

# Partners For Equity Limited

ABN: 55 606 221 390

Financial Statements

30 June 2017

# Partners For Equity Limited

30 June 2017

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# Partners For Equity Limited

## Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 30 June 2017

	Note	2017 \$	2016 \$
<b>Income</b>			
Donations received	2	10,691,130	1,177,080
Interest received		187	469
		<b>10,691,317</b>	<b>1,177,549</b>
<b>Expenses</b>			
Bank charges		3,431	179
Consultancy fees		1,265	2,662
Executive remuneration		43,091	7,502
Filing fees		-	46
Formation fees		-	787
Grants	3	10,562,753	818,720
Rent & office expenses		7,314	-
Staff amenities		1,300	-
		<b>10,619,154</b>	<b>829,896</b>
<b>Surplus before income tax</b>		<b>72,163</b>	<b>347,653</b>
Income tax expense	1b	-	-
<b>Net surplus for the year</b>		<b>72,163</b>	<b>347,653</b>
Other comprehensive income		-	-
<b>Total comprehensive income for year</b>		<b>72,163</b>	<b>347,653</b>

# Partners For Equity Limited

## Statement of Financial Position

As at 30 June 2017

	Note	2017 \$	2016 \$
<b>Current assets</b>			
Cash and cash equivalents	4	419,816	310,573
Trade and other receivables	5	-	37,080
<b>Total current assets</b>		<b>419,816</b>	<b>347,653</b>
<b>Total assets</b>		<b>419,816</b>	<b>347,653</b>
<b>Total liabilities</b>		<b>-</b>	<b>-</b>
<b>Net Assets</b>		<b>419,816</b>	<b>347,653</b>
<b>Equity</b>			
Retained surplus		419,816	347,653
<b>Total equity</b>		<b>419,816</b>	<b>347,653</b>

# Partners For Equity Limited

## Statement of Changes in Equity

For the Year Ended 30 June 2017

	Retained Surplus \$	Total Equity \$
Balance at 1 July 2015	-	-
Surplus for the year	347,653	347,653
<b>Balance at 30 June 2016</b>	<b>347,653</b>	<b>347,653</b>
Surplus for the year	72,163	72,163
<b>Balance at 30 June 2017</b>	<b>419,816</b>	<b>419,816</b>

# Partners For Equity Limited

## Statement of Cashflows

For the Year Ended 30 June 2017

	Note	2017 \$	2016 \$
<b>Cash flows from operating activities</b>			
Receipts from donations		10,728,210	1,140,000
Interest received		187	469
Payments to suppliers and employees		(56,401)	(11,175)
Grants paid		(10,562,753)	(818,721)
<b>Net cash provided by operating activities</b>	6	<b>109,243</b>	<b>310,573</b>
<b>Net increase in cash held</b>		<b>109,243</b>	<b>310,573</b>
Cash and cash equivalents at the beginning of the year		310,573	-
<b>Cash and cash equivalents at the end of the year</b>	4	<b>419,816</b>	<b>310,573</b>

# Partners For Equity Limited

## Notes to the Financial Statements

For the Year Ended 30 June 2017

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### Note 1. Summary of Significant Accounting Policies

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Partners For Equity was incorporated on 3 June 2015. The financial statements cover Partners For Equity Limited as an individual entity, incorporated and domiciled in Australia. Partners For Equity Limited is a company limited by guarantee.

The financial statements were authorised for issue on 22 November 2017 by the directors of the company.

#### Basis of preparation

The directors have prepared the financial statements on the basis that the company is a non-reporting entity because there are no users who are dependent on its general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the *Australian Charities and Not for Profits Commission Act 2012*. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the *Australian Charities and Not for Profits Commission Act 2012* and the significant accounting policies disclosed below, which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with those of previous periods unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise. The amounts presented in the financial statements have been rounded to the nearest dollar.

#### Accounting Policies

##### (a) Revenue

Revenue is recognised on the following basis:

- Donations and bequests are recognised as revenue when received.
- Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

##### (b) Income Tax

The company is exempt from paying income tax under section 50-45 of the *Income Tax Assessment Act 1997* and subsequently has not been charged any income tax expense.

##### (c) Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at-call with banks and other short-term highly liquid investments with original maturities of three months or less.

##### (d) Trade and other receivables

Trade and other receivables include amounts from customers for services performed in the ordinary course of business. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

# Partners For Equity Limited

## Notes to the Financial Statements

For the Year Ended 30 June 2017

Note 2. Revenue	2017	2016
	\$	\$
Donations	10,691,130	1,177,080
	<u>10,691,130</u>	<u>1,177,080</u>

### Note 3. Grants Expenditure

Grant expenditure is paid to charitable organisations around the world that have been accepted by the Board as International Partners.

Partners for Equity Limited made 104 grants to 39 international partners for the financial year ended 30 June 2017.

