

# **The PNG Foundation Trust**

**ABN 98 231 178 833**

**Annual Report - 30 June 2019**

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**The PNG Foundation Trust**

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**30 June 2019**

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**General information**

The financial statements were authorised for issue, in accordance with a resolution of trustees, on 12 February 2020. The trustees have the power to amend and reissue the financial statements.

**The PNG Foundation Trust**  
**Statement of profit or loss and other comprehensive income**  
**For the year ended 30 June 2019**



	Note	2019 \$	2018 \$
<b>Revenue</b>	2	9,677	5,126
<b>Expenses</b>		(7,807)	(903)
Expenses		1,870	4,223
<b>Surplus before income tax expense</b>		-	-
Income tax expense		-	-
<b>Surplus after income tax expense for the year attributable to the unitholders of The PNG Foundation Trust</b>		1,870	4,223
Other comprehensive income for the year, net of tax		-	-
<b>Total comprehensive income for the year attributable to the unitholders of The PNG Foundation Trust</b>		<u>1,870</u>	<u>4,223</u>

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*The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes*

**The PNG Foundation Trust**  
**Statement of financial position**  
**As at 30 June 2019**

	Note	2019 \$	2018 \$
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	3	11,080	9,210
Total current assets		<u>11,080</u>	<u>9,210</u>
<b>Total assets</b>		<u>11,080</u>	<u>9,210</u>
<b>Liabilities</b>			
<b>Total liabilities</b>		<u>-</u>	<u>-</u>
<b>Net assets</b>		<u>11,080</u>	<u>9,210</u>
<b>Equity</b>			
Settled sum		10	10
Retained surpluses		<u>11,070</u>	<u>9,200</u>
<b>Total equity</b>		<u>11,080</u>	<u>9,210</u>

*The above statement of financial position should be read in conjunction with the accompanying notes*

**The PNG Foundation Trust  
Statement of changes in equity  
For the year ended 30 June 2019**

	Settled sum \$	Retained surpluses \$	Total equity \$
Balance at 1 July 2017	10	4,977	4,987
Surplus after income tax expense for the year	-	4,223	4,223
Other comprehensive income for the year, net of tax	-	-	-
Total comprehensive income for the year	-	4,223	4,223
Balance at 30 June 2018	10	9,200	9,210

	Settled sum \$	Retained surpluses \$	Total equity \$
Balance at 1 July 2018	10	9,200	9,210
Surplus after income tax expense for the year	-	1,870	1,870
Other comprehensive income for the year, net of tax	-	-	-
Total comprehensive income for the year	-	1,870	1,870
Balance at 30 June 2019	10	11,070	11,080

The above statement of changes in equity should be read in conjunction with the accompanying notes

**The PNG Foundation Trust**  
**Statement of cash flows**  
**For the year ended 30 June 2019**

	Note	2019 \$	2018 \$
<b>Cash flows from operating activities</b>			
Donations received		9,677	5,126
Payments to suppliers and employees (inclusive of GST)		<u>(7,807)</u>	<u>(903)</u>
Net cash from operating activities	5	<u>1,870</u>	<u>4,223</u>
Net cash from investing activities		<u>-</u>	<u>-</u>
Net cash from financing activities		<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents		1,870	4,223
Cash and cash equivalents at the beginning of the financial year		<u>9,210</u>	<u>4,987</u>
Cash and cash equivalents at the end of the financial year	3	<u><u>11,080</u></u>	<u><u>9,210</u></u>

*The above statement of cash flows should be read in conjunction with the accompanying notes*

**The PNG Foundation Trust**  
**Notes to the financial statements**  
**30 June 2019**

**Note 1. Significant accounting policies**

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

**New or amended Accounting Standards and Interpretations adopted**

The trust has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

**Basis of preparation**

In the trustees' opinion, the trust is not a reporting entity because there are no users dependent on general purpose financial statements.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') 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', AASB 1048 'Interpretation of Standards' and AASB 1054 'Australian Additional Disclosures', as appropriate for not-for profit oriented entities.

