



Grant Thornton

**Client Copy**

**Footprints Fundraising Inc**

Financial Statements

For the Year Ended 30 June 2007

Please retain for your records

**FOOTPRINTS FUNDRAISING INC.**

**INC9884228**

**FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
30 JUNE 2007**

# Footprints Fundraising Inc.

## Contents

Income statement	2
Balance sheet	3
Statements of recognised income and expense	4
Cash flow statement	5
Notes to the financial statements	6
Statement by Members of the Committee	10
Independent Auditor's Report	12

## Footprints Fundraising Inc.

### INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2007

	Note	2007	2006
		\$	\$
Donations Received	2	122,141	79,862
Other Income		395	
Donations paid		(122,141)	79,862
Finance costs	3	(136)	-
Profit before income tax		<u>259</u>	<u>-</u>
Income tax expense	4	(17,278)	-
Loss from operations		<u>(17,019)</u>	<u>-</u>

The accompanying notes form part of these financial statements.

## Footprints Fundraising Inc.

### BALANCE SHEET AS AT 30 JUNE 2007

	Note	2007	2006
		\$	\$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	5	47,011	-
Receivables	6	4,324	-
<b>TOTAL CURRENT ASSETS</b>		51,335	-
<b>CURRENT LIABILITIES</b>			
Payables	7	51,076	-
Provision for tax	8	17,278	-
<b>TOTAL CURRENT LIABILITIES</b>		68,353	-
<b>NET ASSETS</b>		(17,019)	
<b>EQUITY</b>			
Retained earnings		(17,019)	-
<b>TOTAL EQUITY</b>		(17,019)	-

The accompanying notes form part of these financial statements.

## Footprints Fundraising Inc.

### STATEMENT OF RECOGNISED INCOME AND EXPENSE FOR THE YEAR ENDED 30 JUNE 2007

	Retained Earnings \$	Financial Assets Reserve \$	General Reserves \$	Total \$
Balance at 1 July 2005	-	-	-	-
Profit	-	-	-	-
Balance at 30 June 2006	-	-	-	-
Profit	260	-	-	260
Balance at 30 June 2007	260	-	-	260

The accompanying notes form part of these financial statements.

## Footprints Fundraising Inc.

### CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2007

	Note	2007 \$	2006 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from donors		117,817	79,862
Payments to donors and suppliers		(71,201)	(79,862)
Interest received		395	-
Net cash provided by operating activities	10	<u>47,011</u>	<u>-</u>
Net increase in cash held		47,011	-
Cash at beginning of year		-	-
Cash at end of year	5	<u><u>47,011</u></u>	<u><u>-</u></u>

# Footprints Fundraising Inc.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

### NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a special purpose financial report that has been prepared in accordance with Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the requirements of the Associations Incorporation Act 1984.

The financial report covers Footprints Fundraising Inc. as an individual entity. Footprints Fundraising Inc. as an association incorporated in New South Wales under the *Associations Incorporation Act 1984*.

The financial report of Footprints Fundraising Inc as an individual entity complies with all Australian equivalents to International Financial Reporting Standards (AIFRS) in their entirety.

The following is a summary of the material accounting policies adopted by the association in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

#### Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, and financial assets and financial liabilities for which the fair value basis of accounting has been applied.

#### Accounting Policies

##### a. Income Tax

The charge for current income tax expense is based on the profit for the year adjusted for any non-assessable or disallowed items. It is calculated using the tax rates that have been enacted or are substantially enacted by the balance date.

Deferred tax is accounted for using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is credited in the income statement except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the association will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

##### b. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities on the balance sheet.



# Footprints Fundraising Inc.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

### NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

#### c. Revenue

Revenue from donations is recognised when pledged.

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

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

#### d. Comparative Figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year. The comparative figures have not been audited.

#### e. Going concern

The financial report has been prepared on a going concern basis. However, based on forecast expenditure levels the entity will require further funding in order to meet its ongoing commitments. The Directors of the entity's related entity have agreed to provide financial and administrative support for the entity for the foreseeable future.

#### f. Critical Accounting Estimates and Judgments

The committee members evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the association.

##### *Key Estimates — Impairment*

The association assesses impairment at each reporting date by evaluating conditions specific to the association that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

### NOTE 2: REVENUE

	2007	2006
	\$	\$
Revenue		
— Donations received	122,141	79,862
— Interest received	395	-
	<u>122,536</u>	<u>79,862</u>

## Footprints Fundraising Inc.

### NOTE 3: PROFIT

	2007	2006
	\$	\$
<b>a. Expenses</b>		
Donations paid	122,141	79,862
Finance Costs:		
— external	136	-
Total finance costs	136	-

### NOTE 4: INCOME TAX EXPENSE

	2007	2006
	\$	\$
<b>a. The components of tax expense comprise:</b>		
Current tax	17,278	-
<b>b. The prima facie tax on profit before income tax is reconciled to the income tax as follows:</b>		
Prima facie tax payable on profit before income tax at 30% (2006: 30%)	78	
Add:		
Tax effect of:		
— Donations paid to non-deductible gift recipients	1,955	
— Donations not paid out by year end	15,245	
Income tax attributable to the association	17,278	-

### NOTE 5: CASH AND CASH EQUIVALENTS

	2007	2006
	\$	\$
Cash at bank and in hand	47,011	-

### NOTE 6: TRADE AND OTHER RECEIVABLES

	2007	2006
	\$	\$
<b>CURRENT</b>		
Donations receivable	4,324	-
	4,324	-

### NOTE 7: TRADE AND OTHER PAYABLES

	2007	2006
	\$	\$
<b>CURRENT</b>		
Donations payable	51,076	-
	51,076	-

## Footprints Fundraising Inc.

### NOTE 8: PROVISION FOR TAX

	2007	2006
	\$	\$
CURRENT LIABILITIES		
Provision for income tax	17,278	-
	17,278	-

### NOTE 9: RELATED PARTY TRANSACTIONS

During the year ended 30 June 2007, Footprints Fundraising Incorporated's expenses were paid by Surecan Technology Pty Ltd. In addition, Surecan Technology Pty Ltd carried out all administration functions for Footprints Fundraising Incorporated. Simon Monk is the director of the related entity.

