



**Edmund Rice Foundation (Australia)  
as Trustee for**

**EDMUND RICE FOUNDATION  
(A Charitable Trust)  
ABN 37 665 490 818**

**Financial Statements  
for the year ended 31 December 2018**

**Edmund Rice Foundation (Australia)  
as Trustee for**

**EDMUND RICE FOUNDATION  
(A Charitable Trust)**

**Financial Statements**

**31 December 2018**

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**Edmund Rice Foundation (Australia)  
as Trustee for**

**EDMUND RICE FOUNDATION  
(A Charitable Trust)**

**Trustee's Report  
For the year ended 31 December 2018**

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**Principal activity**

The Trust operates in the Public Fund sector exclusively for the purposes of providing money, property or benefits to organisations or institutions which are listed in subdivision 30B of the *Income Tax Assessment Act 1997* as amended. Such organisations are Public Benevolent Institutions associated with the Christian Brothers for the relief of persons in Australia who are in necessitous circumstances or with providing relief from the poverty, distress, sickness and helplessness of Australians and particularly Australian youth.

**Results of operations**

The deficit of the Trust for the financial year ended 31 December 2018 was \$3,055 (2017: Deficit \$954).

The Trust is exempt from Income Tax under subdivision 50-B of the *Income Tax Assessment Act 1997*.

The Trust is endorsed to access charity tax concessions. The Trustee for the Trust is endorsed as a Deductible Gift Recipient (DGR) under Item 2 of the table in section 30-15 of the *Income Tax Assessment Act 1997*. It is a Public Ancillary Fund.

The Trust is precluded from distributing its surpluses and property as dividends to its members.

**State of affairs**

In the opinion of the Trustee there were no significant changes in the state of affairs of the Trust during the financial year not otherwise disclosed in this report or the accounts.

Signed for and on behalf of the Trustee



**Paul Gallagher**

Director, Edmund Rice Foundation (Australia)

Dated at Brisbane this      9      day of   **May**   2019

Edmund Rice Foundation (Australia)  
as Trustee for

EDMUND RICE FOUNDATION  
(A Charitable Trust)

Statement of Income and Expenditure  
For the year ended 31 December 2018

	Note	2018 \$	2017 \$
<b>Revenues</b>	2		
Donations and Gifts			
Monetary		19,068	15,058
Other Income		1	1
<b>Total Revenue</b>		<u>19,069</u>	<u>15,059</u>
<b>Expenditure</b>	3		
<b>Domestic Programs Expenditure</b>			
Domestic Projects		17,357	14,512
Administration		4,767	1,501
<b>Total Expenditure</b>		<u>22,124</u>	<u>16,013</u>
(Shortfall) of Revenue over Expenditure		<u>(3,055)</u>	<u>(954)</u>

During the financial year, Edmund Rice Foundation Trust received no income for international political or religious proselytisation programs.

Two appeals generated 10% or more of the total income for the year ended 31 December 2018: Edmund Rice Community and Refugee Services 15.7% (2017: Edmund Rice Camps Victoria 34.4% and Edmund Rice Refugee Services 12.6%).

Edmund Rice Foundation (Australia)  
as Trustee for

EDMUND RICE FOUNDATION  
(A Charitable Trust)

Statement of Comprehensive Income  
For the year ended 31 December 2018

	2018 \$	2017 \$
(Shortfall) of Revenue over Expenditure	(3,055)	(954)
Other Comprehensive Income	-	-
<b>Total Comprehensive Loss</b>	<b>(3,055)</b>	<b>(954)</b>

Edmund Rice Foundation (Australia)  
as Trustee for

EDMUND RICE FOUNDATION  
(A Charitable Trust)

Statement of Financial Position  
As at 31 December 2018

	Note	2018 \$	2017 \$
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	5	2,493	9,015
Trade and Other Receivables	6	6,791	-
Other Assets	7	12	12
<b>Total current assets</b>		<u>9,296</u>	<u>9,027</u>
<b>Total Assets</b>		<u>9,296</u>	<u>9,027</u>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and Other Payables	8	<u>9,158</u>	<u>5,834</u>
<b>Total Current Liabilities</b>		<u>9,158</u>	<u>5,834</u>
<b>Total Liabilities</b>		<u>9,158</u>	<u>5,834</u>
<b>Net Assets</b>		<u>138</u>	<u>3,193</u>
<b>Equity</b>			
Settlement		100	100
Reserves	9	-	3,055
Retained surplus		<u>38</u>	<u>38</u>
<b>Total equity</b>		<u>138</u>	<u>3,193</u>

