



Edmund Rice
FOUNDATION AUSTRALIA

Liberating Lives Through Education

**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 2020

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

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

**Annual Financial Report
31 December 2020**

Contents

	<u>Page</u>
Trustee's Report	1
Statement of Profit or Loss	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 - 18
Responsible Persons' Declaration	19
Auditor's Independence Declaration	20
Independent Auditor's Report	21 - 23

**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 2020**

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 2020 was \$32,918 (2019 financial year deficit: \$316,045).

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 24th day of June 2021

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

**Statement of Profit or Loss
for the year ended 31 December 2020**

	Note	2020 \$	Restated* 2019 \$
REVENUE			
Donations and gifts			
Monetary		1,378,486	2,024,044
Non-monetary		-	-
Bequests and legacies		-	100,000
Investment income		13,793	14,574
Fundraising Income		-	23,690
Changes in fair value of investments through profit or loss		6,934	14,184
Other income		426	2,561
Revenue for international political or religious adherence promotion programs		-	-
TOTAL REVENUE	2	1,399,639	2,179,053
EXPENDITURE			
<i>International aid and development programs expenditure</i>			
International programs			
Funds to international programs	3	957,608	1,994,524
Program support costs		334,752	213,778
Community education		34,475	24,642
Fundraising costs			
Public		15,000	204,046
Government, multilateral and private		-	-
Accountability and administration		83,525	54,617
Non-monetary expenditure		-	-
Total international aid and development programs expenditure		1,425,360	2,491,607
International political or religious adherence promotion programs expenditure		-	-
Domestic programs expenditure		-	-
TOTAL EXPENDITURE		1,425,360	2,491,607
SHORTFALL OF REVENUE OVER EXPENSES		(25,721)	(312,554)

*Please refer to Note 1 on change on reassessment on the accounting policy for investments and other financial assets

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 2020: Ruben Centre (Kenya) 47% and Embulbul 10% (2019: Two appeals generated 10% or more of the total income, Ruben Centre (Kenya) 32% and Growing Strong (Nairobi) 12%).

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

Statement of Comprehensive Income
for the year ended 31 December 2020

	2020	Restated*
	\$	\$
SHORTFALL OF REVENUE OVER EXPENDITURE	(25,721)	(312,554)
<i>Other comprehensive income</i>		
<i>Items that may not be reclassified subsequently to Income and Expenditure</i>		
Foreign currency unrealised (loss) during the year	(7,197)	(3,491)
TOTAL OTHER COMPREHENSIVE (LOSS) / INCOME FOR THE YEAR	(7,197)	(3,491)
TOTAL COMPREHENSIVE DEFICIT FOR THE YEAR	(32,918)	(316,045)

*Please refer to Note 1 on change on reassessment on the accounting policy for investments and other financial assets

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

Edmund Rice Overseas Aid Fund

**Statement of Financial Position
as at 31 December 2020**

	Note	2020 \$	2019 \$
Assets			
Current assets			
Cash and cash equivalents	5	473,802	884,089
Trade and other receivables	6	253,693	166,075
Other	7	10,477	403
Total current assets		<u>737,972</u>	<u>1,050,567</u>
Non-current assets			
Financial assets at fair value through profit or loss	8	266,326	259,392
Plant & equipment	9	17,502	22,818
Leasehold improvements	10	11,779	14,722
Lease asset	10	108,154	138,336
Total non-current assets		<u>403,761</u>	<u>435,268</u>
Total assets		<u>1,141,733</u>	<u>1,485,835</u>
Liabilities			
Current liabilities			
Trade and other payables	11	165,641	450,752
Lease liability	12	34,620	31,988
Total current liabilities		<u>200,261</u>	<u>482,740</u>
Non-current liabilities			
Lease liability	12	84,715	113,420
Total non-current liability		<u>84,715</u>	<u>113,420</u>
Total liabilities		<u>284,976</u>	<u>596,160</u>
Net assets		<u>856,757</u>	<u>889,675</u>
Equity			
Reserves	13	856,757	889,675
Total equity		<u>856,757</u>	<u>889,675</u>

