

The Plastic Free Foundation Ltd

Financial Statements

For the Year Ended 30 June 2020

The Plastic Free Foundation Ltd

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For the Year Ended 30 June 2020

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The Plastic Free Foundation Ltd

Directors' Report 30 June 2020

The directors present their report on The Plastic Free Foundation Ltd for the financial year ended 30 June 2020.

1. General Information

Directors

The names of each person who has been a director during the year and to the date of this report are:

Gunther Hoppe
Rebecca Prince-Ruiz
Ben Martin
Andrea LeGuier

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

Principal Activities

The principal activity of The Plastic Free Foundation Ltd during the financial year was to build a global movement that dramatically reduces plastic use and improves recycling. This is achieved by delivering an annual behaviour change campaign to raise awareness and encourage community members, businesses, councils and organisations to reduce plastic waste. Plastic Free Foundation Ltd relies on grants, council memberships, corporate sponsorship packages and donations to fund its activities including development and delivery of the Plastic Free July @ challenge and other projects to work with key stakeholders to reduce plastics across supply chains.

Members' Guarantee

The Plastic Free Foundation Ltd is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each member and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$10 for members that are corporations and \$10 for all other members, subject to the provisions of the company's constitution.

At 30 June 2020 the collective liability of members was \$40 (2019: \$40).

Meetings of Directors

During the financial year, 7 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
Gunther Hoppe	7	6
Rebecca Prince-Ruiz	7	7
Ben Martin	7	5
Andrea LeGuier	7	7

The Plastic Free Foundation Ltd

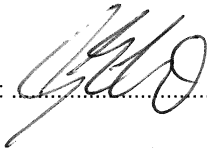
Directors' Report


30 June 2020

Auditor's Independence Declaration

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 30 June 2020 has been received and can be found on page 3 of the financial report.

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

Director:  C. E. HOPPE

Director: 

Dated this 26TH day of OCTOBER 2020

The Plastic Free Foundation Ltd

Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 to the Directors of The Plastic Free Foundation Ltd

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2020, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink, appearing to be 'DP', with a long horizontal line extending to the right.

Francis A Jones Pty Ltd
Daniel Papaphotis
Registered Company Auditor
- 401503
154 High Street
Fremantle WA 6160

Plastic Free Foundation Ltd

Statement of Comprehensive Income
For the Year Ended 30 June 2020

	2020	2019
	\$	\$
Income		
ATO Income	21,348	-
Donations	13,068	13,546
Foreign Currency Gain	(255)	38
Grants	272,033	234,480
Interest Income	171	73
Memberships	130,264	36
Partnerships	19,463	46,696
Sales	1,710	1,697
Total Income	457,802	296,566
Expenses		
Accounting & Legal Fees	(6,721)	(409)
Bank charges	(180)	-
Compliance	-	(656)
Computer & Office Equipment	(3,907)	(2,351)
Consulting & Subcontractors	(102,141)	(69,480)
Entertainment	(271)	(68)
Events	(978)	(524)
General Expenses	(3,939)	(1,379)
Insurance	(3,277)	(1,630)
Marketing	(135,228)	(114,697)
Printing and stationery	(533)	-
Rent	(2,880)	-
Subscriptions	(493)	-
Travel	(22,839)	(7,069)
Wages & Salaries	(70,656)	(28,125)
Total Expenses	(354,043)	(226,388)
Profit / (Loss) Before Income Tax	103,759	70,178
Income Tax Expense	-	-
Profit / (Loss) From Continuing Operations	103,759	70,178
Profit / (Loss) for the Year	103,759	70,178
Other Comprehensive Income for the Year	-	-
Total Comprehensive Income for the Year	103,759	70,178

The accompanying notes form part of these financial statements.

Plastic Free Foundation Ltd

Statement of Financial Position

As At 30 June 2020

	Note	2020 \$	2019 \$
ASSETS			
CURRENT ASSETS			
Cash and Cash Equivalents	4	173,273	86,825
Trade and Other Receivables	5	34,497	9,646
TOTAL CURRENT ASSETS		<u>207,770</u>	<u>96,471</u>
NON-CURRENT ASSETS			
TOTAL ASSETS		<u>207,770</u>	<u>96,471</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and Other Payables	6	29,542	20,924
TOTAL CURRENT LIABILITIES		<u>29,542</u>	<u>20,924</u>
NON-CURRENT LIABILITIES			
TOTAL LIABILITIES		<u>29,542</u>	<u>20,924</u>
NET ASSETS		<u>178,228</u>	<u>75,547</u>
EQUITY			
Retained Earnings		<u>178,228</u>	<u>75,547</u>
TOTAL EQUITY		<u>178,228</u>	<u>75,547</u>

The accompanying notes form part of these financial statements.

Plastic Free Foundation Ltd

Statement of Changes in Equity
For the Year Ended 30 June 2020

	2020
	Retained Earnings
Note	\$
Balance at 1 July 2019	<u>75,547</u>
Profit / (Loss) for the Year	103,759
Prior Year Adjustment	<u>(1,078)</u>
Balance at 30 June 2020	<u><u>178,228</u></u>
	2019
	Retained Earnings
	\$
Balance at 1 July 2018	<u>5,369</u>
Profit / (Loss) for the Year	<u>70,178</u>
Balance at 30 June 2019	<u><u>75,547</u></u>