Edmund Rice Foundation (Australia)  
as Trustee for

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Statement of Changes in Equity  
For the year ended 31 December 2018

	Note	Settlement Funds	Accumulated Funds Available for Future Use	Specified Purpose Reserves	Total
<b>Balance at 31 December 2016</b>		100	38	4,009	4,147
Items of Other Comprehensive Income		-	-	-	-
Excess of Expenses over Revenue for the year ended 31 December 2017		-	(954)	-	(954)
Other amounts transferred (to) or from reserves		-	954	(954)	-
<b>Balance at 31 December 2017</b>		100	38	3,055	3,193
Items of Other Comprehensive Income		-	-	-	-
Excess of Expenses over Revenue for the year ended 31 December 2018		-	(3,055)	-	(3,055)
Other amounts transferred (to) or from reserves		-	3,055	(3,055)	-
<b>Balance as at 31 December 2018</b>		100	38	-	138

Edmund Rice Foundation (Australia)  
as Trustee for

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(A Charitable Trust)

Statement of Cash Flows  
As at 31 December 2018

	Note	2018 \$	2017 \$
<b>Cash flows from Operating activities</b>			
Cash receipts in the course of operations		12,277	15,058
Cash payments in the course of operations		(18,800)	(11,667)
Interest received		<u>1</u>	<u>1</u>
<b>Net cash (used in)/provided by Operating activities</b>	10 (b)	<u>(6,522)</u>	<u>3,392</u>
<b>Net (Decrease)/Increase in cash held</b>		(6,522)	3,392
<b>Cash and cash equivalents at the beginning of the year</b>		<u>9,015</u>	<u>5,623</u>
<b>Cash and cash equivalents at the end of the year</b>	10 (a)	<u>2,493</u>	<u>9,015</u>



Edmund Rice Foundation (Australia)  
as Trustee for

EDMUND RICE FOUNDATION  
(A Charitable Trust)

Notes to the Financial Statements  
For the year ended 31 December 2018

1 Summary of Significant Accounting Policies

**Basis of Preparation**

Edmund Rice Foundation applies Australian Accounting Standards - Reduced Disclosure Requirements as set out in AASB 1053: Application of Tiers of Australian Accounting Standards and AASB 2010-2: Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements.

These general purpose financial statements have been prepared to meet the financial reporting requirements of the *Australian Charities and Not-for-profits Commission Act 2012*, Australian Accounting Standards and Interpretations of the Australian Accounting Standards Board and the Australian Council for International Development (ACFID) Code of Conduct. The entity is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied 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, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

The report was authorised by the Responsible Entities on the 9th day of May 2019.

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

**Accounting Policies**

**New or amended Accounting Standards and Interpretations adopted**

The company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the company.

The following Accounting Standard and Interpretation is the most relevant to the company:

**AASB 9 Financial Instruments**

The company has adopted AASB 9 from 1 January 2018. The standard introduced new classification and measurement models for financial assets. The financial assets of the company are classified and measured at fair value through profit or loss unless the entity makes an irrevocable election on initial recognition to present gains and losses on equity instruments (that are not held-for-trading or contingent consideration recognised in a business combination) in other comprehensive income ('OCI').

New impairment requirements use an 'expected credit loss' ('ECL') model to recognise an allowance. Impairment is measured using a 12-month ECL method unless the credit risk on a financial instrument has increased significantly since initial recognition in which case the lifetime ECL method is adopted. For receivables, a simplified approach to measuring expected credit losses using a lifetime expected loss allowance is available.

(a) **Revenue**

Donations, gifts in kind and contributions are accounted for on a cash basis and recognised when received at their fair value.

Interest revenue is recognised as it accrues.

Investment revenue is recognised when the right to receive a distribution has been established.

All revenue is stated net of the amount of Goods and Services Tax (GST) where this applies.