The accompanying notes on page 7 to 18 form part of these financial statements

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

Edmund Rice Overseas Aid Fund

**Statement of Changes in Equity
for year ended 31 December 2020**

	Accumulated Funds Available for Future Use	Bequest Reserve	Financial Assets Reserve	Foreign Exchange Reserve	Specified Purpose Reserves	Total
Note	\$	\$	\$	\$	\$	\$
Balance at 31 December 2018	-	130,126	7,708	-	1,067,886	1,205,720
*Restated: Shortfall of revenue over expenses for the year ended 31 December 2019	(312,554)	-	-	-	-	(312,554)
Items of other comprehensive income	-	-	-	(3,491)	-	(3,491)
Other amounts transferred (to) or from reserves						
Changes in fair value of investments through profit or loss	(14,184)	-	14,184	-	-	-
Specified purpose reserves	13 326,738	100,000	-	-	(426,738)	-
Balance at 31 December 2019	-	230,126	21,892	(3,491)	641,148	889,675
Shortfall of revenue over expenses for the year ended 31 December 2020	(25,721)	-	-	-	-	(25,721)
Items of other comprehensive income	-	-	-	(7,197)	-	(7,197)
Other amounts transferred (to) or from reserves						
Changes in fair value of investments through profit or loss	(6,934)	-	6,934	-	-	-
Specified purpose reserves	13 32,655	-	-	-	(32,655)	-
Balance at 31 December 2020	-	230,126	28,826	(10,688)	608,493	856,757

*Please refer to Note 1 on change on reassessment on the accounting policy for investments and other financial assets

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

EDMUND RICE OVERSEAS AID FUND

**Statement of Cash Flows
for the year ended 31 December 2020**

	Note	2020 \$	2019 \$
Cash flows from operating activities			
Receipts from customers, donors & ministries		1,290,868	2,230,475
Payments for projects and to suppliers and employees		(1,689,301)	(2,330,343)
Interest received		426	2,561
Investment income		13,793	14,574
Net cash flows (used in) operating activities	14 (b)	<u>(384,214)</u>	<u>(82,733)</u>
Cash flows from investing activities			
Payments for investments		-	(100,000)
Purchase of plant & equipment		-	(45,553)
Net cash flows (used in) investing activities		<u>-</u>	<u>(145,553)</u>
Cash flows from financing activities			
Principal element of lease payments		(26,073)	(23,110)
Net cash flows (used in) financing activities		<u>(26,073)</u>	<u>(23,110)</u>
Net (decrease) in cash held		(410,287)	(251,396)
Cash at beginning of year		<u>884,089</u>	<u>1,135,485</u>
Cash at end of year	14 (a)	<u>473,802</u>	<u>884,089</u>

The accompanying notes on pages 7 to 18 form part of these financial statement

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

**Notes to the Financial Statements
for the year ended 31 December 2020**

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 24th day of June 2021.

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.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

(a) **Revenue recognition**

The company recognises revenue as follows:

Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which the company is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the company: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts, rebates and refunds, any potential bonuses receivable from the customer and any other contingent events. Such estimates are determined using either the 'expected value' or 'most likely amount' method. The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Amounts received that are subject to the constraining principle are recognised as a refund liability.

Sales revenue

Events, fundraising and raffles are recognised when received or receivable.

Grants

Grant revenue is recognised in profit or loss when the company satisfies the performance obligations stated within the funding agreements.

If conditions are attached to the grant which must be satisfied before the company is eligible to retain the contribution, the grant will be recognised in the statement of financial position as a liability until those conditions are satisfied.

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

**Notes to the Financial Statements
for the year ended 31 December 2020**

1 Summary of significant accounting policies (cont.d)

Donations

Donations are recognised at the time the pledge is made.

Bequests

Bequests are recognised when the company is notified of an impending distribution or the bequest is received, whichever occurs earlier.

Revenue from bequests comprising bequests of shares or other property are recognised at fair value, being the market value of the shares or property at the date the company becomes legally entitled to the shares or property.

Fundraising appeals

Donations to the fundraising appeal are recognised as revenue on receipt.

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Other revenue

Other revenue is recognised when it is received or when the right to receive payment is established.

Volunteer services

The company has elected not to recognise volunteer services as either revenue or other form of contribution received. As such, any related consumption or capitalisation of such resources received is also not recognised.

Investment revenue

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) Investments and other financial assets

Investments and other financial assets are initially measured at fair value. Transaction costs are included as part of the initial measurement, except for financial assets at fair value through profit or loss. Such assets are subsequently measured at either amortised cost or fair value depending on their classification. Classification is determined based on both the business model within which such assets are held and the contractual cash flow characteristics of the financial asset unless an accounting mismatch is being avoided.

