

**Doxa Youth Foundation (A Company
limited by guarantee)**

ABN 28 005 056 262

**Annual report
for the year ended 30 June 2016**

Doxa Youth Foundation (A Company limited by guarantee)

ABN 28 005 056 262

Annual report - 30 June 2016

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Directors' report

Your directors present their report on Doxa Youth Foundation ("the Company") for the year ended 30 June 2016.

Directors

The following persons were directors of Doxa Youth Foundation during the financial year and up to the date of this report:

Graeme Johnson OAM
Raelene Murphy
Stephen Silk (resigned 20 April 2016)
Dana Bentley
Fr Joe Giacobbe
Anna Kennedy
Therese Mandler
Richard Smith

Principal activities and strategic objectives

During the year the principal continuing activities of the Company were the conduct and operation of programs to improve the life outcomes of disadvantaged children and young people. These activities comprise the short and long term objectives of the Company. The strategies for achieving these objectives are to continue to generate revenue from the Company's fundraising efforts and anticipated donations. The Company measures its performance by regular analysis of its programs, with the main performance indicator being the ongoing successful operation of the flagship programs, including Doxa Camp Malmsbury, Doxa City Camp, Doxa School Bendigo, University Pathway Program and Doxa Cadetship Program.

Liability of members of the Company in the event of a winding up

In the event of the Company being wound up while a person is a member or within one year after a person ceases to be a member that person undertakes to contribute to the costs, common charges and expenses of the winding up and for the adjustment of the rights of contributors among themselves, such amount as may be required, not exceeding, \$20 (2015: \$20) per member.

Review of operations

The net result of the operations of the Company was a surplus of \$360,207 (2015: \$367,356 net surplus).

Significant changes in the state of affairs

There have been no significant changes in the state of affairs of the Company during the year.

Matters subsequent to the end of the financial year

The directors are unaware of any matter or circumstance that has significantly affected, or may significantly affect:

- (a) the Company's operations in future financial years, or
- (b) the results of those operations in future financial years, or
- (c) the Company's state of affairs in future financial years.

Environmental regulation

The Company is not subject to significant environmental regulation in respect of its operations.

Information on directors

Director	Experience	Special responsibilities
Graeme Johnson OAM	Lawyer	Non executive Chairman
Raelene Murphy	Accountant	Non executive Director (appointed Deputy Chairman 20 April 2016)
Stephen Silk	General Manager	Non executive Deputy Chairman (resigned 20 April 2016)
Dana Bentley	Accountant	Non executive Director
Fr Joe Giacobbe	Catholic priest	Founder and Non executive Director
Anna Kennedy	Company Secretary	Non executive Director (appointed Company Secretary 2 May 2016)
Daniel Findley	CEO	Secretary (resigned 19 February 2016)
Therese Mandler	Growth & Capability	Non executive Director
Richard Smith	General Manager	Non executive Director

Meetings of directors

The number of meetings of the Company's board of directors and the audit and finance committee held during the year ended 30 June 2016, and the number of meetings attended by each director were:

	Meetings of Directors		Meetings of audit and finance committee	
	Number of meetings attended	Number held while director in office	Number of meetings attended	Number held while director in office
Graeme Johnson OAM	6	6	6	6
** Raelene Murphy	6	6	-	6
Stephen Silk (resigned 20 April 2016)	5	6	5	6
Dana Bentley	6	6	6	6
* Fr Joe Giacobbe	5	6	NA	NA
* Anna Kennedy	6	6	NA	NA
* Therese Mandler	5	6	NA	NA
* Richard Smith	6	6	NA	NA

* Not members of audit and finance committee

** Raelene has been on a temporary leave of absence from the audit and finance committee. Raelene rejoined the audit and finance committee on 22 June 2016.

Insurance of officers

During the financial year, Doxa Youth Foundation paid a premium of \$3,890 (2015: \$3,890) to insure the directors and officers of the Company.

Proceedings on behalf of the Company

No person has applied to the Court under section 237 of the *Corporations Act 2001* for leave to bring proceedings on behalf of the Company, or to intervene in any proceedings to which the Company is a party, for the purpose of taking responsibility on behalf of the Company for all or part of those proceedings.

No proceedings have been brought or intervened in on behalf of the Company with leave of the Court under section 237 of the *Corporations Act 2001*.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* is set out on page 4.

