

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

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

ABN 37 665 490 818



Annual Financial Report

For the 6 month period ended 31 December 2012

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

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

Annual Financial Report

31 December 2012

Contents

	<u>Page</u>
Trustee's Report	1
Statement of Comprehensive Income	2
Statement of Changes in Equity	3
Statement of Financial Position	4
Statement of Cash Flows	5
Notes to the Financial Statements	6-9
Trustee's Declaration	10
Independent Auditor's Report	11

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

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

**Trustee's Report
For the 6 month period ended 31 December 2012**

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 surplus of the Trust for the financial period 1 July to 31 December 2012 was \$18,505 (to 30 June 2012 financial year Surplus: \$1).

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

On 26 September 2012 the Trustee of Edmund Rice Foundation Trust took a decision to retire as trustee of Edmund Rice Foundation and to appoint Edmund Rice Foundation (Australia) as the new Trustee.

The change in the Trust Deed received ATO approval on 31 October 2012.

In addition, Edmund Rice Foundation (Australia) has taken all responsibility for the assets and liabilities of Christian Brothers Foundation for Charitable Works on its cessation (as at 26 September 2012) including the assets and liabilities of its Public Ancillary Fund. The reserves held by Christian Brothers Foundation for Charitable Works Public Ancillary Fund on 30 September 2012 have been transferred to Edmund Rice Foundation.

To be consistent with the reporting date of Edmund Rice Foundation (Australia) the reporting date of Edmund Rice Foundation will also be 31 December.

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

Signed for and on behalf of the Trustee



Director, Edmund Rice Foundation (Australia)



Director, Edmund Rice Foundation (Australia)

Dated at Melbourne this 23rd day of March 2013

Edmund Rice Foundation (Australia)
as Trustee for

EDMUND RICE FOUNDATION
(A Charitable Trust)

Statement of Comprehensive Income
For the 6 month period ended 31 December 2012

	Note	6 months to 31-Dec-12 \$	12 months to 30-Jun-12 \$
Revenues	2	19,303	1
		<u>19,303</u>	<u>1</u>
Expenses	3		
Domestic Projects		-	
Community Education		-	
Project Monitoring		-	-
Administration		798	-
		<u>798</u>	<u>-</u>
Net (Deficit)/Surplus for the year		<u>18,505</u>	<u>1</u>

The accompanying notes on pages 6 to 9
forms part of these financial statements

Edmund Rice Foundation (Australia)
as Trustee for

EDMUND RICE FOUNDATION
(A Charitable Trust)

Statement of Changes in Equity
For the 6 month period ended 31 December 2012

	Note	Accumulated Funds Available for Future Use	Specified Purpose Reserves	Total
At 1 July 2011		0		0
Surplus for the period ended 30 June 2012		1		1
Transfers to Reserves	9			
Bequest Reserve				
Specified Purpose Reserves				
At 30 June 2012		1	0	1
Surplus for the period ended 31 December 2012		18,505	0	18,505
Transfers to Reserves	9			
Specified Purpose Reserves		(18,468)	18,468	0
Balance 31 December 2012		38	18,468	18,506

The accompanying notes on pages 6 to 9 form part of these financial statements

Edmund Rice Foundation (Australia)
as Trustee for

EDMUND RICE FOUNDATION
(A Charitable Trust)

Statement of Financial Position
As at 31 December 2012

	Note	31-Dec-12 \$	30-Jun-12 \$
Current assets			
Cash and cash equivalents	5	30,878	81
Investments		0	0
Receivables	6	275	20
Total current assets		<u>31,153</u>	<u>101</u>
Total assets		<u>31,153</u>	<u>101</u>
Current liabilities			
Trade Payables	8	12,547	0
Total liabilities		<u>12,547</u>	<u>0</u>
Net assets		<u>18,606</u>	<u>101</u>
Equity			
Settlement		100	100
Retained surplus		38	1
Reserves		18,468	0
Total equity		<u>18,606</u>	<u>101</u>

The accompanying notes on pages 6 to 9 form part of these financial statements

Edmund Rice Foundation (Australia)
as Trustee for

EDMUND RICE FOUNDATION
(A Charitable Trust)

Statement of Cash Flows
As at 31 December 2012

	Note	6 months to 31- Dec-12 \$	12 months to 30-Jun-12 \$
Cash flows from Operating activities			
Cash receipts in the course of operations		19,048	1
Cash payments in the course of operations		(1)	(20)
Interest received		0	0
Net cash (used in)/provided by Operating activities	(ii)	<u>19,047</u>	<u>(19)</u>
Cash flows from Financing activities			
Receipt of Distribution from Christian Brothers Foundation for Charitable Works		11,750	
Net cash (used in)/provided by Financing activities		<u>11,750</u>	<u>0</u>
Net (Decrease)/Increase in cash held		30,797	(19)
Cash and cash equivalents at the beginning of the year		81	100
Cash and cash equivalents at the end of the year	(i)	<u>30,878</u>	<u>81</u>