(b) **Current and Non-Current Classification**

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

(c) **Fair Value Measurement**

When an asset or liability, financial or non-financial is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either: in the principal market; or in the absence of a principal market, in the most advantageous market.

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interests. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, are used, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

Edmund Rice Foundation (Australia)  
as Trustee for

EDMUND RICE FOUNDATION  
(A Charitable Trust)

Notes to the Financial Statements  
For the year ended 31 December 2018

1 Summary of Significant Accounting Policies (cont.d)

(d) **Trade and Other Receivables**

Trade and other receivables are recognised and carried at original invoice amount less an allowance for any uncollectible amounts. An estimate for doubtful debts is made when collection of the full amount is no longer probable. Bad debts are written off when identified as uncollectible.

(e) **Trade and Other Payables**

Trade and other payables are recognised when the Entity becomes obliged to make future payments.

(f) **Income Tax**

No income tax is payable by Edmund Rice Foundation as it is an exempt entity for income tax purposes.

(g) **Goods and Services Tax**

Revenues, expenses and assets are recognised net of the amount of GST. Receivables and payables in the statement of financial position are shown inclusive of GST.

(h) **Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with bank and other short-term highly liquid investments with original maturities of 3 months or less.

(i) **Reserves**

Reserves represent funds held for the specific purpose for which they were raised or in the case of general donations, for the commitments made to third parties engaged in aid or development activities where memorandums of understanding are in place. It has been determined by the Trustee that these reserves can only be drawn against for these specified purposes or commitments.

(j) **Accumulated Funds Available for Future Use**

Funds available for future use represent accumulated surpluses available to fund future projects yet to be determined by the Trustee.

(k) **Comparative Figures**

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

(l) **Rounding**

The amounts within the financial statements and the accompanying notes have been rounded off to the nearest dollar.

(m) **Critical Accounting Estimates and Judgments**

The preparation of the financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgments and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgments, estimates and assumptions on historical experience and on other various factors including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgments and estimates will seldom equal the related actual results. The judgments, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

*Impairment of non-financial assets*

The company assesses impairment of non-financial assets at each reporting date by evaluating conditions specific to the company and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions.

Edmund Rice Foundation (Australia)  
as Trustee for

EDMUND RICE FOUNDATION  
(A Charitable Trust)

Notes to the Financial Statements  
For the year ended 31 December 2018

	2018 \$	2017 \$
<b>2 Revenue</b>		
Donations and Gifts		
Monetary	19,068	15,058
Interest	1	1
Total Revenue	<u>19,069</u>	<u>15,059</u>
<b>3 Expenses</b>		
Disbursements to Domestic Projects	17,357	14,512
Employee Benefits	2,963	-
Administration Expenses	704	583
Auditor's Remuneration	1,100	918
	<u>22,124</u>	<u>16,013</u>

**4 Information provided under the ACFID Code of Conduct**

Edmund Rice Foundation (Australia) is a signatory to the Australian Council for International Development (ACFID) Code of Conduct, and as such has an obligation to provide the following information which demonstrates adherence to the Code's financial standards. For further information on the Code please refer to the ACFID Code of Conduct Guidance Document available at [www.acfid.asn.au](http://www.acfid.asn.au)

2017 Designated Purpose/Appeal	Cash available at the beginning of the financial year	Cash Received	Cash Disbursed during year	Transfers between Funds	Interest Received	Administration Fee	Cash available at the end of the financial year
General	82	6,132	-	(2,367)	-	(912)	2,935
<b>Edmund Rice Camps</b>							
Brisbane	270	332	(1,050)	498	-	(50)	-
New South Wales	-	500	(750)	325	-	(75)	-
South Australia	80	200	(750)	500	-	(30)	-
Tasmania	-	-	(695)	695	-	-	-
Victoria	2,501	5,395	(7,417)	-	-	(359)	121
Western Australia	1,076	500	(1,858)	343	-	(75)	-
<b>Edmund Rice Refugee Services</b>							
Victoria	-	2,000	(2,000)	-	-	-	-
	4,803	15,869	(14,512)	-	-	(1,501)	3,659
Total for other purposes	1,614	-	2,845			1,501	5,960
	<u>5,623</u>	<u>15,059</u>	<u>(11,667)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,015</u>