This report is made in accordance with a resolution of directors.



Graeme Johnson OAM
Chairman

Melbourne
4 October 2016



Auditor's Independence Declaration

As lead auditor for the audit of Doxa Youth Foundation for the year ended 30 June 2016, I declare that, to the best of my knowledge and belief, there have been no contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Doxa Youth Foundation.

A handwritten signature in blue ink that reads 'Darren Jenns'.

Darren Jenns
Partner
PricewaterhouseCoopers

Melbourne
4 October 2016

PricewaterhouseCoopers, ABN 52 780 433 757
Freshwater Place, 2 Southbank Boulevard, **SOUTHBANK VIC 3006**, GPO Box 1331, **MELBOURNE VIC 3001**
Telephone +61 3 8603 1000, Facsimile +61 3 8603 1999, www.pwc.com.au

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Doxa Youth Foundation (A Company limited by guarantee)

ABN 28 005 056 262

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These financial statements cover Doxa Youth Foundation (A Company limited by guarantee) as an individual entity. The financial statements are presented in the Australian currency.

Doxa Youth Foundation is a company limited by guarantee, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Doxa Youth Foundation
Suite 2, Ground Floor
355 Spencer Street
West Melbourne VIC 3003

A description of the nature of the entity's operations and its principal activities is included in the directors' report on page 1, which is not part of these financial statements.

The financial statements were authorised for issue by the directors on 4 October 2016.

Doxa Youth Foundation (A Company limited by guarantee)
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2016

	Notes	2016 \$	2015 \$
Revenue from continuing operations	3	4,678,333	4,011,999
Employee benefits expense		(2,102,553)	(1,518,649)
Depreciation and amortisation expense	4	(74,424)	(252,417)
Rental expense		(44,615)	(45,381)
Administration expenses		(269,803)	(243,896)
Program expenses		(1,692,357)	(1,502,483)
Other expenses		(134,338)	(80,495)
Finance costs	4	(36)	(1,322)
Surplus before income tax		360,207	367,356
Income tax credit		-	-
Surplus for the year		360,207	367,356
Other comprehensive surplus			
<i>Item that may be reclassified to profit or loss</i>			
Changes in the fair value of available-for-sale financial assets	12(a)	(67,587)	36,801
Other comprehensive (loss)/surplus for the year		(67,587)	36,801
Total comprehensive surplus for the year		292,620	404,157
Surplus is attributable to:			
Members of Doxa Youth Foundation		360,207	367,356
Total comprehensive surplus for the year is attributable to:			
Members of Doxa Youth Foundation		292,620	404,157

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

Doxa Youth Foundation (A Company limited by guarantee)
Statement of financial position
As at 30 June 2016

	Notes	2016 \$	2015 \$
ASSETS			
Current assets			
Cash and cash equivalents	5	2,626,093	2,288,315
Trade and other receivables	6	<u>130,769</u>	<u>135,780</u>
Total current assets		<u>2,756,862</u>	<u>2,424,095</u>
Non-current assets			
Available-for-sale financial assets	7	1,863,523	1,895,705
Property, plant and equipment	8	<u>260,065</u>	<u>230,174</u>
Total non-current assets		<u>2,123,588</u>	<u>2,125,879</u>
Total assets		<u>4,880,450</u>	<u>4,549,974</u>
LIABILITIES			
Current liabilities			
Trade and other payables	9	573,650	527,646
Provisions	10	<u>66,816</u>	<u>75,022</u>
Total current liabilities		<u>640,466</u>	<u>602,668</u>
Non-current liabilities			
Provisions	11	<u>6,416</u>	<u>6,358</u>
Total non-current liabilities		<u>6,416</u>	<u>6,358</u>
Total liabilities		<u>646,882</u>	<u>609,026</u>
Net assets		<u>4,233,568</u>	<u>3,940,948</u>
EQUITY			
Reserves	12(a)	2,093,973	2,161,560
Retained surplus	12(b)	<u>2,139,595</u>	<u>1,779,388</u>
Total equity		<u>4,233,568</u>	<u>3,940,948</u>

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

Doxa Youth Foundation (A Company limited by guarantee)
Statement of changes in equity
For the year ended 30 June 2016