Notes to statements of cash flows

(i) Reconciliation of Cash and Cash Equivalents

Cash at bank and on hand	30,878	81
Term Deposits	-	-
	<u>30,878</u>	<u>81</u>

**(ii) Reconciliation of Operating Result to net cash (used in)/
provided by operating activities**

(Deficit)/Surplus	18,505	1
<i>Change in assets and liabilities during the financial year:</i>		
Decrease/(increase) in receivables	(255)	-
Increase/(decrease) in payables	797	(20)
Net cash (used in)/provided by operating activities	<u>19,047</u>	<u>(19)</u>

The accompanying notes on pages 6 to 9 form part of these financial statements

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

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

**Notes to the Financial Statements
For the 6 month period ended 31 December 2012**

1 Statement of Accounting Policies

This financial report is a general purpose financial report that has been prepared in accordance with the Australian equivalents of the International Financial Reporting Standards, Urgent Issues Group Consensus Views and other authoritative pronouncements of the Australian Accounting Standards Board.

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.

Basis of preparation

The financial report has been prepared on an accruals basis and is based on historical costs, modified where applicable, by the measurement at fair value of selected non-current assets.

Accounting Policies

(a) *Income Tax*

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

(b) *Investments*

Investments are initially recognised at cost and are marked to market at the end of each reporting period.

(c) *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 12 months or less.

(d) *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.

(e) *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.

(f) *Comparative Figures*

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

(g) *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.

(h) *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.

(i) *Rounding*

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

Edmund Rice Foundation (Australia)
as Trustee for

EDMUND RICE FOUNDATION
(A Charitable Trust)

Notes to the Financial Statements
For the 6 month period ended 31 December 2012

	31 Dec '12	30 June '12
	6 months	12 months
2 Revenue		
Donations	475	0
Interest	38	0
Other Income	0	1
Distribution from Christian Brothers Foundation for Charitable Works	18,790	0
Total Revenue	<u>19,303</u>	<u>1</u>
3 Expenses		
Disbursements to Domestic Projects	0	0
Employee Benefits	48	0
Administration Expenses	0	0
Community Education	0	0
Project Monitoring	0	0
Auditor's Remuneration	750	0
Depreciation & Right to Use Fixed Assets	0	0
	<u>798</u>	<u>0</u>

4 Table of Cash and Cash Movements for Designated Purposes

2011 Designated Purpose/Appeal	Cash Available at beginning of financial year	Cash Received during financial year	Cash Disbursed during financial year	Transfers between Funds	Share of Fund Raising Profits	Interest Received	Administration Fee	Cash Available at end of financial year
Unspecified	0						1	1
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1</u>	<u>0</u>	<u>1</u>

2012 Designated Purpose/Appeal	Cash Available at beginning of financial year	Cash Received during financial year	Cash Disbursed during financial year	Transfers between Funds	Share of Fund Raising Profits	Interest Received	Administration Fee	Cash Available at end of financial year
General	1	475		11,881			(797)	11,559
Edmund Rice Camps								
Brisbane				3,084				3,084
New South Wales				585				585
Victoria				180				180
Edmund Rice Centre Mirrabooka				3,060				3,060
	<u>1</u>	<u>475</u>	<u>0</u>	<u>18,790</u>	<u>0</u>	<u>0</u>	<u>(797)</u>	<u>18,468</u>

	31 Dec 2012	30 June 2012
5 Cash and Cash Equivalents		
Cash at Bank	878	81
Short-term Bank Deposits	30,000	0
	<u>30,878</u>	<u>81</u>

The effective interest rate on short term bank deposits was 3.9%; these deposits have been available at call.

6 Receivables		
Trade Debtors	275	20
Less: Provision for Doubtful Debts	0	0
	<u>275</u>	<u>20</u>
7 Other		
GST Input Credits	0	0
Prepayments	0	0
	<u>0</u>	<u>0</u>

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

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

**Notes to the Financial Statements
For the 6 month period ended 31 December 2012**

8 Payables

Trade Creditors	797	0
Sundry Creditors	0	0
Trade Creditors from Christian Brothers Foundation for Charitable Works	11,750	0
	<u>12,547</u>	<u>0</u>

9 Reserves

Specified Purpose

General	11,559	1
Edmund Rice Camps		
Brisbane	3,084	0
New South Wales	585	0
Victoria	180	0
Edmund Rice Centre Mirrabooka	3,060	0
	<u>18,468</u>	<u>1</u>

Total Reserves

10 Related party transactions

Edmund Rice Foundation (Australia), the Trustee, is an agency of the Congregation of Christian Brothers of the Oceania Province where the Directors are appointed by the Province Leader. In its capacity as Trustee of Edmund Rice Foundation 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 in Australia. The nature of these transactions is predominately in the form of receipts of donations and transfers of funds.

