



CDH AUSTRALIA LIMITED

ABN 60 131 315 145

FINANCIAL REPORT - 30 JUNE 2018

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The accompanying Special Purpose Financial Report has been prepared for the exclusive use of the Members of CDH Australia Limited. This financial report is not to be used by any other party unless accompanied with additional information concerning the company's financial position.

CDH AUSTRALIA LIMITED
ABN 60 131 315 145

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2018

	Note	2018 \$	2017 \$
ASSETS			
Current assets			
Cash and cash equivalents	6	120,211	94,958
Other receivables	7	7,844	660
<i>Total current assets</i>		<u>128,055</u>	<u>95,618</u>
Non-current assets			
Property, plant and equipment	8	1,492	-
<i>Total non-current assets</i>		<u>1,492</u>	<u>-</u>
TOTAL ASSETS		<u>129,547</u>	<u>95,618</u>
LIABILITIES			
Current liabilities			
Trade and other payables	9	5,010	3,535
<i>Total current liabilities</i>		<u>5,010</u>	<u>3,535</u>
TOTAL LIABILITIES		<u>5,010</u>	<u>3,535</u>
NET ASSETS		<u>124,537</u>	<u>92,083</u>
FUNDS			
Accumulated funds		<u>124,537</u>	<u>92,083</u>
TOTAL FUNDS		<u>124,537</u>	<u>92,083</u>

CDH AUSTRALIA LIMITEDSTATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2018

	Note	2018 \$	2017 \$
Revenue	4	117,582	56,839
		<u>117,582</u>	<u>56,839</u>
Expenses			
Administration expenses		(53,515)	(15,257)
Depreciation	5	(547)	-
Fundraising and donation expenses		(9,288)	(3,741)
Program costs		(21,778)	(8,315)
		<u>(85,128)</u>	<u>(27,313)</u>
Surplus before income tax		32,454	29,526
Income tax expense		-	-
		<u>-</u>	<u>-</u>
Surplus for the year		<u>32,454</u>	<u>29,526</u>
Other comprehensive income		-	-
		<u>-</u>	<u>-</u>
Total comprehensive income for the year		<u><u>32,454</u></u>	<u><u>29,526</u></u>

The accompanying notes form part of these financial statements

CDH AUSTRALIA LIMITEDSTATEMENT OF CHANGES IN FUNDS
FOR THE YEAR ENDED 30 JUNE 2018

	Accumulated Funds \$	Total \$
Balance at 1 July 2016	62,557	62,557
Comprehensive income		
Surplus for the year	29,526	29,526
Other comprehensive income	-	-
Total comprehensive income for the year	<u>29,526</u>	<u>29,526</u>
Balance at 30 June 2017	<u>92,083</u>	<u>92,083</u>
Balance at 1 July 2017	92,083	92,083
Comprehensive income		
Surplus for the year	32,454	32,454
Other comprehensive income	-	-
Total comprehensive income for the year	<u>32,454</u>	<u>32,454</u>
Balance at 30 June 2018	<u>124,537</u>	<u>124,537</u>

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2018

	Note	2018 \$	2017 \$
Cash flows from operating activities			
Receipts from donors and customers		117,910	57,154
Payments to suppliers		(91,075)	(24,774)
Interest received		457	440
<i>Net cash flows from operating activities</i>	10	<u>27,292</u>	<u>32,820</u>
Cash flows from investing activities			
Purchase of property, plant and equipment		(2,039)	-
<i>Net cash flows from investing activities</i>		<u>(2,039)</u>	<u>-</u>
Net increase in cash and cash equivalents		25,253	32,820
Cash and cash equivalents at the beginning of the financial year		<u>94,958</u>	<u>62,138</u>
Cash and cash equivalents at the end of the financial year	6	<u>120,211</u>	<u>94,958</u>

CDH AUSTRALIA LIMITED**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 30 JUNE 2018**Note 1 - Reporting entity**

The financial report includes the financial statements and notes of for CDH Australia Limited as an individual entity and domiciled in Australia. The company is registered as a company limited by guarantee and not having share capital under the *Australian Charities and Not-for-profits Commission Act 2012*.

