



**Baptist World Aid Australia Public Ancillary Fund**  
*A.B.N. 77 507 629 093*

## **FINANCIAL STATEMENTS**

for the period ended  
30 June 2014

**Baptist World Aid Australia Public Ancillary Fund**

**Statement Of Profit or Loss and Other Comprehensive Income**

for the period ended 30 June 2014

	<u>Notes</u>	<u>2014</u>	<u>2013</u>
<b>REVENUE</b>			
Donations and Gifts			
Tax Deductible	3	11,022,920	-
Non Tax Deductible	3	193,497	-
Bequests and Legacies		500	-
Other Non Tax Deductible Income	4	7,270	-
<b>TOTAL REVENUE</b>		<b><u>11,224,187</u></b>	<b><u>-</u></b>
<b>EXPENDITURE</b>			
Accountability and Administrations		39,557	-
Distribution to Transform Aid International Ltd			
Tax Deductible		10,984,348	-
Non Tax Deductible		200,282	-
<b>TOTAL EXPENDITURES</b>		<b><u>11,224,187</u></b>	<b><u>-</u></b>
<b>EXCESS OF REVENUE OVER EXPENDITURES</b>		<b><u>-</u></b>	<b><u>-</u></b>
Other Comprehensive Income		-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<b><u>-</u></b>	<b><u>-</u></b>

*This statement should be read in conjunction with the accompanying notes to the financial statements.*

**Baptist World Aid Australia Public Ancillary Fund**

**Statement Of Financial Position**

as at 30 June 2014

	<u>Notes</u>	<u>2014</u>	<u>2013</u>
<b>ASSETS</b>			
Cash and cash equivalents			
Tax Deductible	5	508,770	
Non Tax Deductible	5	25,450	
<b>TOTAL ASSETS</b>		<u><u>534,220</u></u>	<u><u>-</u></u>
<b>LIABILITIES</b>			
Accruals	6	800	
Payable to Transform Aid International Ltd	7	533,420	
<b>TOTAL LIABILITIES</b>		<u><u>534,220</u></u>	<u><u>-</u></u>
<b>NET ASSETS</b>		<u><u>-</u></u>	<u><u>-</u></u>
<b>EQUITY</b>			
Retained Earnings		-	-
<b>TOTAL EQUITY</b>		<u><u>-</u></u>	<u><u>-</u></u>

*This statement should be read in conjunction with the accompanying notes to the financial statements.*

**Baptist World Aid Australia Public Ancillary Fund**

**Statement of Cash Flows**

for the period ended 30 June 2014

	<u>Notes</u>	<u>2014</u>	<u>2013</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Donations received		11,217,218	-
Bequests and legacies received		500	-
Other income received		7,270	-
Payment to suppliers & employees		(39,557)	-
Distribution to Transform Aid International Ltd		(10,651,210)	-
Net cash provided by operating activities		<u>534,220</u>	<u>-</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Net cash provided by investing activities		<u>-</u>	<u>-</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Net cash provided by financing activities		<u>-</u>	<u>-</u>
<b>NET INCREASE IN CASH HELD</b>		<b>534,220</b>	<b>-</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF YEAR</b>		<b>-</b>	<b>-</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF YEAR</b>	5	<u><b>534,220</b></u>	<u><b>-</b></u>

*This statement should be read in conjunction with the accompanying notes to the financial statements.*

## Notes To The Financial Statements

for the period ended 30 June 2014

### NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a special purpose financial report that has been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board as set out below. In addition Baptist World Aid Australia Public Ancillary Fund is a fund that complies with "Public Ancillary Fund Guidelines 2011" as set out by the Tax Administration Act 1953.

Australian Accounting Standards set out accounting policies that the Australian Accounting Standards Board (AASB) have concluded would result in a finance report containing relevant and reliable information about transactions, events and conditions to which they apply. Material accounting policies adopted in the preparation of this financial report are presented below. They have been consistently applied unless otherwise stated.

The financial report has been prepared in accordance with the requirements of the following Australian Accounting Standards:

- AASB 110 - Events After the Balance Sheet Date; and
- AASB 1031 - Materiality.

The financial report has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values, or, except where specifically stated, current valuations of non-current assets.

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

The following material accounting policies, have been adopted in the preparation of this financial report. Other than the following, no other significant accounting policies require disclosure in this report.

#### (a) Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured.

##### (i) Donations and fundraising

The Group recognises amounts donated or raised on behalf of the company as income only when they are received by the company. Tax deductible and on tax deductible is determined at source and treated as separate.

##### (ii) Interest and Dividends

Interest and dividends are recognised when received/receivable.

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

#### (b) Cash

Cash includes cash on hand, deposits held at call with banks, and other short-term highly liquid investments.

### NOTE 2 NATURE AND OBJECTS OF ORGANISATION

On the 18th April 2013, Australian Baptist World Aid Inc. changed its legal status from an incorporated association to a company structure and subsequently received approval from the Australian Government as a Deductible Gift Recipient (DGR). Transform Aid International Ltd commenced operations under the new company structure from 23rd July 2013.

