



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

EDMUND RICE OVERSEAS AID FUND
ABN 85 413 988 107

Financial Statements
for the year ended 31 December 2018

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

**EDMUND RICE OVERSEAS AID FUND
ABN 85 413 988 107**

**Annual Financial Report
31st December 2018**

Contents

	<u>Page</u>
Trustee's Report	1
Statement of Income and Expenditure	2
Statement of 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 - 13
Responsible Persons' Declaration	14
Auditor's Independence Declaration	15
Independent Auditor's Report	16 - 18

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

**Edmund Rice Overseas Aid Fund
ABN 85 413 988 107**

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

Principal activity

The Edmund Rice Overseas Aid Fund exists to raise and distribute funds for the provision of relief to persons in approved developing countries. This includes working with Congregational and other local community partners to provide sustainable community development projects in the areas of health, education, environment, and vocational and community development.

Results of operations

The deficit of the Fund for the year ended 31 December 2018 was \$211,124 (2017 financial year Surplus: \$370,937).

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

The Fund is endorsed to access charity tax concessions. The Trustee for the Fund 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 an Overseas Aid Fund.

The Fund 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 Fund during the financial period not otherwise disclosed in this report or the accounts.

Signed for and on behalf of the Trustees



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 Overseas Aid Fund**

**Statement of Income and Expenditure
for the year ended 31 December 2018**

	Note	2018 \$	2017 \$
REVENUE			
Donations and gifts			
Monetary	2	1,651,738	1,421,713
Non-monetary		-	605
Bequests and Legacies		40,000	-
Investment income		9,605	8,134
Other income		6,842	5,532
Revenue for International Political or Religious Adherence Promotion Programs		-	-
TOTAL REVENUE		1,708,185	1,435,984
EXPENDITURE			
<i>International Aid and Development Programs Expenditure</i>			
International programs			
Funds to international programs	3	1,431,042	915,781
Program support costs		224,540	60,571
Community education		25,448	28,925
Fundraising costs			
Public		181,611	34,447
Government, multilateral and private		-	-
Accountability and Administration		47,495	30,931
Non-Monetary Expenditure		-	605
Total International Aid and Development Programs Expenditure		1,910,136	1,071,260
International Political or Religious Adherence Promotion Programs Expenditure		-	-
Domestic Programs Expenditure		-	-
TOTAL EXPENDITURE		1,910,136	1,071,260
(SHORTFALL)/SURPLUS OF REVENUE OVER EXPENDITURE		(201,951)	364,724

During the financial year, Edmund Rice Overseas Aid Fund 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: Ruben Centre (Kenya) 27.2% and Nzara (Yambio) 17.5% (2017: Ruben Centre (Kenya) 33.7%).

**Edmund Rice Foundation (Australia)
as Trustee for
Edmund Rice Overseas Aid Fund**

**Statement of Comprehensive Income
for the year ended 31 December 2018**

	2018 \$	2017 \$
(SHORTFALL)/SURPLUS OF REVENUE OVER EXPENDITURE	(201,951)	364,724
<i>Other Comprehensive Income</i>		
<i>Items that may not be reclassified subsequently to Income and Expenditure</i>		
(Loss)/Gain on revaluation of financial assets	(9,173)	6,213
TOTAL OTHER COMPREHENSIVE (LOSS)/INCOME FOR THE YEAR	<u>(9,173)</u>	<u>6,213</u>
TOTAL COMPREHENSIVE (DEFICIT)/SURPLUS FOR THE YEAR	<u>(211,124)</u>	<u>370,937</u>