*Historical cost convention*

The financial statements have been prepared under the historical cost convention, except for, where applicable, the revaluation of financial assets and liabilities at fair value through profit or loss, financial assets at fair value through other comprehensive income, investment properties, certain classes of property, plant and equipment and derivative financial instruments.

**Revenue recognition**

*Donations*

Donations are recognised upon receipt.

**Income tax**

As the trust is a tax exempt institution in terms of subsection 50-10 of the Income Tax Assessment Act 1997, as amended, it is exempt from paying income tax.

**Current and non-current classification**

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the trust's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the trust's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Deferred tax assets and liabilities are always classified as non-current.

**Cash and cash equivalents**

Cash and cash equivalents includes cash on hand, 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.

**Goods and Services Tax ('GST') and other similar taxes**

The trust is not registered for GST.

**The PNG Foundation Trust**  
**Notes to the financial statements**  
**30 June 2019**

**Note 1. Significant accounting policies (continued)**

**New Accounting Standards and Interpretations not yet mandatory or early adopted**

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the trust for the annual reporting period ended 30 June 2019. The trust has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

**Note 2. Revenue**

	2019 \$	2018 \$
Donations	<u>9,677</u>	<u>5,126</u>

**Note 3. Current assets - cash and cash equivalents**

	2019 \$	2018 \$
Cash on hand	10	10
Cash at bank	<u>11,070</u>	<u>9,200</u>
	<u>11,080</u>	<u>9,210</u>

**Note 4. Events after the reporting period**

No matter or circumstance has arisen since 30 June 2019 that has significantly affected, or may significantly affect the trust's operations, the results of those operations, or the trust's state of affairs in future financial years.

**Note 5. Reconciliation of surplus after income tax to net cash from operating activities**

	2019 \$	2018 \$
Surplus after income tax expense for the year	<u>1,870</u>	<u>4,223</u>
Net cash from operating activities	<u>1,870</u>	<u>4,223</u>

*Handwritten initials/signature*




**The PNG Foundation Trust  
Trustees' declaration  
30 June 2019**

In the trustees' opinion:

- the trust is not a reporting entity because there are no users dependent on general purpose financial statements. Accordingly, as described in note 1 to the financial statements, the attached special purpose financial statements have been prepared to distribute financial statements to the unitholders of The PNG Foundation Trust;
- the attached financial statements and notes give a true and fair view of the trust's financial position as at 30 June 2019 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the trust will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of trustees

On behalf of the trustees

  
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LOUISE WARD  
13/2/20





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## INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE PNG FOUNDATION

### *Opinion*

We have audited the financial report of The PNG Foundation (the Trust), which comprises the statement of financial position as at 30 June 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, and notes to the financial statements, including a summary of significant accounting policies, and the trustees' declaration.

In our opinion, the accompanying financial report presents fairly, in all material respects, the financial position of the trust as at 30 June 2019 and its financial performance for the year then ended in accordance with the trust constitution and the accounting policies described in Note 1 to the financial statements.

### *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 Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Trust in accordance with 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 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*

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 trustees' financial reporting responsibilities under the trust deed. 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 the trustees for the financial report*

The trustees of the Trust are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and for such internal control as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error. In the Trustees Declaration, the trustees also state, in accordance with Accounting Standard AASB 101 *Presentation of Financials Statements*, that these special purpose financial statements have been prepared in accordance with Australian Accounting Standards issued by the Australian Accounting Standards Board ('AASB'), as appropriate for not-for-profit entities.

In preparing the financial report, the trustees are responsible for assessing the Trust'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 trustees either intend to liquidate the Trust 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 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 website at: <http://www.auasb.gov.au/Home.aspx>. This description forms part of our auditor's report.



**George Georgiou FCA**

Registered Company Auditor

ASIC Registration: 10310

Melbourne, Victoria

Date: 13 | 02 | 2020