### NOTE 10: CASH FLOW INFORMATION

	2007	2006
	\$	\$
<b>Reconciliation of Cash Flow from Operations with Profit after Income Tax</b>		
Profit after income tax	260	-
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit		
— Depreciation	-	-
— Net gain on disposal of property, plant and equipment	-	-
Changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries		
— (Increase)/decrease in donations receivable	(4,324)	-
— Increase/(decrease) in donations payable	51,076	-
	47,011	-

### NOTE 11: ASSOCIATION DETAILS

The registered office of the company is:

Footprints Fundraising Inc  
Level 5  
24 York St  
Sydney NSW 2000

The principal place of business is:

Footprints Fundraising Inc  
Level 5  
24 York St  
Sydney NSW 2000

**Footprints Fundraising Inc.**

**STATEMENT BY MEMBERS OF THE COMMITTEE**

In the opinion of the committee the financial report as set out on pages 2 to 9:

1. Presents a true and fair view of the financial position of Footprints Fundraising Inc. as at 30 June 2007 and its performance for the year ended on that date in accordance with Australian Accounting Standards, mandatory professional reporting requirements and other authoritative pronouncements of the Australian Accounting Standards Board.
2. At the date of this statement, there are reasonable grounds to believe that Footprints Fundraising Inc. will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:

Public Officer.....  
Simon Monk

Committee Member.....  
Christy McCarthy

Dated this 2 day of JUNE 2008

**Footprints Fundraising Inc.**

**CERTIFICATE BY MEMBER OF THE COMMITTEE**

I, Simon of 1A Wigram Rd, Glebe, NSW, and I, Christy McCarthy of 112 Morehead St, Waterloo, NSW 2017 certify that:

- a. We are members of the committee of Footprints Fundraising Inc
- b. We attended the annual general meeting of the association held on 17 December 2007.
- c. We are authorised by the attached resolution of the committee to sign this certificate.

Dated this 2 day of June 2008



Simon Monk (Committee Member)



Christy McCarthy (Committee Member)



**Grant Thornton NSW**  
ABN 25 034 787 757

Level 17, 383 Kent Street  
Sydney NSW 2000  
PO Locked Bag Q800  
QVB Post Office  
Sydney NSW 1230

**T** +61 2 8297 2400  
**F** +61 2 9299 4445  
**E** [info@gtnew.com.au](mailto:info@gtnew.com.au)  
**W** [www.grantthornton.com.au](http://www.grantthornton.com.au)

## **INDEPENDENT AUDITOR'S REPORT**

### **TO MEMBERS OF FOOTPRINTS FUNDRAISING INC.**

#### **Report on the financial report**

We have audited the accompanying financial report, being a general purpose financial report, comprising the balance sheet as at 30 June 2007, and the income statement, statement of changes in equity, cash flow statement for the year then ended, a summary of significant accounting policies, other explanatory notes and the statement by members of the Committee for Footprints Fundraising Incorporation.

#### **The Committee Member's responsibility for the financial report**

The Committee of Footprints Fundraising Inc. are responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies described in Note 1 to the financial statements which form part of the financial report are appropriate to meet the requirements of the Associations Incorporation Act 1984 and are appropriate to meet the needs of the members. The Committee's responsibility also includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

#### **Auditor's responsibility**

Our responsibility is to express an opinion on the financial report based on our audit. No opinion is expressed as to whether the accounting policies used, and described in Note 1, are appropriate to meet the needs of the members. Except as discussed in the qualification paragraph, we conducted our audit in accordance with Australian Auditing Standards. These auditing 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 judgment, 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 circumstance, 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 members of the Committee, as well as evaluating the overall presentation of the financial report.

The financial report has been prepared for distribution to members for the purpose of fulfilling the Committee's financial reporting requirements under the Associations Incorporation Act 1984. We disclaim any assumption of responsibility for any reliance on this audit report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

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 Accounting Professional and Ethical Standards Board.

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

The financial report for the year ended 30 June 2006 has not been audited. Accordingly we are not in a position to and do not express an opinion on the comparatives for 30 June 2006 or the opening balances as at 1 July 2006, which impact on the current year financial performance.

## **Qualified auditor's opinion**

In our opinion, except for the effects on the financial performance for the year of such adjustments if any, as might have been determined to be necessary had the limitation on the scope of the work as discussed in the basis for qualification paragraph not existed:

- (a) the financial report gives a true and fair view of Footprints Fundraising Inc's financial position as at 30 June 2007 and of its performance for the year ended at that date
- (b) the financial report also complies with International Financial Reporting Standards as disclosed in Note 1.

*Grant Thornton NSW*

GRANT THORNTON NSW  
Chartered Accountants

*LJ Corder*  
LJ CORDER  
Partner  
Sydney

Date: 2 June 2008