The accompanying notes on pages 7 to 13 form part of these financial statements

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

Edmund Rice Overseas Aid Fund

**Statement of Financial Position
as at 31 December 2018**

	Note	2018 \$	2017 \$
Assets			
Current assets			
Cash and cash equivalents	4	1,135,485	1,298,327
Trade and other receivables	5	9,183	8,564
Other	6	16,102	466
Total current assets		1,160,770	1,307,357
Non-current assets			
Other Financial Assets	7	145,208	113,531
Total non-current assets		145,208	113,531
Total Assets		1,305,978	1,420,888
Liabilities			
Current liabilities			
Trade and Other Payables	8	100,258	4,044
Total current liabilities		100,258	4,044
Total Liabilities		100,258	4,044
Net Assets		1,205,720	1,416,844
Equity			
Reserves	10	1,205,720	1,416,844
Retained surplus		-	-
Total Equity		1,205,720	1,416,844

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

Edmund Rice Overseas Aid Fund

**Statement of Changes in Equity
for year ended 31 December 2018**

	Note	Accumulated Funds Available for Future Use	Bequest Reserve	Financial Assets Reserve	Specified Purpose Reserves	Total
		\$	\$	\$	\$	\$
Balance at 31 December 2016		-	90,126	10,668	945,113	1,045,907
Excess of Revenue over Expenses for the year ended 31 December 2017		364,724	-	-	-	364,724
Items of Other Comprehensive Income		-	-	6,213	-	6,213
Other amounts transferred (to) or from reserves						
Specified Purpose Reserves	10	(364,724)	-	-	364,724	-
Balance at 31 December 2017		-	90,126	16,881	1,309,837	1,416,844
Excess of Revenue over Expenses for the year ended 31 December 2018		(201,951)	-	-	-	(201,951)
Items of Other Comprehensive Income			-	(9,173)	-	(9,173)
Other amounts transferred (to) or from reserves						
Specified Purpose Reserves	10	201,951	40,000	-	(241,951)	-
Balance at 31 December 2018		-	130,126	7,708	1,067,886	1,205,720

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

EDMUND RICE OVERSEAS AID FUND

**Statement of Cash Flows
for the year ended 31 December 2018**

	Note	2018 \$	2017 \$
Cash Flows From Operating Activities			
Receipts from Customers, Donors & Ministries		1,691,119	1,455,745
Payments for projects and to Suppliers and Employees		(1,829,558)	(1,177,283)
Interest Received		6,842	5,532
Investment Income		9,605	8,134
Net Cash Flows (used in)/provided by by Operating Activities	11 (b)	<u>(121,992)</u>	<u>292,128</u>
Cash Flows from Investing Activities			
Payments for Investments		<u>(40,850)</u>	<u>-</u>
Net Cash Flows (used in) Investing Activities		<u>(40,850)</u>	<u>-</u>
Net (Decrease)/Increase in cash held		(162,842)	292,128
Cash at beginning of year		<u>1,298,327</u>	<u>1,006,199</u>
Cash at end of year	11 (a)	<u>1,135,485</u>	<u>1,298,327</u>

**Edmund Rice Foundation (Australia)
as Trustee for
EDMUND RICE OVERSEAS AID FUND**

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

1 Summary of Significant Accounting Policies

Basis of Preparation

Edmund Rice Foundation Overseas Aid Fund applies Australian Accounting Standards - Reduced Disclosure Requirements as set out in AASB 1053: Application of Tiers of Australian Accounting Standards and AASB 2011-2: 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, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the Australian Council for International Development (ACFID) Code of Conduct. For further information of the Code of Conduct, please refer to the ACFID Code of Conduct Guidance available at www.acfid.asn.au. 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.

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

EDMUND RICE OVERSEAS AID FUND

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

1 Summary of Significant Accounting Policies (cont'd)

(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.

(d) **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.

(e) **Income Tax**

No income tax is payable by Edmund Rice Overseas Aid Fund as it is an exempt entity for income tax purposes under subdivision 50-B of the Income Tax Assessment Act 1997.

(f) **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.

(g) **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.

(h) **Trade and Other Payables**

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

(i) **Comparative Figures**

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

(j) **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.

(k) **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.

