

The Nelune Foundation
ABN 82 609 188 168

Financial Statements
30 September 2020

THE NELUNE FOUNDATION
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 SEPTEMBER 2020

1

	Note	2020 \$	2019 \$
Revenue			
Donations		924,915	108,667
Donation - Nelune Foundation Cancer Care Services		95,000	100,000
Donation – audit fees in kind		1,500	-
Fundraising	3	3,328	919,971
Interest received		46,881	66,922
		<u>1,071,624</u>	<u>1,195,560</u>
Grant funds disbursed	4	(1,479,459)	(925,382)
Operating expenses	2	(17,424)	(12,767)
		<u>(425,259)</u>	<u>257,411</u>
Surplus/(deficit) before income tax			
		<u>(425,259)</u>	<u>257,411</u>
Income tax expense	1(f)	-	-
Other comprehensive income		-	-
Total comprehensive income after income tax		<u>(425,259)</u>	<u>257,411</u>

The income statement should be read in conjunction with the notes to the financial statements set out on pages 5 to 7.

THE NELUNE FOUNDATION
STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2020

2

	Note	2020	2019
		\$	\$
Assets			
Cash at bank and on deposit		3,010,009	3,295,929
Receivable from Nelune Cancer Care Services		-	200,000
Interest receivable		10,581	25,332
Total assets		<u>3,020,590</u>	<u>3,521,261</u>
Liabilities			
Accrued expenses and other liabilities		-	75,412
Total liabilities		<u>-</u>	<u>75,412</u>
Net Assets		<u>3,020,590</u>	<u>3,445,849</u>
Trust capital			
Settled sum		20	20
Accumulated earnings		3,020,570	3,445,829
Total trust capital		<u>3,020,590</u>	<u>3,445,849</u>

The balance sheet should be read in conjunction with the notes to the financial statements set out on pages 5 to 7.

THE NELUNE FOUNDATION
STATEMENT OF CHANGES IN TRUST CAPITAL
FOR THE YEAR ENDED 30 SEPTEMBER 2020

3

	2020	2019
	\$	\$
Settled sum	<u>20</u>	<u>20</u>
Accumulated earnings		
Opening balance	3,445,829	3,188,418
Surplus/(deficit) recognised for the year	<u>(425,259)</u>	<u>257,411</u>
Closing balance	<u>3,020,570</u>	<u>3,445,829</u>
Total trust capital	<u>3,020,590</u>	<u>3,445,849</u>

The statement of changes in trust capital should be read in conjunction with the notes to the financial statements set out on pages 5 to 7.

**THE NELUNE FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 SEPTEMBER 2020**

	2020	2019
Note	\$	\$
Cash flows from operating activities		
Receipts from donors and fundraising	1,227,275	1,283,716
Payments including event costs	(1,574,827)	(1,174,654)
Interest	61,632	70,784
Net cash provided by/(used in) operating activities	<u>(285,920)</u>	<u>179,846</u>
Net increase/(decrease) in cash held	(285,920)	179,846
Cash held at the beginning of the financial period	3,295,929	3,116,083
Cash held at the end of the financial period	<u>3,010,009</u>	<u>3,295,929</u>
 Reconciliation to surplus/(deficit) before tax		
Surplus/(deficit) before tax	(425,259)	257,411
(Less)/Add (increase)/decrease in interest receivable	14,751	3,862
(Less)/Add (increase)/decrease in amount receivable from Nelune Cancer Care Services	200,000	(100,000)
(Less)/Add (decrease)/increase in accrued expenses and other liabilities	(75,412)	18,573
Net cash provided by/(used in) operating activities	<u>(285,920)</u>	<u>179,846</u>

The statement of cash flows should be read in conjunction with the notes to the financial statements set out on pages 5 to 7.

1 Significant accounting policies

(a) Reporting entity

The Nelune Foundation (“the Foundation”) is not considered to be a reporting entity under Australian Accounting Concepts. Its principal place of business is 12/182 Raglan Street, Mosman, NSW.

The financial report of the Foundation is presented in Australian Dollars and was authorised for issue by the Directors on 25 March 2021.

(b) Basis of preparation

(i) Statement of compliance

The financial report is a special purpose financial report which has been prepared in accordance with Australian Accounting Standards (“AASBs”) adopted by the Australian Accounting Standards Board (“AASB”) (with the exceptions of the disclosure provisions of AASB9 Financial Instruments: Disclosures, AASB101 Presentation of Financial Statements and AASB108 Accounting Policies, Changes in Accounting Estimates and Errors), the Australian Charities and Not-for-Profits Commission Act 2012, and the Charitable Fundraising Act 1991 and other requirements of the law as they are applicable to a charitable fundraising organisation.

(ii) Basis of measurement

The financial report has been prepared on the basis of historical cost.

(iii) Presentation currency

The financial report is presented in Australian dollars.

(c) Cash

Cash represents amounts held in bank accounts and on deposit.

(d) Revenue

Donations

Donations are recorded as revenue on the date they are received.

Fundraising activities

Revenue from fundraising activities is recognised once the activity has been held. No administrative costs are incurred and only direct event costs are deducted from gross proceeds to arrive at revenue recognised.

Interest income

Interest income on cash and investments are recognised on an accruals basis.

(e) **Expenses**

Expenses are recognised when the underlying service has been incurred.

(f) **Income Tax**

The Foundation is a Registered Charity and is exempt from income tax in accordance with Subdivision 50-B of the Income Tax Assessment Act 1997.

2 Operating Expenses

Auditor's remuneration

During the year, the firm of Mawby, Cowper, Meares & Co, Chartered Accountants, provided audit services on a pro bono basis. The estimated value of their audit fee, being \$1,500.00, is included in donations income and also identified as an offsetting expense donated "in kind".

