

Australian Lasallian (Asia/Pacific) Foundation Limited

Financial Statements

For the Year Ended 31 December 2019

Australian Lasallian (Asia/Pacific) Foundation Limited

Contents

For the Year Ended 31 December 2019

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Chartered Accountants

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Australian Lasallian (Asia/Pacific) Foundation Limited

Auditor's Independence Declaration under Section 60-40 of the Charities and Not-for-profits Commission Act 2012 to the Responsible Persons of Australian Lasallian (Asia/Pacific) Foundation Limited

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2019, there have been:

- (i) no contraventions of the auditor independence requirements as set out in section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

Watson Erskine Pty Ltd
Authorised Audit Company

Christopher Wong
Director

Sydney NSW 2000

20th June 2022

Australian Lasallian (Asia/Pacific) Foundation Limited

Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 31 December 2019

		2019	2018
	Note	\$	\$
Finance income		35	6,344
Revenue	3	313,322	1,561,266
Employee benefits expense		44,207	(332,921)
Depreciation and amortisation expense		-	(909)
Support funds to international programs		(313,112)	(1,660,952)
Other expenses		(24,509)	(221,623)
Finance expenses		(1)	(223)
Surplus/(Deficit) before income tax		19,942	(649,018)
Income tax expense		-	-
Surplus/(Deficit) for the year		19,942	(649,018)
Total comprehensive income for the year		19,942	(649,018)

The accompanying notes form part of these financial statements.

Australian Lasallian (Asia/Pacific) Foundation Limited

Statement of Financial Position

As At 31 December 2019

	Note	2019 \$	2018 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	3,490	150,818
Trade and other receivables		76,700	-
Other financial assets		-	85,553
Other assets	5	-	6,875
TOTAL CURRENT ASSETS		<u>80,190</u>	<u>243,246</u>
TOTAL ASSETS		<u><u>80,190</u></u>	<u><u>243,246</u></u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	6	-	2,449
Employee benefits	8	-	142,650
Other financial liabilities	7	-	37,899
TOTAL CURRENT LIABILITIES		<u>-</u>	<u>182,998</u>
TOTAL LIABILITIES		<u>-</u>	<u>182,998</u>
NET ASSETS		<u><u>80,190</u></u>	<u><u>60,248</u></u>
EQUITY			
Retained earnings		<u>80,190</u>	60,248
TOTAL EQUITY		<u><u>80,190</u></u>	<u><u>60,248</u></u>

The accompanying notes form part of these financial statements.

Australian Lasallian (Asia/Pacific) Foundation Limited

Statement of Changes in Equity

For the Year Ended 31 December 2019

2019

	Retained Earnings	Total
	\$	\$
Balance at 1 January 2019	60,248	60,248
Surplus/(Deficit) attributable to members of the parent entity	19,942	19,942
Balance at 31 December 2019	<u>80,190</u>	<u>80,190</u>

2018

	Retained Earnings	Total
	\$	\$
Balance at 1 January 2018	709,266	709,266
Surplus/(Deficit) attributable to members of the parent entity	(649,018)	(649,018)
Balance at 31 December 2018	<u>60,248</u>	<u>60,248</u>

The accompanying notes form part of these financial statements.

Australian Lasallian (Asia/Pacific) Foundation Limited

Statement of Cash Flows

For the Year Ended 31 December 2019

	2019	2018
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Grants and other receipts	198,723	1,561,321
Payments to suppliers and employees	(118,526)	(224,901)
Support payments to overseas projects	(313,112)	(2,049,183)
Interest received	35	8,093
Interest paid	(1)	(223)
Net cash provided by/(used in) operating activities	10 <u>(232,881)</u>	<u>(704,893)</u>
Proceeds from sale of investment	<u>85,553</u>	-
Net cash provided by/(used in) investing activities	<u>85,553</u>	-
Net increase/(decrease) in cash and cash equivalents held	(147,328)	(704,893)
Cash and cash equivalents at beginning of year	<u>150,818</u>	<u>855,711</u>
Cash and cash equivalents at end of financial year	4 <u><u>3,490</u></u>	<u>150,818</u>

The accompanying notes form part of these financial statements.

Australian Lasallian (Asia/Pacific) Foundation Limited

Notes to the Financial Statements

For the Year Ended 31 December 2019

The financial report covers Australian Lasallian (Asia/Pacific) Foundation Limited as an individual entity. Australian Lasallian (Asia/Pacific) Foundation Limited is a not-for-profit Company, registered and domiciled in Australia.

The principal activity of the Company for the year ended 31 December 2019 was the provision of funding support for educational activities and infrastructure primarily in Papua New Guinea and Pakistan.

The functional and presentation currency of Australian Lasallian (Asia/Pacific) Foundation Limited is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

In the opinion of those charged with Governance the Company is not a reporting entity since there are unlikely to exist users of the financial statements who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These special purpose financial statements have been prepared to meet the reporting requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of AASB 101 *Presentation of Financial Statements*, AASB 107 *Statement of Cash Flows*, AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors* and AASB 1054 *Australian Additional Disclosures*.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

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

The Company is preparing special purpose financial statements since the governing body are of the opinion that the Company is not a reporting entity as users may obtain the financial information they require upon request.

The financial statements and material accounting policies all comply with the recognition and measurement requirements in Australian Accounting Standards.