(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 OVERSEAS AID FUND

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

	2018	2017
	\$	\$
2 Revenue		
Bequests Received	40,000	-
Donations & Gifts - Overseas Aid Fund	1,651,738	1,421,713
Donations & Gifts - In Kind	-	605
Interest Received	6,842	5,532
Investment Income	9,605	8,134
	<u>1,708,185</u>	<u>1,435,984</u>
Other Comprehensive Income		
Unrealised (Loss)/Gain on Investment	<u>(9,173)</u>	<u>6,213</u>
3 Expenses		
Funds to International Programs	1,431,042	915,781
Program Support Costs	45,578	26,409
Community Education	14,378	20,126
Project Monitoring	13,059	13,245
Administration Expenses	10,367	4,760
Employee Benefits	388,212	83,006
Non-Monetary Expenditure	-	605
Auditor's Remuneration	7,500	7,328
	<u>1,910,136</u>	<u>1,071,260</u>
4 Cash and Cash Equivalents		
Cash at Bank	25,990	34,411
Cash at Call	1,109,495	1,263,916
	<u>1,135,485</u>	<u>1,298,327</u>
The effective interest rate on short term bank deposits was 0.48%; these deposits have been available at call.		
5 Trade and other receivables		
Sundry Debtors	9,183	8,564
	<u>9,183</u>	<u>8,564</u>
6 Other		
Prepayments	15,517	149
GST Input Credits	585	317
	<u>16,102</u>	<u>466</u>
7 Other Financial Assets		
Financial Assets	145,208	113,531
	<u>145,208</u>	<u>113,531</u>
8 Trade and Other Payables		
Creditors		
Trade Creditors	18,316	435
Sundry Creditors	81,942	3,609
	<u>100,258</u>	<u>4,044</u>

Edmund Rice Foundation (Australia)
as Trustee for
EDMUND RICE OVERSEAS AID FUND

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

9 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

2017 Designated Purpose/Appeal	Cash Available at beginning of financial year	Cash Received during financial year	Cash Disbursed during financial year	Transfers between Funds	Interest & Investment Income	Share of Operating Costs	Cash Available at end of financial year
	\$	\$	\$	\$	\$	\$	\$
<i>Overseas General</i>	59,118	208,414	-	(125,636)	13,666	(28,920)	126,642
<i>Africa</i>							
Africa	398,816	77,082	-	(55,688)	-	(10,427)	409,783
East Africa	190,440	56,500	-	(100,857)	-	(4,569)	141,514
Eldoret	126,886	79,294	(103,476)	-	-	(4,394)	98,310
Edmund Rice Camps Nairobi	-	100	(10,875)	10,790	-	(15)	-
Edmund Rice Secondary School Simon	-	9,135	(16,400)	65,747	-	(849)	57,633
Embulul	-	120,098	(75,203)	(28,452)	-	(16,443)	-
ERAN Kenya	-	-	(18,750)	18,750	-	-	-
Mary Rice Centre	-	101,286	(22,750)	-	-	(6,684)	71,852
Ruben	153,715	479,914	(206,500)	-	-	(47,737)	379,392
<i>Oceania</i>							
South Africa	7,522	4,000	(20,000)	9,078	-	(600)	-
Yambio	21,438	16,009	(60,000)	24,944	-	(2,391)	-
Oceania	-	18,220	-	(16,392)	-	(1,828)	-
East Timor	-	25,270	(25,000)	3,521	-	(3,791)	-
Papua New Guinea	-	6,613	(31,500)	24,887	-	-	-
Philippines	1,134	30,200	-	(26,804)	-	(4,530)	-
Philippines - Kabankalan	-	17,160	(62,500)	47,914	-	(2,574)	-
Philippines - Maasin	-	-	(88,822)	89,303	-	(481)	-
Philippines - Palo	-	-	(9,500)	9,500	-	-	-
<i>Congregational</i>							
Zambia	-	-	(20,000)	20,000	-	-	-
<i>Other</i>							
Baraka School - Kibera Slum, Kenya	22,592	40,200	(36,801)	-	-	(6,780)	19,211
St Stephens School - Kibera Slum, Kenya	-	47,310	(40,213)	-	-	(7,097)	-
Mirror of Hope Nairobi Kenya	-	-	(1,375)	1,375	-	-	-
Terrace Timor Network	12,886	3,540	(27,291)	11,396	-	(531)	-
Nzara	(54,938)	47,412	(5,062)	16,425	-	(3,837)	-
Uganda	4,00	34,561	(33,763)	199	-	(1,001)	-
Emergency Relief Fund	5,500	-	-	-	-	-	5,500
	945,113	1,422,318	(915,781)	-	13,666	(155,479)	1,309,837
Total for other purposes	61,086	33,427	(247,836)	-	(13,666)	155,479	(11,510)
	1,006,199	1,455,745	(1,163,617)	-	-	-	1,298,327

