

# Financial Report

FOOTPRINTS FUNDRAISING INC.

INC9884228

30 June 2015

# Contents

	<b>Page</b>
Committee's Report	2
Statement of Profit or Loss and Other Comprehensive Income	3
Statement of Financial Position	4
Statement of Changes in Equity	5
Statement of Cash Flows	6
Notes to the Financial Statements	7
Statement by Members of the Committee	13
Declaration by Public Officer in Respect of Fundraising Appeals	14
Auditor's Report	15

**FOOTPRINTS FUNDRAISING INC.  
INC9884228**

## Committee's report

for the year ended 30 June 2015

Your committee members submit the financial report of Footprints Fundraising Inc. for the financial year ended 30 June 2015.

### **Committee Members**

The names of the committee members throughout the year and at the date of this report are:

Simon Monk (Public Officer)  
Christy McCarthy (Secretary)  
Aine Leonard (Treasurer)  
Chris Noble  
Matthew Bourne  
Brendan Forster  
Lisa Fryar (appointed 10 Decmeber 2014)  
Alicia Smith (appointed 10 Decmeber 2014)

### **Principal Activity**

The principal activity of the association during the financial year was the collection and distribution of donations to various charitable organisations throughout Australia and overseas.

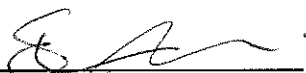
### **Significant Changes**

There was no significant change in the nature of the principal activity during the year.

### **Operating Result**

The profit after providing for income tax amounted to \$nil (2014: \$nil).

Signed in accordance with a resolution of the Members of the Committee by:



*Simon Monk*  
Public Officer



*Aine Leonard*  
Treasurer

Dated this 14th day of October 2015

# Statement of Profit or Loss and Other Comprehensive Income

for the year ended 30 June 2015

	Notes	2015 \$	2014 \$
Donations received	2	433,322	348,400
Donations paid	3	(433,322)	(348,400)
Other income	2	4,172	19,250
Other expenses	3	(3,054)	(18,019)
Bank charges	3	(1,118)	(1,231)
<hr/>			
Loss before income tax		-	-
<hr/>			
Income tax expense	4	-	-
<hr/>			
<b>Loss for the year</b>		-	-
<hr/>			
Other comprehensive loss for the year		-	-
<hr/>			
<b>Total comprehensive loss for the year</b>		-	-

## Statement of Financial Position

as at 30 June 2015

	Notes	2015	2014
		\$	\$
<b>Total Assets</b>			
<b>Current Assets</b>			
Cash and cash equivalents	5	3,196	74,815
Trade and other receivables	6	48,899	42,332
<b>Total Current Assets</b>		52,095	117,147
<b>Total Liabilities</b>			
<b>Current Liabilities</b>			
Trade and other payables	7	75,042	140,094
<b>Total Current Liabilities</b>		75,042	140,094
<b>Net Liabilities</b>		(22,947)	(22,947)
<b>Equity</b>			
Accumulated losses		(22,947)	(22,947)
<b>Total Deficiency</b>		(22,947)	(22,947)

## Statement of Changes in Equity

for the year ended 30 June 2015

	Accumulated losses \$	Total \$
Balance at 1 July 2013	(22,947)	(22,947)
Total comprehensive loss for the year	-	-
<b>Balance at 30 June 2014</b>	<b>(22,947)</b>	<b>(22,947)</b>
Balance at 1 July 2014	(22,947)	(22,947)
Total comprehensive loss for the year	-	-
<b>Balance at 30 June 2015</b>	<b>(22,947)</b>	<b>(22,947)</b>

## Statement of Cash Flows

for the year ended 30 June 2015

	Notes	2015 \$	2014 \$
<b>Cash Flow from Operating Activities</b>			
Receipts from donors		430,927	378,138
Payments to charities and suppliers		(501,428)	(326,251)
Interest received		-	-
Bank charges		(1,118)	(1,231)
Income tax paid		-	-
<b>Net cash used in operating activities</b>	11	<b>(71,619)</b>	<b>50,656</b>
Net (decrease)/increase in cash held		(71,619)	50,656
Cash at beginning of year		74,815	24,159
<b>Cash at end of year</b>	5	<b>3,196</b>	<b>74,815</b>

# Notes to the Financial Statements

for the year ended 30 June 2015

## **1. Statement of significant accounting policies**

The financial report covers Footprints Fundraising Inc. as an individual entity. Footprints Fundraising Inc. is an association incorporated in New South Wales under the Associations Incorporation Act 2009.