2 Summary of Significant Accounting Policies

The revenue recognition policies for the principal revenue streams of the Company are:

Grant revenue is recognised in the income statement when it is controlled. When there are conditions attached to grant revenue relating to the use of those grants for specific purposes it is recognised in the balance sheet as a liability until such conditions are met or services provided.

Donations and bequests are recognised as revenue when received.

Interest revenue and distribution income from investments is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

All revenue is stated net of the amount of goods and services tax (GST).

Other income

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

Notes to the Financial Statements

For the Year Ended 31 December 2019

2 Summary of Significant Accounting Policies

(a) Income Tax

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

(b) Goods and services tax (GST)

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

Receivables and payable are stated inclusive of GST.

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

(c) Volunteer services

No amounts are included in the financial statements for services donated by volunteers.

(d) Cash and cash equivalents

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

(e) Employee benefits

Provision is made for the Company's liability for employee benefits, those benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Cashflows are discounted using market yields on high quality corporate bond rates incorporating bonds rated AAA or AA by credit agencies, with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

3 Revenue and Other Income

Revenue from continuing operations

	2019	2018
	\$	\$
- fundraising	40,062	430,251
- grants and donations	273,258	1,093,520
- Other income	2	37,495
Total Revenue	313,322	1,561,266

Notes to the Financial Statements

For the Year Ended 31 December 2019

4 Cash and Cash Equivalents

	2019	2018
	\$	\$
Cash at bank and in hand	3,490	150,818
	<u>3,490</u>	<u>150,818</u>

5 Other non-financial assets

	2019	2018
	\$	\$
CURRENT		
Prepayments	-	6,875

6 Trade and Other Payables

	2019	2018
	\$	\$
CURRENT		
Trade payables	-	6,361
GST payable	-	(5,000)
Sundry payables and accrued expenses	-	1,138
Other payables	-	(50)
	<u>-</u>	<u>2,449</u>

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

7 Other Financial Liabilities

	2019	2018
	\$	\$
CURRENT		
Deferred income	-	37,899

8 Employee Benefits

	2019	2018
	\$	\$
Current liabilities		
Long service leave	-	26,538
Provision for employee benefits	-	116,112
	<u>-</u>	<u>142,650</u>

9 Contingencies

In the opinion of those charged with governance, the Company did not have any contingencies at 31 December 2019 (31 December 2018:None).

Notes to the Financial Statements
For the Year Ended 31 December 2019

10 Cash Flow Information

Reconciliation of result for the year to cashflows from operating activities

	2019	2018
	\$	\$
Surplus/(Deficit) for the year	19,942	(649,018)
Non-cash flows in profit:		
- depreciation	-	7,757
- (Increase)/decrease in investments	-	1,750
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	(76,700)	55
- (increase)/decrease in other assets	6,875	6,243
- increase/(decrease) in income in advance	(37,899)	-
- increase/(decrease) in trade and other payables	(2,449)	(68,468)
- increase/(decrease) in provisions	(142,650)	-
Cashflows from operations	<u>(232,881)</u>	<u>(701,681)</u>

11 Statutory Information

The registered office and principal place of business of the company is:

Australian Lasallian (Asia/Pacific) Foundation Limited
Level 4
25 Restwell Street
BANKSTOWN NSW 2200

Australian Lasallian (Asia/Pacific) Foundation Limited

Responsible Persons' Declaration

The responsible persons declare that in the responsible persons' opinion:

- there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable; and
- the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*.

Responsible person 
Br Adrian Watson FSC

Dated this 20th day of June 2022



Australian Lasallian (Asia/Pacific) Foundation Limited

Independent Audit Report to the members of Australian Lasallian (Asia/Pacific) Foundation Limited

Report on the Audit of the Financial Report

Qualified Opinion

We have audited the financial report of Australian Lasallian (Asia/Pacific) Foundation Limited, which comprises the statement of financial position as at 31 December 2019, 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, notes to the financial statements and the responsible persons' declaration.

In our opinion, except for the effects of the matter described in the *Basis for Qualified Opinion* section of our report, the financial report of Australian Lasallian (Asia/Pacific) Foundation Limited 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 31 December 2019 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards to the extent described in Note 1, and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Basis for Qualified Opinion

The prior year comparative figures were audited by another auditor who issued an unmodified audit opinion at that time. We have accepted the comparative figures as they are without performing additional audit verification procedures. As agreed with the responsible persons of the Registered Entity, reviewing the previous auditor's workpapers and performing additional audit verification procedures on opening balances was excluded from our audit scope. There is a risk that a material uncorrected error in the comparative figures and opening balances may not have been identified and on this basis, we have issued a qualified audit 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 qualified opinion.



Australian Lasallian (Asia/Pacific) Foundation Limited

Independent Audit Report to the members of Australian Lasallian (Asia/Pacific) Foundation Limited

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Registered Entity's financial reporting responsibilities under the ACNC Act. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of Responsible Entities for the Financial Report

The responsible persons of the Registered Entity are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the ACNC Act and the needs of the members. The responsible entities' responsibility also includes such internal control as the responsible entities determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the responsible persons 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 intend to liquidate the Registered Entity or to cease operations, or have no realistic alternative but to do so.

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 Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

Watson Erskine Pty Ltd
Authorised Audit Company

Christopher Wong
Director

Sydney NSW 2000

Dated this 20th day of June 2022