2018 Purpose/Appeal	Designated	Cash Available at beginning of financial year	Cash Received during financial year	Cash Disbursed during financial year	Transfers between Funds	Interest & Investment Income	Share of Operating Costs	Cash Available at end of financial year
		\$	\$	\$	\$	\$	\$	\$
<i>Overseas General</i>		126,642	59,651	-	(144,358)	16,447	(14,912)	43,470
<i>Africa</i>								
Africa		409,783	16,524	-	(98,828)	-	(4,131)	323,348
Development Office		-	150,000	-	-	-	(90,355)	59,645
East Africa		141,514	194,708	-	(220,562)	-	(48,676)	66,984
Eldoret		98,310	69,965	(114,810)	-	-	(17,491)	35,974
Edmund Rice Camps Nairobi		-	2,300	(27,250)	25,525	-	(575)	-
Edmund Rice Secondary School Simon		57,633	-	0	-	-	-	57,633
Embulul		-	145,284	(269,000)	160,037	-	(36,321)	-
ERAN Kenya		-	-	(35,000)	35,000	-	-	-
Mary Rice Centre		71,852	79,535	(46,841)	-	-	(19,884)	84,662
Ruben		379,392	449,887	(375,153)	-	-	(142,472)	311,654
<i>Oceania</i>								
South Africa		-	-	(25,000)	25,000	-	-	-
West Africa		-	12,000	-	-	-	(3,000)	9,000
Yambio		-	2,735	(65,507)	63,456	-	(684)	-
Oceania		-	11,708	-	(8,781)	-	(2,927)	-
East Timor		-	21,120	(840)	-	-	(5,280)	15,000
Papua New Guinea		-	33,945	-	-	-	(8,486)	25,459
Philippines		-	4,815	-	(3,611)	-	(1,204)	-
Philippines - Kabankalan		-	15,000	(11,250)	-	-	(3,750)	-
Philippines - Maasin		-	-	(135,000)	135,000	-	-	-
Philippines - Secretariat		-	-	(21,750)	21,750	-	-	-
<i>Other</i>								
Baraka School - Kibera Slum, Kenya		19,211	50	-	(19,261)	-	-	-
Mirror of Hope Nairobi Kenya		-	59,791	(64,184)	29,633	-	(5,979)	19,261
Nzara		-	288,436	(206,199)	-	-	(72,110)	10,127
Uganda		-	34,284	(33,258)	-	-	(857)	169
Emergency Relief Fund		5,500	-	-	-	-	-	5,500
		1,309,837	1,651,738	(1,431,042)	-	16,447	(479,094)	1,067,886
Total for other purposes		(11,510)	95,828	(479,366)	-	(16,447)	479,094	67,599
		1,298,327	1,747,566	(1,910,408)	-	-	-	1,135,485

The appeals generating more than 10% of the signatory organisation's international aid and development 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 international aid and development revenue for the financial year.

