

CDH Australia Limited

ABN 60 131 315 145

Financial Report for the Year Ended 30 June 2016

DIRECTORS' REPORT

Your directors present this report on the company for the financial year ended 30 June 2016.

Directors

The names of each person who has been a director during the year and to the date of this report are:

Margaret Polacska - President

Linda West - Secretary

John Hurley - Treasurer

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Principal Activities

The principal activity of the company during the financial year were to provide support to families affected Congenital Diaphragmatic Hernia ("CDH"), increase awareness about CDH to impacted families and the community and to support and fund research into the cause and treatment of CDH.

There was no significant change in the nature of these activities during the year.

Meetings of Directors

During the financial year, 10 meetings of directors were held. Attendances by each director were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
Margaret Polacska	10	10
Linda West	10	9
John Hurley	10	8

Contribution in winding up

The company is incorporated under the Corporations Act 2001 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 \$10 towards meeting any outstanding obligations of the entity. At 30 June 2016, the total amount that members of the company are liable to contribute if the company is wound up is \$660 (2015: \$660).

Auditor's Independence Declaration

A copy of the Auditor's Independence Declaration as required under s.60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* is included in page 4 of this financial report and forms part of the Directors' Report.

Signed in accordance with a resolution of the Board of Directors.

Margaret Polacska (Chair)

Dated this

2nd

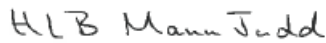
day of

October

2016

AUDITOR'S INDEPENDENCE DECLARATION

We declare that, to the best of our knowledge and belief, there have been no contraventions of any applicable code of professional conduct in relation to the audit of the financial report of CDH Australia Limited for the year ended 30 June 2016.



HLB Mann Judd
Chartered Accountants



Tim Fairclough
Partner

Melbourne
2 October 2016

HLB Mann Judd (VIC Partnership)

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STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR
ENDED 30 JUNE 2016

	Note	2016	2015
		\$	\$
Revenue		47,980	70,625
Administration expense		(22,660)	(57,556)
Fundraising and donation expenses		(32,155)	(2,191)
Current year surplus / (loss) before income tax	2	(6,835)	10,878
Income tax expense		-	-
Net current year surplus / (loss)		(6,835)	10,878
Other comprehensive income		-	-
Total comprehensive income attributable to members of the entity		(6,835)	10,878

The accompanying notes form part of these financial statements.

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2016

	Note	2016 \$	2015 \$
ASSETS			
CURRENT ASSETS			
Cash on hand	3	62,138	68,732
TOTAL CURRENT ASSETS		62,138	68,732
NON-CURRENT ASSETS			
Other non-current assets	4	660	660
TOTAL NON-CURRENT ASSETS		660	660
TOTAL ASSETS		62,798	69,392
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable and other payables	5	241	-
TOTAL LIABILITIES		241	-
NET ASSETS		62,557	69,392
EQUITY			
Retained surplus		62,557	69,392
TOTAL EQUITY		62,557	69,392

The accompanying notes form part of these financial statements.

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2016

	Retained Surplus \$
Balance at 1 July 2014	58,514
Comprehensive income	
Surplus for the year attributable to members of the entity	10,878
Other comprehensive income for the year	-
Total comprehensive income attributable to members of the entity	10,878
Balance at 30 June 2015	69,392
Comprehensive income	
(loss) for the year attributable to members of the entity	(6,835)
Other comprehensive income for the year	-
Total comprehensive income attributable to members of the entity	(6,835)
Balance at 30 June 2016	62,557

The accompanying notes form part of these financial statements.

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2016

	Note	2016 \$	2015 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from donations, bequests and calendar sales		47,264	69,409
Payments to suppliers		(54,575)	(59,747)
Interest received		717	1,216
Net cash (used in)/generated from operating activities	6	(6,594)	10,878
Net decrease in cash held		(6,594)	10,878
Cash on hand at the beginning of the financial year		68,732	57,854
Cash on hand at the end of the financial year	3	62,138	68,732

The accompanying notes form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

The financial statements cover CDH Australia Limited as an individual entity, incorporated and domiciled in Australia. CDH Australia Limited is a company limited by guarantee.

The financial statements were authorised for issue on 02/10/2016 by the directors of the company.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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 accordance with 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 requirements of 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

Non-reciprocal grant revenue is recognised in the profit or loss when the entity obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

If conditions are attached to the grant which must be satisfied before the entity is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor; otherwise the grant is recognised as income on receipt.

Donations and bequests are recognised as revenue when received.

Interest revenue is recognised as it accrues using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

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

b. Cash on Hand

Cash on hand equivalents includes 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.

c. Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from donors and any outstanding grant receipts. 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.

e. Goods and Services Tax (GST)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

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 ATO 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 ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

f. **Income Tax**

No provision for income tax has been raised as the entity is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

g. **Comparative Figures**

Where required by Accounting Standards, comparative figures have been adjusted to conform with changes in presentation for the current financial year.