This financial report is a general 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 2009 and Charitable Fundraising Act (NSW) 1991.

Footprints Fundraising Inc is a not for profit entity for the purpose of preparing the financial report.

### **Statement of compliance**

Compliance with Australian Accounting Standards ensures that the financial statements and notes of Footprints Fundraising Inc. comply with International Financial Reporting Standards (IFRS).

### **Basis of preparation**

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, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

### **Going concern**

Footprints Fundraising Inc. was in a break even position, had accumulated losses and a net asset deficiency for the year ended 30 June 2015. However, the members have prepared the financial statements on a going concern basis as World Nomads Group Pty Limited have provided a letter of support so to ensure that Footprints Fundraising Inc. are financially able to pay its expenses as and when they fall due.

### **Adoption of new and revised accounting standards**

None of the new standards and amendments to standards that are mandatory for the first time for the financial year beginning 1 July 2014 affected any of the amounts recognised in the current period or any prior period and are not likely to affect future periods.



**1. Statement of significant accounting policies (continued)**

**Accounting policies**

**a. Income tax**

On 22 June 2012, Footprints Fundraising Inc obtained a tax ruling resulting in the Association being exempt from any tax liability to 30 June 2018.

**b. Financial Instruments**

*Initial recognition and measurement*

Financial instruments, incorporating financial assets and financial liabilities, are recognised when the entity becomes a party to the contractual provisions of the instrument. Trade date accounting is adopted for financial assets that are delivered within timeframes established by marketplace convention.

Financial instruments are initially measured at fair value plus transactions costs where the instrument is not classified as at fair value through profit or loss. Transaction costs related to instrument classified as at fair value through profit or loss are expensed to profit or loss immediately. Financial instruments are classified and measured as set out below.

*Classification and subsequent measurement*

*Loans and receivables*

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are stated at amortised cost using the effective interest rate method.

*Financial liabilities*

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost using the effective interest rate method.

*Impairment of financial assets*

At each reporting date, the Association assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a significant or prolonged decline in the value of the instrument is considered to determine whether an impairment has arisen. Impairment losses are recognised in the statement of comprehensive income.

The carrying amount of financial assets including uncollectible trade receivables is reduced by the impairment loss through the use of an allowance account. Subsequent recoveries of amounts previously written off are credited against the allowance account. Changes in the carrying amount of the allowance account are recognised in profit or loss.

With the exception of available-for-sale equity instruments, if, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed through profit or loss to the extent the carrying amount of the investment at the date the impairment is reversed does not exceed what the amortised cost would have been had the impairment not been recognised.

At each reporting date, the Association reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

**1. Statement of significant accounting policies (continued)**

**c. 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.

**d. 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.

Other income is generated through partnerships to allow 100% of donations to be passed through to the projects.

**e. Critical accounting estimates and judgements**

The Committee Members evaluate estimates and judgements 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.

Bank overdrafts are shown within short-term borrowings in current liabilities on the balance sheet.

**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 assets is determined.

<b>2. Revenue</b>	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>
Donations received	433,322	348,400
	<u>433,322</u>	<u>348,400</u>
Miscellaneous income	4,172	19,250
	<u>4,172</u>	<u>19,250</u>

<b>3. Loss for the year</b>	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>
<b>Expenses</b>		
Donations paid	433,322	348,400
Other expenses	3,054	18,019
Bank charges	1,118	1,231

There was no remuneration paid to the auditors, Grant Thornton Audit Pty Limited, for audit and non-audit services during the year.