Edmund Rice Foundation (Australia)  
as Trustee for

EDMUND RICE FOUNDATION  
(A Charitable Trust)

Notes to the Financial Statements  
For the year ended 31 December 2018

4 Information provided under the ACFID Code of Conduct (cont.d)

2018 Designated Purpose/Appeal	Cash available at the beginning of the financial year	Cash Received	Cash Disbursed during year	Transfers between Funds	Interest Received	Administration Fee	Cash available at the end of the financial year
General	2,935	14,326		(13,681)	1	(3,581)	-
Edmund Rice Camps							
Brisbane	-	630	(3,649)	3,176		(157)	-
Central Queensland			(2,000)	2,000		-	-
New South Wales	-	827	(620)			(207)	-
South Australia	-	160	(128)	8		(40)	-
Tasmania	-	-	-	-		-	-
Victoria	120	50	(6,250)	6,093		(13)	-
Western Australia	-	75	(60)	4		(19)	-
Edmund Rice Refugee Services	-						
Victoria	-	3,000	(4,650)	2,400		(750)	-
	3,055	18,000	(17,357)	-	1	(4,767)	-
Total for other purposes	5,960	(6,790)	(1,443)		(1)	4,767	2,493
	9,015	12,278	(18,800)	-	-	-	2,493

The appeals generating more than 10% of the signatory organisation's public ancillary fund revenue for the financial year have been highlighted. No other single appeal, grant or other form of fund raising for a designated purpose generated 10% or more of the signatory organisation's revenue for the financial year.

	2018 \$	2017 \$
5 Cash and Cash Equivalents		
Cash at Bank	2,493	9,015
	<u>2,493</u>	<u>9,015</u>
The effective interest rate on short term bank deposits was 0.02%; these deposits have been available at call.		
6 Trade and Other Receivables		
Sundry Debtors	6,791	-
	<u>6,791</u>	<u>-</u>
7 Other Financial Assets		
GST Input Credits	12	12
	<u>12</u>	<u>12</u>
8 Trade and Other Payables		
Trade Creditors	-	-
Sundry Creditors	9,158	5,834
	<u>9,158</u>	<u>5,834</u>
9 Reserves		
Specified Purpose		
General	-	2,935
Edmund Rice Camps		
Brisbane	-	-
South Australia	-	-
Victoria	-	120
Western Australia	-	-
Total Reserves	<u>-</u>	<u>3,055</u>

Edmund Rice Foundation (Australia)  
as Trustee for

EDMUND RICE FOUNDATION  
(A Charitable Trust)

Notes to the Financial Statements  
For the year ended 31 December 2018

	2018 \$	2017 \$
<b>10 Notes to statements of cash flows</b>		
<b>(a) Reconciliation of Cash and Cash Equivalents</b>		
Cash at bank and on hand	2,493	9,015
	<u>2,493</u>	<u>9,015</u>
<b>(b) Reconciliation of Operating Result to net cash (used in)/ provided by operating activities</b>		
(Deficit)	(3,055)	(954)
<i>Change in assets and liabilities during the financial year:</i>		
Increase in receivables	(6,791)	-
Decrease in GST Refund	-	-
Increase in payables	3,324	4,346
Net cash used in operating activities	<u>(6,522)</u>	<u>3,392</u>
<b>11 Related party transactions</b>		
Edmund Rice Foundation (Australia), the Trustee, is a company limited by guarantee where Directors are appointed by members. In its capacity as Trustee of Edmund Rice Foundation Trust and as part of Edmund Rice Foundation (Australia)'s normal operations and activities it conducts a substantial number of transactions with other entities within the Congregation of Christian Brothers within Australia as well as globally. The nature of these transactions is predominately in the form of receipts of donations and transfers of funds.		
<b>(a) Transactions with related parties</b>		
The following transactions occurred with related parties:		
<b>Amounts received from related parties</b>		
Contributions made by Christian Brothers Communities	3,137	5,050
	<u>3,137</u>	<u>5,050</u>
<b>(b) Amounts paid to related parties</b>		
Contribution paid to Trustee re operational costs and salaries	2,963	-
Contribution paid to Trustees of the Christian Brothers re operational costs	918	1,027
Disbursement of Funds to Edmund Rice ministries in Australia which are Deductible Gift Recipients	17,357	14,512
	<u>21,238</u>	<u>15,539</u>
<b>(c) Receivables from and payable to related parties</b>		
The following balances are outstanding at the reporting date in relation to transactions with related parties:		
Trade Receivable Trustee	6,791	-
Trade Payables to Trustee	8,058	-
<b>Terms and Conditions</b>		
All related party financial assets and liabilities are due within 12 months.		
<b>(d) Key Management Personnel</b>		
The aggregate compensation made to key management personnel of the consolidated entity is set out below:		
Aggregate Compensation	2,455	-