The financial statements were approved by the Board of Directors on 25 October 2018.

Note 2 - Basis of preparation***Statement of compliance***

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the *Australian Charities and Not-for-profits Commission Act 2012*. The Board has determined that the company is not a reporting entity.

The financial report has been prepared in accordance with the mandatory Australian Accounting Standards applicable as below: -

AASB 101:	Presentation of Financial Statements
AASB 107:	Statement of Cash Flows
AASB 108:	Accounting Policies, Changes in Accounting Estimates and Errors
AASB 1048:	Interpretation of Standards
AASB 1054:	Australian Additional Disclosures

No other Australian Accounting Standards, Australian Accounting Interpretations or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

Basis of measurement

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.

Comparatives

Where required by Accounting Standards comparative figures have been adjusted to conform to changes in presentation for the current financial year. Where the company has retrospectively applied an accounting policy, made a retrospective restatement or reclassified items in its financial statements, an additional statement of financial position as at the beginning of the earliest comparative period will be disclosed.

Critical accounting 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.

CDH AUSTRALIA LIMITED**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 30 JUNE 2018**Note 2 - Basis of preparation (continued)*****Critical accounting estimates and judgements (continued)*****Key estimates*****Impairment***

The Directors assess impairment at the end of each reporting period by evaluation of conditions and events specific to the company that may be indicative of impairment triggers.

New and revised standards that are effective for these financial statements

A number of new and revised standards are effective for annual periods beginning on or after 1 July 2017, however none have significantly impacted the company's financial statements.

New standards and interpretations not yet adopted

Certain new accounting standards and interpretations have been published that are not mandatory for the 30 June 2018 reporting period and have not been early adopted by the company. These include:

- AASB 9 *Financial Instruments* (effective for the year ending 30 June 2019)
- AASB 15 *Revenue from Contracts with Customers* (effective for the year ending 30 June 2020)
- AASB 16 *Leases* (effective for the year ending 30 June 2020)
- AASB 1058 *Income of Not-for-profit Entities* (effective for the year ending 30 June 2020)

The Directors assessment of the impact of these new standards (to the extent applicable to the company) is that none are expected to significantly impact the company's financial statements in future reporting periods.

Note 3 - Significant accounting policies

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Revenue recognition

Amounts disclosed as revenue are net of returns, trade allowances and duties and taxes including goods and services tax (GST). Revenue is recognised for the major business activities as follows:

Grants and donations

Income arising from the contribution of an asset (including cash) is recognised when the following conditions have been satisfied:

- (a) the company obtains control of the contribution or the right to receive the contribution;
- (b) it is probable that the economic benefits comprising the contribution will flow to the company; and
- (c) the amount of the contribution can be measured reliably at the fair value of the consideration received.

CDH AUSTRALIA LIMITED**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 30 JUNE 2018**Note 3 - Significant accounting policies (continued)*****Revenue recognition (continued)******Interest***

Revenue from interest is recognised as it accrues using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument.

Rendering of services

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

Income tax

The company has received written endorsement as an income tax exempt charity from the Australian Taxation Office and is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

Cash and cash equivalents

Cash and cash equivalents includes deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value and bank overdrafts. The company had no bank overdraft at the balance date or prior years.

Other receivables

Other receivables include amounts due from Australian Taxation Office. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets.

Trade and other payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the company during the reporting period, which remain unpaid. The balance is recognised as a current liability with the amount being normally paid within 30 days of recognition of the liability.