Plastic Free Foundation Ltd

Statement of Cash Flows
For the Year Ended 30 June 2020

	2020	2019
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from Customers	432,779	295,048
Payments to Suppliers and Employees	<u>(346,502)</u>	<u>(210,503)</u>
Net cash provided by/(used in) operating activities	7 <u>86,277</u>	<u>84,545</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest Received	<u>171</u>	<u>73</u>
Net Cash Provided by/(used in) Investing Activities	<u>171</u>	<u>73</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Net Increase/(Decrease) in Cash and Cash Equivalents Held	86,448	84,618
Cash and Cash Equivalents at Beginning of Year	<u>86,825</u>	<u>2,207</u>
Cash and Cash Equivalents at End of Financial Year	4 <u><u>173,273</u></u>	<u><u>86,825</u></u>

The accompanying notes form part of these financial statements.
7

Notes to the Financial Statements

For the Year Ended 30 June 2020

The financial report covers The Plastic Free Foundation Ltd as an individual entity. The Plastic Free Foundation Ltd is a not-for-profit Company limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of The Plastic Free Foundation Ltd is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

In the Directors' opinion, 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. This special purpose financial report has been prepared to meet the reporting requirements of the *Corporations Act 2001*.

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*.

2 Summary of Significant Accounting Policies

(a) Revenue from contracts with customers

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Company expects to receive in exchange for those goods or services. Revenue is recognised by applying a five-step model as follows:

1. Identify the contract with the customer
2. Identify the performance obligations
3. Determine the transaction price
4. Allocate the transaction price to the performance obligations
5. Recognise revenue as and when control of the performance obligations is transferred

Generally the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

None of the revenue streams of the Company have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

(b) Income Tax

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

(c) 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).

Notes to the Financial Statements

For the Year Ended 30 June 2020

2 Summary of Significant Accounting Policies

(c) Goods and Services Tax (GST)

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.

(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.

3 Critical Accounting Estimates and Judgments

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

Key Estimates - Receivables

The receivables at reporting date have been reviewed to determine whether there is any objective evidence that any of the receivables are impaired. An impairment provision is included for any receivable where the entire balance is not considered collectible. The impairment provision is based on the best information at the reporting date.

4 Cash and Cash Equivalents

	2020	2019
	\$	\$
Cash at Bank and in Hand	173,273	86,825
Total Cash and Cash Equivalents	173,273	86,825

5 Trade and Other Receivables

	2020	2019
	\$	\$
CURRENT		
Trade Receivables	34,497	9,646
Total Current Trade and Other Receivables	34,497	9,646

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

Notes to the Financial Statements

For the Year Ended 30 June 2020

6 Trade and Other Payables

	2020	2019
	\$	\$
CURRENT		
Trade Payables	15,450	882
GST Payable	9,548	7,059
ATO ICA Account	(3,166)	-
PAYG	5,416	10,543
Superannuation Payable	1,624	2,440
Wages Payroll	669	-
Total Current Trade and Other Payables	29,541	20,924

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 Cash Flow Information

(a) Reconciliation of Result for the Year to Cashflows from Operating Activities

Reconciliation of net income to net cash provided by operating activities:

	2020	2019
	\$	\$
Profit for the Year	103,759	70,178
Cash flows excluded from profit attributable to operating activities		
- Interest	(171)	(73)
Non-cash flows in Profit:		
Changes in Assets and Liabilities:		
- (increase)/decrease in Trade and Other Receivables	(24,851)	(1,445)
- increase/(decrease) in Trade and Other Payables	7,540	15,885
Cashflows from Operations	86,277	84,545

8 Prior Year Adjustment

This amount represents transactions entered into MYOB by the Company as at the 30th June 2019 after the audited financial statements were issued.

9 Statutory Information

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

Plastic Free Foundation Ltd
PO Box 168
South Fremantle WA 6162

The Plastic Free Foundation Ltd

Directors' Declaration

The directors have determined that the Company is not a reporting entity and that these special purpose financial statements should be prepared in accordance with the accounting policies described in Note 2 of the financial statements.

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 4 to 10, are in accordance with the *Corporations Act 2001* and:
 - (a) comply with Australian Accounting Standards as stated in Note 1; and
 - (b) give a true and fair view of the financial position as at 30 June 2020 and of the performance for the year ended on that date of is in accordance with the accounting policy described in Note 2 of the financial statements.
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.

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

Director

 G. E. HOPPE

Director



Dated

26.10.2020



Francis A Jones

Where people count.

Plastic Free Foundation Ltd

Independent Audit Report to the members of The Plastic Free Foundation Ltd

Report on the Audit of the Financial Report

Qualified Opinion

We have audited the accompanying financial report, being a special purpose financial report of The Plastic Free Foundation Ltd (the Company), which comprises the statement of financial position as at 30 June 2020, the statement of 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 directors' declaration.

In our opinion, except for the effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial report of the Company is in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the Company's financial position as at 30 June 2020 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards to the extent described in Note 1 and the *Corporations Regulations 2001*.

Basis for Qualified Opinion

The comparative figures for 2018 reflect balances recorded in the client's Xero file that have not been audited.

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 Company in accordance with the auditor independence requirements of the *Corporations Act 2001* 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 *Corporations Act 2001*, 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 qualified 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 directors' financial reporting responsibilities under the *Corporations Act 2001*. 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 Directors 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 and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the *Corporations Act 2001* and is appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as the directors determine 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.



Francis A Jones

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Plastic Free Foundation Ltd

Independent Audit Report to the members of The Plastic Free Foundation Ltd

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.

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.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

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.



Francis A Jones

Where people count.

Plastic Free Foundation Ltd

Independent Audit Report to the members of The Plastic Free Foundation Ltd

Daniel Papaphotis
Registered Company Auditor
- 410503
154 High Street
Fremantle WA 6160

Dated: 26th October 2020