(i) Amounts received from related parties

Contributions by Edmund Rice Schools	0	0
Contributions made by Christian Brothers Communities	0	0
	<u>0</u>	<u>0</u>

(ii) Amounts paid to related parties

Contribution paid to Trustee re operational costs and salaries	(48)	0
Gift Recipients	0	0
Disbursement of Funds to Other Deductible Gift Recipients	0	0
	<u>(48)</u>	<u>0</u>

11 Financial Instruments

Edmund Rice Foundation's financial instruments consist mainly of deposits with banks, trade and other receivables, trade and other payables and long term investments. The totals for each category of financial instrument, measured in accordance with AASB 139, are as follows:

Financial Assets

Cash and cash equivalents	5	30,878	81
Trade and other receivables	6	275	20
		<u>31,153</u>	<u>101</u>

Financial Liabilities

Trade and other payables	8	12,547	0
		<u>12,547</u>	<u>0</u>

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

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

**Notes to the Financial Statements
For the 6 month period ended 31 December 2012**

11 Financial Instruments (cont.d)

Financial Risk Management Policies

Edmund Rice Foundation's Trustee analyses its exposure to financial risks and evaluates

Specific Financial Risk Exposures and Management

Edmund Rice Foundation is not exposed to any material financial risk.

(a) *Interest Rate Risk*

At 31 December 2012 Edmund Rice Foundation did not hold any material interest bearing liability and was not exposed to

(b) *Liquidity Risk*

At 31 December 2012 Edmund Rice Foundation did not hold illiquid assets and was not exposed to the risks of encountering

(c) *Credit Risk*

Edmund Rice Foundation does not have any material credit risk exposure to any single receivable.

(d) *Foreign Currency Risk*

Edmund Rice Foundation is not exposed to fluctuations in foreign currencies.

(e) *Price Risk*

Edmund Rice Foundation is not exposed to commodity price risk.

12 Capital Expenditure Commitments

There are no capital expenditure commitments at balance date.

13 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

14 Organisation details

(i) *Principal place of business*

The principal place of business of the entity is
2 Thames St
BALMAIN NSW 2041

(ii) *Legal Form*

The Trust is a Charitable Trust constituted under a Deed of Trust. The Trustee of the Trust is Edmund Rice Foundation Limited.

On 5th September 2012 the ATO endorsed the Edmund Rice Foundation as an Foundation under Subdivision 30-B of the

(iii) *Nature of operations*

On 26 September 2012 the Trustee of Edmund Rice Foundation Trust took a decision to retire as trustee of Edmund Rice

The change in the Trust Deed received ATO approval on 31 October 2012.

In addition, Edmund Rice Foundation (Australia) has taken all responsibility for the assets and liabilities of Christian Brothers

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

**Edmund Rice Foundation
(A Charitable Trust)**

30 June 2012

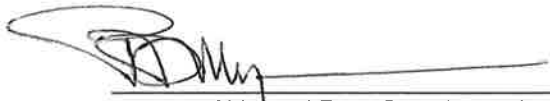
Trustee's Declaration

The Trustee of the Trust declares that:-

- 1 The financial statements and notes, as set out on pages 2 to 9
 - a) comply with accounting standards as detailed in Note 1 to the financial statements and the trust deed; and
 - b) give a true and fair view of the Trust's financial position as at 31 December 2012 and of its performance for the period ended on that date in accordance with the accounting policies described in Note 1 to the financial statements.

- 2 In the Trustee's opinion there are reasonable grounds to believe that the Trust will be able to pay its debts as and when they become due and payable.

The declaration is made in accordance with a resolution of the Board of the Trustee and is signed for and on behalf of the Trustee by:



Director, Edmund Rice Foundation (Australia)



Director, Edmund Rice Foundation (Australia)

Dated at Melbourne this 23rd day of March 2013.

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
EDMUND RICE FOUNDATION (AUSTRALIA)
ATF EDMUND RICE FOUNDATION**



**Chaundy
& Henry**

**CHARTERED ACCOUNTANTS
A.B.N. 50 175 251 428**

P. W. Selkrig F.C.A.
D. A. Manton F.C.A.

Report on the Financial Report

We have audited the accompanying financial report of the Edmund Rice Foundation (Australia) ATF Edmund Rice Foundation for the year ended the 31st December 2012.

Responsibility for the Financial Report

The Management Committee is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and for such internal controls as the Management Committee determines is necessary to enable the preparation of the financial report that 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 relating to audit engagements 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 entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Management Committee 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.

Opinion

In our opinion, the financial report of the Edmund Rice Foundation (Australia) ATF Edmund Rice Foundation, presents fairly, in all material respects of the financial position as at the 31st December 2012 and of its financial performance and cash flows for the year ended in accordance with Australian Accounting Standards.

Emphasis of Matter

We draw attention to Note 1 to the financial report which describes the revenue recognition policy of the Edmund Rice Foundation (Australia) ATF Edmund Rice Foundation, including the limitations that exist in relation to the recording of receipts from donations and fund raising revenue. Revenue from this source represents a significant proportion of the Edmund Rice Foundation (Australia) ATF Edmund Rice Foundation's revenue. Our opinion is unmodified in respect of this matter.

Dated at Abbotsford this 25th day of March 2013

**CHAUNDY & HENRY
CHARTERED ACCOUNTANTS**

Chaundy & Henry

**D. A. MANTON
PARTNER**

D. A. Manton