CDH AUSTRALIA LIMITEDNOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

	2018	2017
	\$	\$
<u>Note 4 - Revenue</u>		
Revenue		
Grants revenue	10,000	6,091
Memberships	1,091	735
	<u>11,091</u>	<u>6,826</u>
Other income		
Donations	54,218	33,755
Fundraising	50,522	14,231
Interest received	457	440
Other revenue	1,294	1,587
	<u>106,491</u>	<u>50,013</u>
<i>Total revenue</i>	<u><u>117,582</u></u>	<u><u>56,839</u></u>
<u>Note 5 - Expenses</u>		
Depreciation	547	-
Remuneration of Auditors <i>(2018: StewartBrown, Chartered Accountants; 2017: HLB Mann Judd)</i>	2,250	-
<u>Note 6 - Cash and cash equivalents</u>		
Cash at bank	120,211	94,958
<i>Total cash and cash equivalents</i>	<u><u>120,211</u></u>	<u><u>94,958</u></u>
<u>Note 7 - Other receivables</u>		
<u>Current</u>		
Other receivables	-	660
GST paid	7,844	-
<i>Total current other receivables</i>	<u><u>7,844</u></u>	<u><u>660</u></u>
<u>Note 8 - Property, plant and equipment</u>		
<i>Office equipment</i>		
Cost	2,039	-
Accumulated depreciation	(547)	-
<i>Net carrying amount</i>	<u><u>1,492</u></u>	<u><u>-</u></u>
<i>Movements in carrying amounts</i>		
Opening net carrying amount	-	-
Additions	2,039	-
Depreciation charge for the year	(547)	-
Closing net carrying amount	<u><u>1,492</u></u>	<u><u>-</u></u>

CDH AUSTRALIA LIMITEDNOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

	2018	2017
	\$	\$
<u>Note 9 - Trade and other payables</u>		
<u>Current</u>		
Trade payables	2,200	-
Other payables	2,810	3,535
<i>Total current trade and other payables</i>	<u>5,010</u>	<u>3,535</u>
<u>Note 10 - Cash flow information</u>		
<i>Reconciliation of net surplus for the year to net cash flows from operations</i>		
Surplus for the year	32,454	29,526
<i>Adjustments for:</i>		
Depreciation	547	-
<i>Changes in assets and liabilities</i>		
(Increase) decrease in trade and other receivables	(7,184)	-
(Decrease) increase in trade and other payables	1,475	3,294
Net cash from operating activities	<u>27,292</u>	<u>32,820</u>

Note 11 - Contingent liabilities

At balance date the Directors of the company are not aware of the existence of any contingent liability.

Note 12 - Events occurring after the reporting period

No material events have occurred after the reporting period. The financial report was authorised for issue on 25 October 2018 by the Board of Directors.

Note 13 - Limitation of members' liability

The company is limited by guarantee. If the company is wound up, its Constitution states that each member is required to contribute a maximum of \$10.00 each towards meeting any outstanding obligations of the company. At 30 June 2018 the number of members was 47 (2017: 66).

CDH AUSTRALIA LIMITED
ABN 60 131 315 145

FINANCIAL REPORT - 30 JUNE 2018

DIRECTORS' DECLARATION

The Directors have determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the statement of compliance and basis of preparation outlined in Note 2 to the financial statements and the *Australian Charities and Not-for-profits Commission Act 2012*.

In the opinion of the Directors, the financial report, which comprise the statement of financial position, statement of profit or loss and other comprehensive income, statement of changes in funds, statement of cash flows and notes to the financial statements:

- (a) Presents a true and fair view of the financial position of CDH Australia Limited as at 30 June 2018 and its performance for the year ended on that date in accordance with *Australian Charities and Not-for-profits Commission Regulation 2013* and the basis of preparation described in Note 2 of the financial statements.; and
- (b) At the date of this statement, there are reasonable grounds to believe that CDH Australia Limited will be able to pay its debts as and when they fall due.

This declaration is made in accordance with a resolution of the Directors.


Tara Gallo
President

25 October 2018

CDH AUSTRALIA LIMITED
ABN 60 131 315 145

FINANCIAL REPORT - 30 JUNE 2018

DIRECTORS' DECLARATION
UNDER THE CHARITABLE FUNDRAISING ACT 1991

In the opinion of the Directors' of CDH Australia Limited:

- (i) The accounts give a true and fair view of all income and expenditure with respect to fundraising appeals for the year ended 30 June 2018; and
- (ii) The statement of financial position gives a true and fair view of the state of affairs of the company with respect to fundraising appeals; and
- (iii) The provisions of the *Charitable Fundraising Act 1991*, the regulations under that Act, and the conditions attached to the authority to fundraise have been complied with; and
- (iv) The internal controls exercised by the company are appropriate and effective in accounting for all income received.