		Reserves \$	Retained surplus \$	Total equity \$
Balance at 1 July 2014		124,759	3,412,032	3,536,791
Surplus for the year		-	367,356	367,356
Other comprehensive surplus		36,801	-	36,801
Total comprehensive surplus for the year		<u>36,801</u>	<u>367,356</u>	<u>404,157</u>
Transfer from retained surplus to special capital works reserve	12	1,300,000	(1,300,000)	-
Transfer from retained surplus to special program reserve	12	700,000	(700,000)	-
		<u>2,000,000</u>	<u>(2,000,000)</u>	<u>-</u>
Balance at 30 June 2015		<u>2,161,560</u>	<u>1,779,388</u>	<u>3,940,948</u>
Balance at 1 July 2015		2,161,560	1,779,388	3,940,948
Surplus for the year		-	360,207	360,207
Other comprehensive (loss)		(67,587)	-	(67,587)
Total comprehensive (loss)/surplus for the year		<u>(67,587)</u>	<u>360,207</u>	<u>292,620</u>
Balance at 30 June 2016		<u>2,093,973</u>	<u>2,139,595</u>	<u>4,233,568</u>

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

Doxa Youth Foundation (A Company limited by guarantee)
Statement of cash flows
For the year ended 30 June 2016

	Notes	2016 \$	2015 \$
Cash flows from operating activities			
Receipts from customers (inclusive of goods and services tax)		667,043	635,365
Payments to suppliers and employees (inclusive of goods and services tax)		<u>(4,137,419)</u>	<u>(3,451,931)</u>
		(3,470,376)	(2,816,566)
Dividends received		92,728	55,304
Donations, grants, sponsorships and fundraising revenue received		3,787,770	3,520,843
Interest received		73,699	65,207
Interest paid		(36)	(1,322)
Net cash inflow from operating activities	15	<u>483,785</u>	<u>823,466</u>
Cash flows from investing activities			
Payments for property, plant and equipment		(95,318)	(86,374)
Payments for available for sale financial assets		(289,619)	(859,293)
Proceeds from sale of property, plant and equipment		8,250	-
Proceeds from available for sale financial assets		<u>230,680</u>	<u>416,967</u>
Net cash (outflow) from investing activities		<u>(146,007)</u>	<u>(528,700)</u>
Cash flows from financing activities			
Net cash inflow from financing activities		<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents		337,778	294,766
Cash and cash equivalents at the beginning of the financial year		<u>2,288,315</u>	<u>1,993,549</u>
Cash and cash equivalents at the end of the financial year	5	<u>2,626,093</u>	<u>2,288,315</u>

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

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1 Summary of significant accounting policies

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated. The financial statements are for Doxa Youth Foundation (A Company limited by guarantee).

(a) Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and interpretations issued by the Australian Accounting Standards Board and the *Australian Charities and Not-for-profits Commission Act 2012*. Doxa Youth Foundation is a not-for-profit entity for the purpose of preparing the financial statements.

(i) Compliance with Australian Accounting Standards - Reduced Disclosure Requirements

The financial statements of Doxa Youth Foundation comply with Australian Accounting Standards - Reduced Disclosure Requirements as issued by the Australian Accounting Standards Board (AASB).

(ii) New and amended standards adopted by the Company

The Company has not elected to apply any new standards or amendments to standards that are not yet mandatory to the annual reporting period beginning 1 July 2015.

(iii) Historical cost convention

These financial statements have been prepared under the historical cost convention, unless otherwise stated. Comparative information has been reclassified where appropriate to enhance the comparability of the information. Reclassification has not resulted in any adjustment to net assets or surplus.

(b) Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are net of returns, trade allowances, and duties and taxes paid. Revenue is recognised for the major business activities as follows:

(i) Sale of goods

Revenue from the sale of goods is recognised upon delivery of goods to customers.

(ii) Donations

Donation revenue is recognised on a cash basis.

(iii) Interest revenue

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

(iv) Services

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

(c) Income tax

Doxa Youth Foundation is a charitable organisation and is exempt from income tax.

(d) Leases

Leases of property, plant and equipment where the Company has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalised at the lease's inception at the fair value of the leased property or, if lower, the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are included in other short-term and long-term payables. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to statement of profit or loss and other comprehensive income over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period. The property, plant and equipment acquired under finance leases is depreciated over the shorter of the asset's useful life and the lease term.