	2020 \$	2019 \$
3 Costs of funds fundraising		
Gross proceeds from fundraising events only	7,360	1,175,049
Cost of fundraising – direct event costs only:		
Ball – Hotel cost	-	66,213
Ball – Other event cost	4,032	103,771
Race Day – Event costs	-	80,499
Swim – Event costs	-	4,595
	<u>4,032</u>	<u>255,078</u>
Net proceeds from fundraising	<u>3,328</u>	<u>919,971</u>

Comparison by monetary figures and percentages

Total cost of fundraising – direct event costs only	4,032	255,078
Gross proceeds from fundraising PLUS donations *	933,775	1,283,716
Percentage	0.4%	19.9%
* The donations exclude \$95,000 from Nelune Cancer Care Services (2019 \$100,000)		
Net surplus from fundraising and donations	929,743	1,028,638
Gross proceeds from fundraising and donations	933,775	1,283,716
Percentage	<u>99.6%</u>	<u>80.1%</u>

4 Grant funds disbursed

The following table details the recipients of grant funds

	2020	2019
	\$	\$
Prince of Wales Hospital – Cancer Survivor Centre *	500,000	100,000
Prince of Wales Hospital – Patient transport vehicle	-	-
St Vincent’s Hospital – Prostate Cancer Ultrasound	250,000	-
St Vincent’s Hospital – Clinical oncology equipment	-	5,382
St Vincent’s Hospital – Nurses	278,459	350,000
The Garvan Research Foundation	450,000	450,000
Prince of Wales Hospital – Delta Society	1,000	-
Dreams2Live4	-	20,000
	<u>1,479,459</u>	<u>925,382</u>

5. Commitments

The Foundation has commitments to fund projects from the reporting date until 31 March 2021 (2019 – 31 March 2021) but not recognised as liabilities as follows:

	2020	2019
	\$	\$
Garvan Research Foundation – Rebecca Wilson Fellowship	200,000	400,000
Garvan Research Foundation – MoST program	-	250,000
Prince of Wales Hospital - Cancer Survivorship Centre	-	500,000
St Vincent’s Hospital – Prostate Cancer Ultrasound	-	250,000
St Vincent’s Hospital – Nelune Centre Cancer Nurses	278,460	556,919
	<u>478,460</u>	<u>1,956,919</u>

The following payments were made against these commitments after balance date but prior to reporting date:

Garvan Research Foundation – MoST program	-	250,000
Garvan Research Foundation – Rebecca Wilson Fellowship	-	200,000
Prince of Wales Hospital - Cancer Survivorship Centre *	-	500,000
St Vincent’s Hospital – Prostate Cancer Ultrasound Equip	-	125,000
	<u>-</u>	<u>1,075,000</u>

* An amount of \$500,000 was received in the 2020 financial year from the Commonwealth Government to assist the Foundation meet its grant commitment to the Prince of Wales Hospital - Cancer Survivorship Centre

6 Related parties

The names of the Directors of Nelune Foundation Limited, the trustee of The Nelune Foundation, are Ms N Rajapakse AM, Ms A Guillan AM, Messrs H Fraser, A Refshauge, P Reid and J Wilkie.

None of the Directors receives any remuneration for their services.

The Foundation's Trustee is also the corporate Trustee of Nelune Cancer Care Services ABN 24 576 505 224.

7 Events occurring after reporting date

As a result of the continuation of the global pandemic of the COVID-19 virus, there is every likelihood that the Foundation will not be able to organise any further fund raising activities for the rest of its financial year ending 30 September 2021.

Notwithstanding this situation, the Directors of the Trustee have determined that there are sufficient funds to meet the Foundation's commitments as disclosed in note 5 above. In addition, the Directors are of the opinion that there will be sufficient funds available to ensure that the Foundation can provide support to other initiatives such as Nelune Foundation Cancer Care Services.

Apart from the foregoing, there have been no significant events since the balance date which impact on the financial position of the Foundation as disclosed in the balance sheet as at 30 September 2020 and the results of the Foundation for the year ended on that date

DECLARATION ON BEHALF OF THE TRUSTEE OF THE NELUNE FOUNDATION

In the opinion of the Trustee of The Nelune Foundation, the Foundation is not a reporting entity:

- (a) the financial statements and notes set out on pages 1 to 8 are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:
 - (i) give a true and fair view of the financial position of the Foundation as at 30 September 2020 and of the Foundation's performance, as represented by the results of its operations and its cash flows, for the year ended on that date; and
 - (ii) comply with Accounting Standards, the *Australian Charities and Not-for-profits Commission Act 2012* and other mandatory reporting requirements to the extent described in Note 1 (b); and
- (b) there are reasonable grounds to believe that the Foundation will be able to pay its debts as and when they become due and payable.

Further, in respect of the provisions of the *Charitable Fundraising Act 1991*:

- (i) the financial report gives a true and fair view of all income and expenditure of the Foundation with respect to fundraising appeal activities for the financial year ended 30 September 2020;
- (ii) the statement of financial position gives a true and fair view of the state of affairs with respect to fundraising appeal activities as at 30 September 2020;
- (iii) the provisions of the *Charitable Fundraising Act 1991* and the *NSW Charitable Fundraising Regulation 2015* and the conditions attached to the authority issued to the Foundation have been complied with; and
- (iv) the internal controls exercised by the Foundation are appropriate and effective in accounting for all income received and applied by the Foundation from any of its fundraising appeals.

For and on behalf of the Trustee and in accordance with a resolution of the Board of the Trustee.


Nelune Rajapakse AM
Director

Dated at Sydney
25 March 2021

