlehem Limited which comprises the statement of comprehensive income, statement of financial position, statement of changes in equity, statement of cash flows, a summary of significant accounting policies and other explanatory notes to and forming part of the financial report and the directors' declaration, has been audited.

The Directors' Responsibility for the Financial Report

The directors of Calvary Health Care Bethlehem Limited are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards, including the Australian Accounting Interpretations, and the financial reporting requirements of the *Corporations Act 2001*. This responsibility 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
- making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

As required by the *Audit Act 1994*, my responsibility is to express an opinion on the financial report based on the audit, which has been conducted in accordance with Australian Auditing Standards. These standards require compliance with relevant ethical requirements relating to audit engagements and that the audit be planned and performed to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The audit procedures selected depend on judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, consideration is given to the internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of the accounting policies used, and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

Independent Auditor's Report (continued)

Matters Relating to the Electronic Presentation of the Audited Financial Report

This auditor's report relates to the financial report published in both the annual report and on the website of Calvary Health Care Bethlehem Limited for the year ended 30 June 2010. The directors of the company are responsible for the integrity of the website. I have not been engaged to report on the integrity of the website. The auditor's report refers only to the statements named above. An opinion is not provided on any other information which may have been hyperlinked to or from these statements. If users of this report are concerned with the inherent risks arising from electronic data communications, they are advised to refer to the hard copy of the audited financial report to confirm the information included in the audited financial report presented on the company's website.

Independence

The Auditor-General's independence is established by the *Constitution Act 1975*. The Auditor-General is not subject to direction by any person about the way in which his powers and responsibilities are to be exercised. In conducting the audit, the Auditor-General, his staff and delegates complied with all applicable independence requirements of the Australian accounting profession.

Auditor's Opinion

In my opinion, the financial report of Calvary Health Care Bethlehem Limited is in accordance with the *Corporations Act 2001*, including:

- a) giving a true and fair view of the Company's financial position as at 30 June 2010 and of its financial performance for the year ended on that date; and
- b) complying with Australian Accounting Standards (including Australian Accounting Interpretations) and the *Corporations Regulations 2001*.

MELBOURNE
19 August 2010



D D R Pearson
Auditor-General