1 Summary of significant accounting policies (continued)

(d) Leases (continued)

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the Company as lessee are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to statement of profit or loss and other comprehensive income on a straight-line basis over the period of the lease.

(e) Impairment of assets

Assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value-in-use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or groups of assets (cash-generating units). Non-financial assets other than goodwill that suffered an impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

(f) Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, 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, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the statement of financial position.

(g) Trade receivables

Trade receivables are recognised initially at fair value. Trade receivables are generally due for settlement no more than 30 days from the date of recognition. They are presented as current assets unless collection is not expected for more than 12 months after the end of the reporting period.

Collectability of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectible are written off. An allowance for doubtful receivables is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the receivables.

Other receivables are carried at their principal amounts. Interest is credited as income as it accrues.

(h) Functional and presentation currency

These financial statements are presented in Australian dollars, which is Doxa Youth Foundation's functional and presentation currency.

(i) Investments

Interests in listed and unlisted securities are brought to account at current market value with valuation movements recognised in the statement of profit or loss and other comprehensive income.

(j) Property, plant and equipment

All property, plant and equipment is stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of profit or loss and other comprehensive income during the reporting period in which they are incurred.

1 Summary of significant accounting policies (continued)

(j) Property, plant and equipment (continued)

Depreciation on assets is calculated using the straight-line method to allocate their cost or revalued amounts, net of their residual values, over their estimated useful lives as follows:

	2016	2015
- Plant and equipment	3 - 7 years	3 - 7 years
- Leasehold improvements	5 - 7.5 years	5 - 7.5 years

Where items of plant and equipment have separately identifiable components which are subject to regular replacement, those components are assigned useful lives distinct from the item of plant and equipment to which they relate.

The cost of improvements to or on leasehold properties is amortised over the unexpired period of the lease or the estimated useful life of the improvement to the Company, whichever is the shorter.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of the reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Land and buildings are not depreciated. The directors assess the carrying value of land and buildings regularly based upon market value.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in statement of profit or loss and other comprehensive income.

(k) Trade and other payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months from the reporting date. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

(l) Employee benefits

(i) Short-term obligations

Liabilities for wages and salaries, including non-monetary benefits, annual leave and accumulating sick leave expected to be settled within 12 months after the end of the period in which the employees render the related service are recognised in respect of employee's services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liability for annual leave and accumulating sick leave is recognised in the provision for employee benefits. All other short-term employee benefit obligations are presented as payables.

(ii) Other long-term employee benefit obligations

The liability for long service leave and annual leave which is not expected to be settled within 12 months after the end of the period in which the employees render the related service is recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the end of the reporting period on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

1 Summary of significant accounting policies (continued)

(l) Employee benefits (continued)

(iii) Superannuation

The amount charged to the statement of profit or loss and other comprehensive income in respect of superannuation represents contributions made by the Company to employee superannuation funds. Statutory contributions to superannuation funds are recognised as an expense as they become payable. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments is available.

(m) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the taxation authority. In this case it is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the taxation authority is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the taxation authority, are presented as operating cash flows.

2 Critical accounting estimates and judgements

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. There are no areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements.

Doxa Youth Foundation (A Company limited by guarantee)
Notes to the financial statements
30 June 2016
(continued)

3 Revenue

	2016	2015
	\$	\$
From continuing operations		
<i>Sales revenue</i>		
Fees and other trading revenue	613,975	646,936
Cadet and educational sponsorships	328,351	391,464
Donations and fundraising revenue	3,526,219	2,820,379
	4,468,545	3,858,779
<i>Other revenue</i>		
Interest	73,699	65,207
Dividends	93,994	67,940
Other	42,095	20,073
	209,788	153,220
	4,678,333	4,011,999

4 Expenses

	2016	2015
	\$	\$
Surplus before income tax includes the following specific expenses:		
<i>Depreciation</i>		
Plant and equipment	41,596	61,843
Leasehold improvements	32,828	190,574
Total depreciation	74,424	252,417
<i>Finance costs</i>		
Interest and finance charges paid/payable	36	1,322
<i>Net (gain)/loss on disposal of property, plant and equipment</i>	(5,098)	14,836
<i>Employee benefits expenses</i>		
Defined contribution plan expense	166,034	113,672
<i>Rental expense relating to operating leases</i>		
Minimum lease payments	44,615	45,381