Where the company retrospectively applies an accounting policy, makes a retrospective restatement or reclassifies items in its financial statements, a third statement of financial position as at the beginning of the preceding period in addition to the minimum comparative financial statements must be presented.

h. **Accounts Payable and Other Payables**

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the company during the reporting period which remain unpaid. The balance is recognised as a current liability with the amount being normally paid within 30 days of recognition of the liability.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

NOTE 2: NET CURRENT YEAR SURPLUS

	2016	2015
	\$	\$
a. Expenses		
The following expense item is relevant in explaining the financial performance:		
– Bank charges	12	27
– CAAF expenses	9,983	9,769
– Website & IT	1,233	19,900
– Printed Materials	62	-
– Other expense	1,223	193
– Fundraising costs	251	2,073
– Donations	30,000	-
– Paypal fees	227	227
– Insurance	3,238	3,089
– Merchandise	1,905	118
– Postage	241	528
– Telephone	1,126	974
– CDH Workshops	4,214	22,649
– Auditors Remuneration	1,100	1,100
Total expenses	54,815	59,747
b. Significant Revenue		
The following significant revenue item is relevant in explaining the financial performance:		
Membership	615	1,290
Donations	42,644	27,121
Grants	-	38,176
Interest received	717	1,216
Other revenue	4,004	2,822
Total revenue	47,980	70,625

NOTE 3: CASH ON HAND

	2016	2015
	\$	\$
Cash at bank	62,138	68,732

NOTE 4: OTHER CURRENT ASSETS

	2016	2015
	\$	\$
Preliminary expenses	660	660

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

NOTE 5: ACCOUNTS PAYABLE AND OTHER PAYABLES

	2016	2015
	\$	\$
Accounts payable	241	-

NOTE 6: CASH FLOW INFORMATION

	2016	2015
	\$	\$
Reconciliation of cash flows from operating activities with net current year surplus		
Net current year surplus	(6,835)	10,787
Changes in assets and liabilities:		
– (decrease)/increase in accounts payable and other payables	241	-
	(6,594)	10,787

NOTE 7: MEMBERS' GUARANTEE

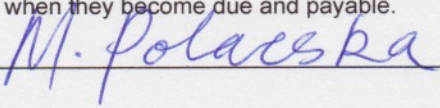
The company is incorporated under the *Corporations Act 2001* and is a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$10 towards meeting any outstanding obligations of the entity. At 30 June 2016, the total amount that members of the Company are liable to contribute if the Company would wound up is \$660 (2015: \$660).

CDH AUSTRALIA LIMITED ABN 60 131 315 145

DIRECTORS' DECLARATION

In accordance with a resolution of the directors of CDH Australia Limited, the directors declare that:

1. The financial statements and notes, as set out on pages 5 to 10, are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and:
 - a. comply with the Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Australian Charities and Not-for-profits Commission Regulation 2013* applicable to the company; and
 - b. give a true and fair view of the financial position of the company as at 30 June 2016 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.


Margaret Polacska (Chair)

Dated this 2nd day of October 2016

Independent Auditor's Report to the members of CDH Australia Limited

We have audited the accompanying financial report, being a special purpose financial report, of CDH Australia Limited ("the Company"), which comprises the statement of financial position as at 30 June 2016, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of the Company are responsible for the preparation and fair presentation of the financial report and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) and meet the needs of members. The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of a financial report that gives a true and fair view and 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 and plan and perform the audit to obtain reasonable assurance about 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 Company's preparation and fair presentation of the financial report that gives a true and fair view 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 Company'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.

HLB Mann Judd (VIC Partnership)

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Opinion

In our opinion the financial report of CDH Australia Limited has been in accordance with Division 60 of the *Australian Charities and Not-for-Profits Commission Act 2012*, including:

- (a) giving a true and fair view of the Company's financial position as at 30 June 2016 and its performance for the year ended on that date; and
- (b) complies with Australian Accounting Standards and Division 60 the *Australian Charities and Not-for-profits Commission Regulation 2013* to the extent described in Note 1.

Basis of Accounting


Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. 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 and is therefore prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the ACNC Act. As a result, the financial report may not be suitable for another purpose.

Matters relating to the electronic presentation of the audited financial report

This Auditor's Report relates to the financial report of the Company for the financial year ended 30 June 2016 published in the annual report and included on the Company's website. The Company's directors are responsible for the integrity of the Company's website. We have not been engaged to report on the integrity of this website. The auditor's report refers only to the financial report identified above. It does not provide an opinion on any other information which may have been hyperlinked to/from the financial report. If users of the financial report are concerned with the inherent risks arising from publication on a website they are advised to refer to the hard copy of the audited financial report to confirm the information contained in this website version of the financial report.



HLB Mann Judd
Chartered Accountants



Tim Fairclough
Partner

Melbourne, Victoria
2 October 2016