**Edmund Rice Foundation (Australia)
as Trustee for
EDMUND RICE OVERSEAS AID FUND**

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

	2018	2017
	\$	\$
10 Reserves		
Bequest		
The Bequest Reserve was put in place to provide a capital base from which the annual income derived be used to fund expenditure.		
Balance as at 1 January	90,126	90,126
Additions	40,000	-
Balance as at 31st December	<u>130,126</u>	<u>90,126</u>
Financial Assets		
The Financial Assets reserve records the unrealised market movements on available for sale investment assets.		
Balance as at 1 January	16,881	10,668
Unrealised Gains/(Losses)	<u>(9,173)</u>	<u>6,213</u>
Balance as at 31st December	<u>7,708</u>	<u>16,881</u>
Specified Purpose		
The Specified purpose reserve records donations and contributions made to Edmund Rice Overseas Aid Fund where the contributor or donor has designated the funds towards a specific appeal or purpose.		
Overseas General	43,470	126,642
Africa	323,348	409,783
Development Office	59,645	
East Africa	66,984	141,514
Eldoret	35,974	98,310
Edmund Rice Secondary School Sinon	57,633	-
Mary Rice Centre	84,662	71,852
Ruben	311,654	379,392
West Africa	9,000	-
Oceania	15,000	-
East Timor	15,000	-
Papua New Guinea	25,459	-
Other	-	19,211
Baraka School - Kibera Slum, Kenya	-	-
Mirror of Hope	19,261	-
Nzara	10,127	-
Terrace Timor Network	-	12,886
Uganda	169	-
Emergency Relief Fund	5,500	5,500
	<u>1,067,886</u>	<u>1,265,090</u>
Total Reserves	<u>1,205,720</u>	<u>1,372,097</u>
11 Notes to the Cash Flow Statement		
a) Reconciliation of Cash		
Overseas Aid A/c	4	1,135,485
		<u>1,298,327</u>
		<u>1,135,485</u>
		<u>1,298,327</u>
b) Reconciliation of Net Cash provided by Operating Activities to Operating Result		
Operating Result	(211,124)	370,937
Adjustments for Non-Cash Items		
Unrealised Loss/(Gain) on Investments	9,173	(6,213)
	<u>(201,951)</u>	<u>364,724</u>
Adjustments for changes in Current Assets & Current Liabilities		
(Increase)/Decrease in Debtors	(619)	34,032
Increase/(Decrease) in Creditors	96,214	(106,229)
(Increase) in Prepayments & GST Collected/(Paid)	(15,636)	(399)
Net Cash (Outflow)/Inflow from Operating Activities	<u>(121,992)</u>	<u>292,128</u>

Edmund Rice Foundation (Australia)
as Trustee for
EDMUND RICE OVERSEAS AID FUND

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

	2018	2017
	\$	\$
12 Related party transactions		
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 Overseas Aid Fund 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.		
(a) Transactions with related parties		
The following transactions occurred with related parties:		
Amounts received from related parties		
Contributions from Edmund Rice Education Australia	-	50,000
Contributions from Christian Brothers Oceania Province	418	8,073
Contributions from Christian Brothers Communities	-	6,500
	<u>418</u>	<u>64,573</u>
Amounts paid to related parties		
Contribution paid to Trustee re operational costs and salaries	388,212	122,454
Disbursement of Funds to complying projects managed by the Congregation of Christian Brothers Pan Africa Province	1,294,079	553,954
Disbursement of Funds to complying projects managed by the Christian Brothers within Oceania Province (overseas)	147,090	217,322
Disbursement of Funds to complying projects managed by the Christian Brothers Congregation	-	20,000
	<u>1,829,381</u>	<u>913,730</u>
(b) Receivables from and payable to related parties		
The following balances are outstanding at the reporting date in relation to transactions with related parties:		
Trade Receivable from Trustees of the Christian Brothers	8,755	8,073
Financial Assets held with Trustees of the Christian Brothers	145,208	107,407
Trade Payables to Trustee	84,569	122,454
(c) Key Management Personnel		
The aggregate compensation made to key management personnel of the consolidated entity is set out below:		
Aggregate Compensation	154,506	42,823

Terms and Conditions

All related party financial assets and liabilities are due within 12 months.

Trustees of the Christian Brothers provided accounting and other administrative services to the Fund. No fees were paid or are payable for these services.