Additionally, a wholly-owned subsidiary of Transform Aid International Ltd namely, Baptist World Aid Australia Ltd, was established and registered as a Charity organisation on the 8th August 2013. This subsidiary acts as trustee for the Baptist World Aid Australia Public Ancillary Fund. No comparatives are presented as the fund only commence operation in FY2014.

### NOTE 3 DONATIONS AND GIFTS

Donations and Gifts were raised from Australian Public includes:

#### Tax Deductible:

Child Sponsorship	4,148,361	-
Vulnerable Children	902,579	-
Community Development Giving	4,744,809	-
Disaster Management & Emergency Relief	1,227,171	-

#### Non Tax Deductible:

Advocacy to Australian Public on Overseas Development Awareness	12,813	-
Non Deductible Giving	180,685	-

**11,216,417**

**-**

### NOTE 4 OTHER INCOME

Other income of AUD 7,270 represents income from various deputation conducted during the year.

### NOTE 5 CASH AND CASH EQUIVALENTS

The cash and cash equivalents amount in the balance sheet is represented by:

NAB - Overseas Aid Fund (Deductible)	508,770	-
NAB - Non Deductible	24,390	-
NAB - Working Account	1,060	-
	<b>534,220</b>	<b>-</b>

### NOTE 6 TRADE AND OTHER PAYABLES

Trade and other payables include:

Refund of Donations	800	-
	<b>800</b>	<b>-</b>

### NOTE 7 CURRENT LIABILITIES - OTHER

Undistributed donations to Transform Aid International Ltd

533,420

**533,420**

-

**-**

## **Baptist World Aid Australia Public Ancillary Fund**

### **Trustee Directors' Declaration**

The Directors of the trustee company have determined that the fund is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies described in Note 1 to the financial statements and the 'Public Ancillary Fund Guidelines 2011'.

The Directors of the trustee company declare that:

1. The financial statements and notes, as set out on page 4:
  - a. Comply with Accounting Standards and 'Public Ancillary Fund Guidelines 2011' as described in Note 1 to the financial statements; and  
Give a true and fair view of the financial position as at 30 June 2014 and of the performance for the year
  - b. ended on that date of the fund in accordance with the accounting policies described in Note 1 to the financial statements; and
2. There are reasonable grounds to believe that the fund 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.



Michael Turnbull  
Chair

Dated the 5th day of February 2015

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## **Independent Auditor's Report To the Trustee of Baptist World Aid Australia Public Ancillary Fund**

We have audited the accompanying financial report of Baptist World Aid Australia Public Ancillary Fund (the "Fund"), which comprises the Statement of financial position as at 30 June 2014, and the statement of profit or loss and other comprehensive income and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information to the financial report and the statement by the Board of Directors of the trustee company.

### **Responsibility of the Directors of the Trustee Company for the financial report**

The Directors of the trustee company are responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies used and described in Note 1 of the financial report, which form part of the financial report, are appropriate to meet the needs of the trustees and the Public Ancillary Fund Guidelines 2011 to the Tax Administration Act 1953 ("Guidelines"). This responsibility includes such internal controls as the Directors determine are necessary to enable the preparation of the financial report to be free from material misstatement, whether due to fraud or error.

### **Auditor's responsibility**

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards which require us to comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error.

In making those risk assessments, the auditor considers internal control relevant to the Fund's preparation and fair presentation of the financial report in order to design audit

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procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Directors, as well as evaluating the overall presentation of the financial report.

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

### **Independence**

In conducting our audit, we have complied with the applicable independence requirements of the Accounting Professional and Ethical Standards Board.

### **Basis for qualified auditor's opinion**

Cash from donations and other fund raising activities are a significant source of revenue for the Fund. Although the Fund has implemented systems of controls to ensure the monies received at its offices are properly recorded in the accounting records, it is impracticable to establish control over the collection of revenue from these sources prior to receipt at its offices.

Our audit procedures with respect to revenue from these sources had to be restricted to the amounts recorded in the financial records. As a result, we are unable to express an opinion as to whether revenue from cash donations and other fundraising activities is complete.

In respect to the qualification, based on our review of the controls in relation to revenue transactions once received, nothing has come to our attention which would cause us to believe that the internal controls over income from fundraising and donations are not appropriate.

### **Qualified Auditor's Opinion**

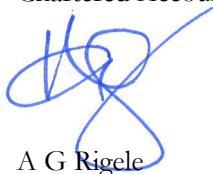
In our opinion, except for the effects on the financial report of such adjustments, if any, as might have been required had the limitation on our audit procedures referred to in the qualification paragraph above not existed, the financial report of Baptist World Aid Australia Public Ancillary Fund gives a true and fair view of the fund's financial position as at 30 June 2014 and of its performance for the period ended in accordance with the accounting policies described in Note 1.

### **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 needs of the trustees and its reporting obligations under the Guidelines. As a result, the financial report may not be suitable for another purpose.



GRANT THORNTON AUDIT PTY LTD  
Chartered Accountants



A G Rigele  
Partner - Audit & Assurance

Sydney, 5 February 2015