Doxa Youth Foundation (A Company limited by guarantee)
Notes to the financial statements
30 June 2016
(continued)

5 Current assets - Cash and cash equivalents

	2016	2015
	\$	\$
Cash at bank and in hand	756,782	2,217,245
Term deposits	1,800,000	23,251
Deposit at JBWere/JM Equities	69,311	47,819
	2,626,093	2,288,315

6 Current assets - Trade and other receivables

	2016	2015
	\$	\$
Other receivables and prepayments	44,764	54,362
Goods and services tax (GST)	57,276	43,493
Term deposit	9,949	-
Prepayments	18,780	37,925
	130,769	135,780

As at 30 June 2016, no receivables were determined to be impaired (2015: \$nil). No allowance for doubtful debts was raised during the year ended 30 June 2016 (2015: \$nil).

7 Non-current assets - Available-for-sale financial assets

	2016	2015
	\$	\$
Listed securities		
Equity securities	1,207,754	1,236,925
Preference shares	655,769	658,780
	1,863,523	1,895,705

8 Non-current assets - Property, plant and equipment

	Work in progress \$	Plant and equipment \$	Leasehold improvements \$	Total \$
At 1 July 2014				
Cost	-	436,705	2,322,962	2,759,667
Accumulated depreciation	-	(308,720)	(2,039,894)	(2,348,614)
Net book amount	-	127,985	283,068	411,053
Year ended 30 June 2015				
Opening net book amount	-	127,985	283,068	411,053
Additions	-	86,374	-	86,374
Disposals	-	(10,883)	(3,953)	(14,836)
Transfer	-	(13,778)	13,778	-
Depreciation charge	-	(62,178)	(190,239)	(252,417)
Closing net book amount	-	127,520	102,654	230,174
At 30 June 2015				
Cost	-	201,620	2,398,415	2,600,035
Accumulated depreciation	-	(74,100)	(2,295,761)	(2,369,861)
Net book amount	-	127,520	102,654	230,174
Year ended 30 June 2016				
Opening net book amount	-	127,520	102,654	230,174
Additions	12,150	95,317	-	107,467
Disposals	-	(3,152)	-	(3,152)
Depreciation charge	-	(41,596)	(32,828)	(74,424)
Closing net book amount	12,150	178,089	69,826	260,065
At 30 June 2016				
Cost	12,150	256,285	2,398,415	2,666,850
Accumulated depreciation	-	(78,196)	(2,328,589)	(2,406,785)
Net book amount	12,150	178,089	69,826	260,065

Doxa Youth Foundation (A Company limited by guarantee)
Notes to the financial statements
30 June 2016
(continued)

9 Current liabilities - Trade and other payables

	2016	2015
	\$	\$
Trade payables and accruals	573,650	527,646

10 Current liabilities - Provisions

	2016	2015
	\$	\$
Employee benefits	66,816	75,022

11 Non-current liabilities - Provisions

	2016	2015
	\$	\$
Employee benefits	6,416	6,358

12 Reserves and retained surplus

(a) Reserves

	2016	2015
	\$	\$
Available-for-sale reserve	93,973	161,560
Special capital works reserve	1,300,000	1,300,000
Special program reserve	700,000	700,000
	2,093,973	2,161,560

Special capital works reserve

This reserve represents funds set aside for future capital expenditure requirements, including asset upgrades, refits and refurbishments, and is monitored in line with anticipated requirements.

Special program reserve

This reserve includes funds held aside for future program/project development and delivery.

The board of Doxa Youth Foundation has discretion to alter the nature and purpose of reserves with reference to the entity's operating requirements.

	2016	2015
	\$	\$

Movements:

Available-for-sale financial assets

Opening balance	161,560	124,759
Revaluation	(67,587)	36,801
Closing balance	93,973	161,560

12 Reserves and retained surplus (continued)

(a) Reserves (continued)

	2016	2015
	\$	\$
<i>Special capital works reserve</i>		
Opening balance	1,300,000	-
Transfer from retained surplus	-	1,300,000
Closing balance	1,300,000	1,300,000
<i>Special program reserve</i>		
Opening balance	700,000	-
Transfer from retained surplus	-	700,000
Closing balance	700,000	700,000

(b) Retained surplus

Movements in retained surplus were as follows:

	2016	2015
	\$	\$
Balance 1 July	1,779,388	3,412,032
Net surplus for the year	360,207	367,356
Transfer to special reserves	-	(2,000,000)
Balance 30 June	2,139,595	1,779,388

13 Commitments

Lease commitments

Operating leases - as lessee

	2016	2015
	\$	\$
Commitments for minimum lease payments in relation to non-cancellable operating leases are payable as follows:		
Within one year	98,504	95,336
Later than one year but not later than five years	438,172	421,437
Later than five years	75,250	190,489
	611,926	707,262

14 Related party transactions

(a) Related parties

Doxa Youth Foundation is related to the Doxa Social Club Incorporated, Doxa Club Properties Pty Ltd and The Doxa Club Properties Unit Trust entities. During the financial year Doxa Social Club Incorporated operated hospitality, leisure and entertainment venues the majority of the profits from which are donated to Doxa Youth Foundation.

(b) Directors

The names of persons who were directors of the Company at any time during the financial year are as follows:

Graeme Johnson OAM
Raelene Murphy
Stephen Silk (resigned 20 April 2016)
Dana Bentley
Fr Joe Giacobbe
Anna Kennedy
Therese Mandler
Richard Smith

Each of these persons were also directors during the year ended 30 June 2015 unless otherwise stated.

(c) Key management personnel compensation

	2016 \$	2015 \$
Key management compensation	<u>481,280</u>	<u>332,773</u>

15 Cash flow information

Reconciliation of surplus after income tax to net cash inflow from operating activities

	2016 \$	2015 \$
Surplus for the year	360,207	367,356
Depreciation and amortisation	74,424	252,417
Net (gain) loss on sale of non-current assets	(5,098)	14,836
Net loss (gain) on sale of available for sale assets	23,535	(20,413)
Change in operating assets and liabilities:		
Decrease (increase) in trade and other receivables	5,011	(58,604)
Increase in trade and other payables	33,854	261,354
(Decrease) increase in other payables and provisions	(8,148)	6,520
Net cash inflow from operating activities	<u>483,785</u>	<u>823,466</u>

16 Events occurring after the reporting period

No matter or circumstance has occurred subsequent to year end that has significantly affected, or may significantly affect, the operations of the Company, the results of those operations or the state of affairs of the Company or economic entity in subsequent financial years.

Doxa Youth Foundation (A Company limited by guarantee)
Directors' declaration
30 June 2016

In the directors' opinion:

- (a) the financial statements and notes set out on pages 5 to 20 are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:
 - (i) complying with Accounting Standards - Reduced Disclosure Requirements, the Australian Charities and Not-for-profits Commission Regulations 2013 and other mandatory professional reporting requirements, and
 - (ii) giving a true and fair view of the Company's financial position as at 30 June 2016 and of its performance for the year ended on that date, and
- (b) 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 directors.



Graeme Johnson OAM
Chairman

Melbourne
4 October 2016



Independent auditor's report to the members of Doxa Youth Foundation

Report on the financial report

We have audited the accompanying financial report of Doxa Youth Foundation (the Company), which comprises the statement of financial position as at 30 June 2016, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the directors' declaration.

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 (ACNC) 2012* 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.

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. Those standards require that we 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 entity's preparation and fair presentation of the financial report 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 entity'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.

PricewaterhouseCoopers, ABN 52 780 433 757

Freshwater Place, 2 Southbank Boulevard, SOUTHBANK VIC 3006, GPO Box 1331, MELBOURNE VIC 3001
T: +61 3 8603 1000, F: +61 3 8603 1999, www.pwc.com.au

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Independent auditor's report to the members of Doxa Youth Foundation (continued)

Report on the financial report (continued)

Opinion

In our opinion the financial report of Doxa Youth Foundation is in accordance with the *Australian Charities and Not-for-profits Commission (ACNC) Act 2012*, including:

- a. giving a true and fair view of the Company's financial position as at 30 June 2016 and of its performance for the year ended on that date; and
- b. complying with Australian Accounting Standards – Reduced Disclosure Requirements.

A handwritten signature in blue ink that reads 'PricewaterhouseCoopers'.

PricewaterhouseCoopers

A handwritten signature in blue ink that reads 'Darren Jenns'.

Darren Jenns
Partner

Melbourne
4 October 2016