13 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

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
2017				
Donations received - Kenya - Ruben Centre, Health & Education	153,715	479,914	(254,237)	379,392
Total for other purposes	852,484	975,831	(909,380)	918,935
	<u>1,006,199</u>	<u>1,455,745</u>	<u>(1,163,617)</u>	<u>1,298,327</u>
No other single appeal represented more than 10% of the total cash raised.				
2018				
Donations received - Kenya - Ruben Centre, Health & Education	379,392	449,887	(517,625)	311,654
Donations received - Nzara	-	288,436	(278,309)	10,127.00
Total for other purposes	918,935	1,009,243	(1,114,474)	813,704
	<u>1,298,327</u>	<u>1,747,566</u>	<u>(1,910,408)</u>	<u>1,135,485</u>
No other single appeal represented more than 10% of the total cash raised.				

**Edmund Rice Foundation (Australia)
as Trustee for
EDMUND RICE OVERSEAS AID FUND**

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

14 Responsible Persons

Name and Position held of Edmund Rice Overseas Aid Fund responsible persons in office at any time during the financial year are:

Key Management Personnel	Position	
Mr Paul Gallagher	Chair	
Mr Michael Femon	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 Overseas Aid Fund, the results of those operations, or the state of affairs of Edmund Rice Overseas Aid Fund in future years.

17 Contingent liabilities

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

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

On 5th September 2012 the ATO endorsed the Edmund Rice Overseas Aid Fund (previously the Christian Brothers' Overseas Aid Fund endorsed 9th February 1998) as an overseas aid fund under Subdivision 30-B of the Income Tax Assessment Act 1997.

(c) Nature of operations

The Edmund Rice Overseas Aid Fund exists to raise and distribute funds for the provision of relief to persons in approved developing countries. This includes working with Congregational and other local community partners to provide sustainable community development projects in the areas of health, education, environment, and vocational and community development.

Edmund Rice Foundation (Australia)
as Trustee for

EDMUND RICE OVERSEAS AID FUND
ABN 85 413 988 107

Responsible Persons Declaration

31 December 2018

The Directors of the Trustee of the Edmund Rice Overseas Aid Fund, 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 - Reduced Disclosure requirements (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 then 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 Trustee for the Edmund Rice Overseas Aid Fund:



Paul Gallagher

Director

Dated at Brisbane this 9 day of May 2019

Level 16, Tower 2 Darling Park
201 Sussex Street
Sydney NSW 2000

Postal Address
GPO Box 1615
Sydney NSW 2001

p. +61 2 9221 2099
e. sydneypartners@pitcher.com.au

**AUDITOR'S INDEPENDENCE DECLARATION
TO THE RESPONSIBLE ENTITIES OF EDMUND RICE OVERSEAS AID FUND
ABN: 85 413 988 107**

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

INDEPENDENT AUDITOR'S REPORT

EDMUND RICE OVERSEAS AID FUND TO EDMUND RICE FOUNDATION (AUSTRALIA) ABN: 85 413 988 107

Report on the Financial Report

Qualified Opinion

We have audited the accompanying financial report of Edmund Rice Overseas Aid Fund ('the Fund'), 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 Fund is in accordance with Division 60 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 the Edmund Rice Overseas Aid Fund. The Edmund Rice Overseas Aid Fund 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 Overseas Aid Fund 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 Fund 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 of the Fund 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 Fund 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, the *Australian Charities and Not-for-profits Commission Act 2012*, and the ACFID Code of Conduct and for such internal control as the responsible entities of the Fund 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 Fund are responsible for assessing the ability of the Fund 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 Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund'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:

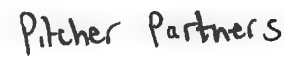
- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a 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 control.
- 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 Fund's internal control.
- 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 Fund'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 Fund 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.

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 Overseas Aid Fund for the year ended 31 December 2018 included on the Edmund Rice Foundation's website. The responsible entities of the Fund are 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