**Edmund Rice Foundation (Australia)**  
as Trustee for

**EDMUND RICE FOUNDATION**  
(A Charitable Trust)

**Notes to the Financial Statements**  
For the year ended 31 December 2018

**12 Information provided under the ACFID Code of Conduct**

Edmund Rice Foundation (Australia) is a signatory to the Australian Council for International Development (ACFID) Code of Conduct, and as such has an obligation to provide the following information which demonstrates adherence to the Code's financial standards. For further information on the Code please refer to the ACFID Code of Conduct Guidance Document available at [www.acfid.asn.au](http://www.acfid.asn.au)

Table of Cash Movements for Designated Purposes	Cash available at the beginning of the financial year	Cash raised during the financial year	Cash Disbursed during the financial year	Cash available at the end of the financial year
<b>2017</b>				
Edmund Rice Camps Victoria	2,501	5,395	(7,776)	120
Edmund Rice Community and Refugee Services	-	2,000	(2,000)	-
Total for other purposes	3,122	7,664	(1,891)	8,895
	<u>5,623</u>	<u>15,059</u>	<u>(11,667)</u>	<u>9,015</u>
<b>2018</b>				
Edmund Rice Community and Refugee Services	-	3,000	(5,400)	(2,400)
Total for other purposes	9,015	16,069	(20,191)	4,893
	<u>9,015</u>	<u>19,069</u>	<u>(25,591)</u>	<u>2,493</u>

No other single appeal represented more than 10% of the total cash raised.

**14 Responsible Persons**

Name and Position held of Edmund Rice Foundation Responsible Persons in office at any time during the financial year are:

Key Management Personnel	Position
Mr Paul Gallagher	Chair
Mr Michael Fernon	Deputy Chair
Mr Anthony Coates	Director
Mr Joel Egan	Director appointed 29/10/2018
Ms Christina Longmire	Director
Mr Edward Phelan	Director
Br Martin Sanderson	Director appointed 1/1/2018
Ms Jodie Sangster	Director appointed 29/10/2018
Mark Sawle	Director resigned 5/3/2018
Mr Alan Zammit	Director

The Responsible Persons do not receive any compensation for their roles at Edmund Rice Foundation (Australia).

**15 Capital Expenditure Commitments**

There are no capital expenditure commitments at balance date.

**16 Events subsequent to Balance Date**

No matters or circumstances have arisen since the end of the year which significantly affected or may significantly affect the operations of Edmund Rice Foundation, the results of those operations, or the state of affairs of Edmund Rice Foundation in future years.

**17 Contingent Liabilities**

There are no contingent liabilities to be disclosed in this report.

Edmund Rice Foundation (Australia)  
as Trustee for

EDMUND RICE FOUNDATION  
(A Charitable Trust)

**Notes to the Financial Statements**  
For the year ended 31 December 2018

**18 Organisation details**

**(a) Principal place of business**

The principal place of business of the entity is  
126 The Avenue  
PARKVILLE Vic 3052

**(b) Legal Form**

The Trust is a Charitable Trust constituted under a Deed of Trust. The Trustee of the Trust is Edmund Rice Foundation (Australia).

**(c) Nature of operations**

The principal activity of the trust is to seek donations from the general public for the purpose of providing money, property or benefits to Edmund Rice ministries, which are Public Benevolent Institutions, for the relief of persons in Australia who are in necessitous circumstances and to provide relief from poverty, distress, sickness and helplessness of Australians, particularly Australian youth.