This declaration is made in accordance with a resolution of the Directors and signed for and on behalf of the Directors by:



Yara Gallo
President

25 October 2018

CDH AUSTRALIA LIMITED
ABN 60 131 315 245

FINANCIAL REPORT - 30 JUNE 2018

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
CDH AUSTRALIA LIMITED

Opinion

We have audited the accompanying financial report, being a special purpose financial report of the CDH Australia Limited which comprises the statement of financial position as at 30 June 2018, the statement of profit or loss and other comprehensive income, the statement of changes in funds and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the Directors' Declaration.

In our opinion, the accompanying financial report presents fairly, in all material respects, the financial position of the CDH Australia Limited as at 30 June 2018 and its financial performance and its cash flows for the year then ended in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*.

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 Responsibility for the Audit of the Financial Report* section of our report. We are independent of the company in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (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 confirm that the independence declaration required by the *Australian Charities and Not-for-profits Commission Act 2012*, which has been given to the Directors of the company, would be in the same terms if given to the Directors as at the time of this auditor's report.

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

Emphasis of Matter - Basis of Accounting

Without modifying our opinion, we draw attention to Notes 2 and 3 to the financial statements, which describes the basis of accounting. The financial report has been prepared to assist the Directors to meet the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*. As a result, the special purpose financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Directors' Responsibility for the Financial Report

The Directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the Directors 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 Directors are responsible for assessing the company'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 Directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

The Directors are responsible for overseeing the company's financial reporting process.

CDH AUSTRALIA LIMITED**ABN 60 131 315 145****FINANCIAL REPORT - 30 JUNE 2018****INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
CDH AUSTRALIA LIMITED*****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* and the website address is <http://www.auasb.gov.au/Home.aspx>

We communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

In addition, our audit report has also been prepared for the members of the company in accordance with section 24(2) of the *Charitable Fundraising Act 1991*. Accordingly, we have performed additional work beyond that which is performed in our capacity as auditors pursuant to the *Australian Charities and Not-for-profits Commission Act 2012*. These additional procedures included obtaining an understanding of the internal control structure for fundraising appeal activities and examination, on a test basis, of evidence supporting compliance with the accounting and associated record keeping requirements for fundraising appeal activities pursuant to the *Charitable Fundraising Act 1991* and Regulations.

It should be noted that the accounting records and data relied upon for reporting on fundraising appeal activities are not continuously audited and do not necessarily reflect after the event accounting adjustments and the normal year-end financial adjustments for such matters as accruals, prepayments, provisioning and valuations necessary for year-end financial report preparation.

The performance of our statutory audit included a review of internal controls for the purpose of determining the appropriate audit procedures to enable an opinion to be expressed on the financial report. This review is not a comprehensive review of all those systems or of the system taken as a whole and is not designed to uncover all weaknesses in those systems.

The audit opinion expressed in this report pursuant to the *Charitable Fundraising Act 1991* has been formed on the above basis.

CDH AUSTRALIA LIMITED
ABN 60 131 315 145

FINANCIAL REPORT - 30 JUNE 2018

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
CDH AUSTRALIA LIMITED

Auditor's opinion

Pursuant to the requirements of Section 24(2) of the *Charitable Fundraising Act 1991* we report that, in our opinion:

- a) the financial report gives a true and fair view of the financial result of fundraising appeal activities for the financial year ended 30 June 2018; and
- b) the financial report has been properly drawn up, and the associated records have been properly kept for the period 1 July 2017 to 30 June 2018, in accordance with the *Charitable Fundraising Act 1991* and Regulations; and
- c) money received as a result of fundraising appeal activities conducted during the period 1 July 2017 to 30 June 2018 has been properly accounted for and applied in accordance with the *Charitable Fundraising Act 1991* and Regulations; and
- d) at the date of this report there are reasonable grounds to believe that company will be able to pay its debts as and when they become due and payable.



StewartBrown
Chartered Accountants



S.J. Hutcheon
Partner

25 October 2018