**4. Income tax expense**

On 22 June 2012, Footprints Fundraising Inc obtained a tax ruling resulting in the Association being exempt from any tax liability to 30 June 2018.

<b>5. Cash and cash equivalents</b>	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>
Cash at bank and in hand	3,196	74,815
	<u>3,196</u>	<u>74,815</u>

<b>6. Trade and other receivables</b>	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>
<b>Current</b>		
Donations receivable	48,899	40,936
GST receivable	-	1,396
	<u>48,899</u>	<u>42,332</u>

All amounts are short-term. The net carrying value of donations receivable is considered a reasonable approximation of fair value.

Donations receivable relate to amounts collected on behalf of Footprints Fundraising Inc and are expected to be received within 30 days.

<b>7. Trade and other payables</b>	<b>Note</b>	<b>2015</b>	<b>2014</b>
		<b>\$</b>	<b>\$</b>
<b>Current</b>			
Donations payable		50,592	100,603
Amounts payable to related parties	9	24,135	39,491
GST payable		315	-
		<u>75,042</u>	<u>140,094</u>

**8. Economic dependency**

Footprints Fundraising Inc is economically dependent on World Nomads Group Pty Limited to pay its expenses and provide on going support with regards to operational and technology support.

**9. Related Party Transactions**

During the year ended 30 June 2015, the following unsecured loans were made to Footprints Fundraising Inc. from related parties:

	2015	2014
	\$	\$
Surecan Technology Pty Ltd	24,135	24,135
WNG Services Pty Limited	-	15,356
	<u>24,135</u>	<u>39,491</u>

Also during the year, Footprints Fundraising Inc's expenses were paid by WNG Services Pty Limited. In addition, WNG Services Pty Limited carried out all administration functions for the Association. Simon Monk and Aine Leonard are the directors of the related entity.

There were no compensation payments made to key management personnel during the year.

**10. Cash flow information**

	2015	2014
	\$	\$
<b>Reconciliation of Cash Flow from Operations with loss after income tax</b>		
Loss after income tax	-	-
Non-cash flows in profit from ordinary activities	-	-
Changes in assets and liabilities:		
- (Increase)/decrease in donations receivables	(7,963)	9,500
- (Increase)/decrease in other receivables	1,396	(937)
- Increase/ (decrease) in donations payables	(50,011)	45,987
- Decrease in other payables	(15,041)	(3,894)
Cash flows from operations	<u>(71,619)</u>	<u>50,656</u>

**11. Financial instruments**

**Financial risk management policies**

The Association is exposed to a variety of financial risks through its use of financial instruments. This note discloses the Association's objectives, policies and processes for managing these risks.

The Association's financial instruments consist mainly of deposits with banks, accounts receivable and payable and loans from related parties.

The overall risk management plan seeks to minimise potential adverse effects due to the unpredictability of financial markets. Footprints Fundraising Inc. does not actively engage in the trading of financial assets for speculative purposes nor does it write options. The most significant financial risks the association is exposed to are described below.

The Association did not have any derivative instruments at 30 June 2015.

**a. Financial risk exposures and management**

The main risks the entity is exposed to through its financial statements are interest rate risk and liquidity risk.

**Interest rate risk**

The entity had no fixed or floating rate debt as at 30 June 2015 or 30 June 2014. Related party loans attract no interest.

**Liquidity risk**

The entity manages liquidity risk by monitoring forecast cash flows and ensuring that donations to charities are not made until the donations are collected from partners.

**12. Events after the balance sheet date**

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of Footprints Fundraising Inc., the results of those operations, or the state of affairs of Footprints Fundraising Inc. in future financial years.

The financial report was authorised for issue on 14 October 2015.

**13. Fundraising activities conducted**

Fundraising appeals conducted in 2015, under the Charitable Fundraising Act 1991, included the collection of micro donations from partners' customers for charities.

No other fundraising activities were conducted during the year.

**14. New Accounting Standards and Australian Accounting Interpretations**

There have been new Australian Accounting Standards and Australian Accounting Interpretations issued or amended, which are applicable to the Association, but are not yet effective. They have not been adopted in the preparation of the financial report, as it is believed these will have no material effect.