Edmund Rice Foundation (Australia)  
as Trustee for

Edmund Rice Foundation  
(A Charitable Trust)

## Responsible Persons Declaration

31 December 2018

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The Directors of the Trustee of the Edmund Rice Foundation Trust, as the responsible persons, declare that in the responsible persons' opinion:-

- (i) The financial statements and notes as set out on pages 2 to 13, are in accordance with the *Australian Charities and Not-For-Profits Commission Act (2012)* and:
  - (a) comply with Australian Accounting Standards (including Australian Accounting Interpretations) as applicable; and
  - (b) give a true and fair view of the financial position as at 31 December 2018 and of the performance of the Trust for the year ended on that date.
  - (c) comply with the requirements set out in the ACFID Code of Conduct
- (ii) In the Directors of the Trustee's opinion there are reasonable grounds to believe that the Edmund Rice Foundation Trust will be able to pay its debts as and when they become due and payable.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*.

This declaration is made in accordance with a resolution of the Board of Directors of the Edmund Rice Foundation Trust:



Paul Gallagher

Director

Dated at Brisbane this 9 day of May 2019



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**AUDITOR'S INDEPENDENCE DECLARATION  
TO THE RESPONSIBLE ENTITIES OF EDMUND RICE FOUNDATION  
ABN: 37 665 490 818**

In relation to the independent audit for the year ended 31 December 2018, to the best of my knowledge and belief there have been:

- (i) no contraventions of the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012*; and
- (ii) no contraventions of any applicable code of professional conduct.



**S S WALLACE**  
Partner

**PITCHER PARTNERS**  
Sydney

9 May 2019

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## INDEPENDENT AUDITOR'S REPORT

**EDMUND RICE FOUNDATION  
TO EDMUND RICE FOUNDATION (AUSTRALIA)  
ABN: 37 665 490 818**

### Report on the Financial Report

#### ***Qualified Opinion***

We have audited the accompanying financial report of Edmund Rice Foundation ('the Trust'), which comprises the statement of financial position as at 31 December 2018, the statement of income and expenditure, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, a summary of significant accounting policies, other explanatory information including table of cash movements, and the responsible persons' declaration.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial report of the Trust is 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 Fund's financial position as at 31 December 2018 and of its performance for the year ended on that date; and
- b) complying with Australian Accounting Standards – Reduced Disclosure Requirements and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.
- c) complying with the Australian Council for International Development (ACFID) Code of Conduct.

#### ***Basis for Qualified Opinion***

Donations are a significant source of fundraising revenue for Edmund Rice Foundation. The Trustee has determined that it is impracticable to establish control over the collection of donations prior to entry into its financial records. Accordingly, as the evidence available to us regarding fundraising revenue from this source was limited, our audit procedures with respect to donations had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion on whether the recorded donations of Edmund Rice Foundation are complete.

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 are independent of the Trust in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

***Other Information***

The responsible entities are responsible for the other information. The other information comprises the information included in the Trustee's report for the year ended 31 December 2018, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially consistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

***Responsibility of Responsible Entities' for the Financial Report***

The responsible entities of the Trust 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 2012*, the ACFID Code of Conduct and for such internal control as the responsible entities of the Trust determines is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the responsible entities of the Trust are responsible for assessing the ability of the Trust to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the responsible entities either intend to liquidate the Trust or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Trust's financial reporting process.

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

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Obtain an understanding of internal control relevant to the audit 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 Trust's internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Trust's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Trust to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

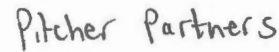
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

***Report on Public Ancillary Fund Guideline 2011 Requirements***

Based on our audit, Edmund Rice Foundation has materially complied with the requirements of the *Public Ancillary Fund Guidelines 2011*.

***Matters Relating to the Electronic Publication of the Audited Financial Report***

This auditor's report relates to the financial report of the Edmund Rice Foundation for the year ended 31 December 2018 included on the Edmund Rice Foundation's website. The responsible entities of the Trust is responsible for the integrity of the Edmund Rice Foundation's website. The auditor's report refers only to the subject matter described above. It does not provide an opinion on any other information which may have been hyperlinked to/from these statements. 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.

  
**S S WALLACE**  
Partner  
**PITCHER PARTNERS**  
Sydney

9 May 2019