10,562,753	818,720
<u>10,562,753</u>	<u>818,720</u>

### Note 4. Cash and Cash Equivalents

Cash at bank	419,816	310,573
	<u>419,816</u>	<u>310,573</u>

### Note 5. Trade and Other Receivables

Trade receivables	-	37,080
	<u>-</u>	<u>37,080</u>

### Note 6. Cash Flow Information

Reconciliation of cash flow from operations with surplus after income tax

Surplus after income tax expense	72,163	347,653
Changes in assets and liabilities:		
- (Increase)/decrease in trade and other receivables	37,080	(37,080)
Cash flow from operations	<u>109,243</u>	<u>310,573</u>



# Partners For Equity Limited

## Notes to the Financial Statements

For the Year Ended 30 June 2017

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Note 7. Related Party Transactions	2017	2016
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No directors have entered into any material contracts with the company and there were no material contracts involving director interests subsisting at year end. There were no loans to directors.

### Transactions with key management personnel

The Executive Officer received remuneration for administration services during the period under review.	<u>43,091</u>	<u>7,502</u>
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### Note 8. Capital and Leasing Commitments

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a) Capital commitments

Partners for Equity does not have any capital commitments in place at 30 June 2017.

b) Finance lease commitments

Partners for Equity does not have any finance leases in place at 30 June 2017.

c) Operating lease commitments

Partners For Equity does not have any operating leases in place at 30 June 2017.

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### Note 9. Events after the Reporting Period

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There have been no events subsequent to the balance sheet date that have an impact that would require disclosure in the financial statements or notes there of.

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### Note 10. Company Details

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The registered office of the association is:

Partners For Equity Limited  
The Hub Level 2, 696 Bourke Street  
Melbourne Victoria 3000

The principal place of business is:

Partners For Equity Limited  
The Hub Level 2, 696 Bourke Street  
Melbourne Victoria 3000

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### Note 11. Members' Guarantee

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The company is incorporated under the *Australian Charities and Not-for-profit Commission Act 2012* and is a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$20 each towards meeting any outstanding obligations of the company. At 30 June 2017 the number of members was 3.

# Partners For Equity Limited Directors' Declaration

In accordance with a resolution of the board of the Partners For Equity Limited, the directors of the board declare that the financial statements as set out on pages 1 to 7:

1. Present a true and fair view of the financial position of Partners For Equity Limited as at 30 June 2017 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the *Australian Charities and Not for Profits Commission Act 2012*.
2. At the date of this statement, there are reasonable grounds to believe that Partners For Equity Limited will be able to pay its debts as and when they fall due.

This statement is signed for and on behalf of the board by:

Director   
\_\_\_\_\_ **Marcus Fazio**

Director   
\_\_\_\_\_ **Mark Cubit**

Dated this 22nd day of November 2017

## Independent auditor's report to the members of Partners For Equity Limited

### Report on the audit of the financial statements

#### Our opinion

In our opinion, the financial report of Partners For Equity Limited, being a special purpose financial report, is in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- i. giving a true and fair view of the company's financial position as at 30 June 2017 and of its performance for the year ended on that date; and
- ii. complying with the accounting policies described in Note 1 of the financial report and the *Australian Charities and Not-for-profits Commission Regulations 2013*.

#### What we have audited

Partners For Equity Limited's (the company) financial report comprises the:

- ✓ Statement of financial position
- ✓ Statement of profit or loss and other comprehensive income
- ✓ Statement of changes in equity
- ✓ Statement of cash flows
- ✓ Notes comprising a summary of significant accounting policies and other explanatory notes
- ✓ The directors' declaration of the entity.

#### 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 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 independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

#### Basis of accounting and restriction on distribution

Without modifying our opinion, we draw attention to Note 1 to the financial statements, which describes the basis of accounting. The financial report has been prepared to assist the Partners For Equity Limited to meet the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*. As a result, the financial report may not be suitable for another purpose.

### **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 the accounting policies described in Note 1 of the financial report and the *Australian Charities and Not-for-profits Commission Act 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.

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 cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibility 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. Misstatement can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

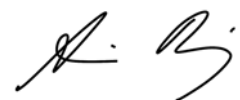
A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: <http://www.auasb.gov.au/home.aspx>. This description forms part of our auditor's report.



**Andrew Frewin Stewart**

61 Bull Street, Bendigo, 3550

Dated this 22<sup>nd</sup> day of November 2017



**Adrian Downing**

**Lead Auditor**

Taxation

Business Services

Community Banking

Audit

Share Registry

Your partners  
**in success**



61 Bull Street  
Bendigo VIC 3550  
PO Box 454  
Bendigo VIC 3552

P 03 5443 0344  
F 03 5443 5304  
E [afs@afsbendigo.com.au](mailto:afs@afsbendigo.com.au)



[afsbendigo.com.au](http://afsbendigo.com.au)