**15. Association details**

The registered office of the Association is:

*Footprints Fundraising Inc.  
Level 21  
680 George Street  
SYDNEY NSW 2000*

The principal place of business is:

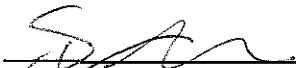
*Footprints Fundraising Inc.  
Level 21  
680 George Street  
SYDNEY NSW 2000*

## Statement by Members of the Committee

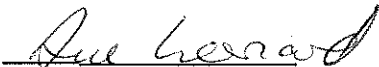
In the opinion of the committee the financial report as set out on pages 3 to 12:

1. Presents a true and fair view of the financial position of Footprints Fundraising Inc. as at 30 June 2015 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:



*Simon Monk*  
Public Officer



*Aine Leonard*  
Treasurer


Dated this 14th day of October 2015

## Declaration by Public Officer in respect of fundraising appeals

### **Opinion**

I, Simon Monk, Public Officer of Footprints Fundraising Inc. declare, in my opinion:

- a the financial statements give a true and fair view of all income and expenditure of Footprints Fundraising Inc. with respect to fundraising appeal activities for the financial year ended 30 June 2015;
- b the Balance Sheet gives a true and fair view of the state of affairs with respect to fundraising appeal activities as at 30 June 2015;
- c the provisions of the Charitable Fundraising (NSW) Act 1991 and the Regulations under that Act and the conditions attached to the authority have been complied with during the period from 1 July 2014 to 30 June 2015; and
- d the internal controls exercised by Footprints Fundraising Inc. are appropriate and effective in accounting for all income received and applied from any fundraising appeals.

  
\_\_\_\_\_  
*Simon Monk*  
Public Officer

Dated this 14th day of October 2015

Level 17, 383 Kent Street  
Sydney NSW 2000

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Sydney NSW 1230

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W [www.grantthornton.com.au](http://www.grantthornton.com.au)

### **Independent Auditor's Report To the Members of Footprints Fundraising Inc.**

We have audited the accompanying financial report of Footprints Fundraising Inc. (the "Association"), which comprises the statement of financial position as at 30 June 2015, and the statement of comprehensive income, statement of changes in equity 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 Committee of Management.

#### **Responsibility of the Committee of Management for the financial report**

The Committee of Management of the Association is responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies used and described in Note 1 to the financial report, which form part of the financial report, are appropriate to meet the requirements of the Associations Incorporation Act 2009 (NSW), the Charitable Fundraising (NSW) Act 1991 and the needs of the Members. This responsibility includes such internal controls as the Committee of Management determine are necessary to enable the preparation of the financial report to be free from material misstatement, whether due to fraud or error. The Committee of Management also state, in the notes to the financial statements, in accordance with Accounting Standards AASB 101 Presentation of Financial Statements, that compliance with the Australia equivalent to International Financial Reporting Standards ensure that the financial report, comprising the financial statements and notes, complies with International Financial Reporting Standards.

#### **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

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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 Association'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 Association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Committee of Management, 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.

### **Auditor's Opinion**

In our opinion, the financial report of Footprints Fundraising Inc.

- a presents fairly, in all material respects, the Association's financial position as at 30 June 2015 and of its performance and cash flows for the year then ended;
- b complies with Australian Accounting Standards and Associations Incorporation Act 2009 (NSW);
- c the financial report and associate records have been properly kept during the year in accordance with the Charitable Fundraising Act 1991 and the regulations;
- d monies received as a result of fundraising appeals conducted during the year have been properly accounted for and applied in accordance with the Charitable Fundraising Act 1991 and the regulations;
- e there are reasonable grounds to believe Footprints Fundraising Inc., will be able to pay its debts as and when they fall due; and
- f complies with International Financial Reporting Standards as disclosed in the notes to the financial statements.



GRANT THORNTON AUDIT PTY LTD  
Chartered Accountants



G S Layland  
Director – Audit & Assurance

Sydney, 14 October 2015