Financial assets are derecognised when the rights to receive cash flows have expired or have been transferred and the entity has transferred substantially all the risks and rewards of ownership. When there is no reasonable expectation of recovering part or all of a financial asset, its carrying value is written off.

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

EDMUND RICE OVERSEAS AID FUND

**Notes to the Financial Statements
for the year ended 31 December 2020**

1 Summary of significant accounting policies (cont.d)

During the financial year, the Company reassessed the classification of investments held in managed funds. In previous financial years, the Company elected to designate, and subsequently measure, all investments held in managed funds at fair value through other comprehensive income (FVtOCI). After reconsidering the underlying terms and conditions of units held in managed funds, the Company has determined that it would be more appropriate for units redeemable directly from the fund to be classified, and subsequently measured, at fair value through profit or loss (FVtPL). As a result, change in fair value of investments in redeemable units are now recognised in profit or loss, instead of other comprehensive income. Unrealised gains or losses are subsequently transferred to a financial asset reserve. Comparative information has been restated to align with the revised accounting assessment, so that both the current year and prior year information is presented on a consistent and comparable basis. Applying the revised accounting assessment to the comparative information resulted in the restatement of prior year deficit from \$326,738 to a deficit of \$312,554. The restatement of prior year other comprehensive income from \$10,693 to (\$3,491). The revised accounting assessment did not impact the reported amount of total comprehensive income or the carrying amount of investments held in managed funds.

Financial assets at fair value through profit or loss

Financial assets not measured at amortised cost or at fair value through other comprehensive income are classified as financial assets at fair value through profit or loss. Typically, such financial assets will be either: (i) held for trading, where they are acquired for the purpose of selling in the short-term with an intention of making a profit, or a derivative; or (ii) designated as such upon initial recognition where permitted. Fair value movements are recognised in profit or loss. Unrealised gains / losses of such financial assets are transferred to the financial asset reserve in the statement of changes in equity.

Impairment of financial assets

The company recognises a loss allowance for expected credit losses on financial assets which are either measured at amortised cost or fair value through other comprehensive income. The measurement of the loss allowance depends upon the company's assessment at the end of each reporting period as to whether the financial instrument's credit risk has increased significantly since initial recognition, based on reasonable and supportable information that is available, without undue cost or effort to obtain.

Where there has not been a significant increase in exposure to credit risk since initial recognition, a 12-month expected credit loss allowance is estimated. This represents a portion of the asset's lifetime expected credit losses that is attributable to a default event that is possible within the next 12 months. Where a financial asset has become credit impaired or where it is determined that credit risk has increased significantly, the loss allowance is based on the asset's lifetime expected credit losses. The amount of expected credit loss recognised is measured on the basis of the probability weighted present value of anticipated cash shortfalls over the life of the instrument discounted at the original effective interest rate.

(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.

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

**Notes to the Financial Statements
for the year ended 31 December 2020**

1 Summary of significant accounting policies (cont.d)

(i) **Plant and equipment**

All plant and equipment is stated at cost, representing the fair value of the consideration given in exchange, less accumulated depreciation and any impairment amounts.

Depreciation is calculated on a straight line basis over the estimated useful life of all plant and equipment, as follows:

Computer equipment - over 3 years

Office equipment - over 5 years

Purchases of items for \$2,000 or less are expensed in the year of purchase. Once an items written down value reaches \$750 it is fully depreciated.

(j) **Impairment**

At each reporting date the Directors assess whether there is any indication that an asset may be impaired. Where an indication of impairment exists, the Directors make a formal estimate of the recoverable amount. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and its carrying value is written down to its recoverable amount.

(k) **Employee benefits**

(i) *Short term employee benefits*

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

(ii) *Other long-term employee benefits*

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on Australian corporate bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash flows.

(l) **Leases**

At inception of a contract, the Company assesses whether a contract is, or contains, a lease. A contract is considered to contain a lease if it allows the Company the right to control the use of an identified asset over a period of time in return for consideration.

Where a contract or arrangement contains a lease, the Company recognises a right-of-use asset ('ROU') and a lease liability at the commencement date of the lease.

A right-of-use asset is initially measured at cost, which is the present value of future lease payments adjusted for any lease payments made at or before the commencement date, plus any make-good obligations and initial direct costs incurred. Lease assets are depreciated using the straight-line method over the shorter of their useful life and the lease term. Periodic adjustments are made for any re-measurements of the lease liabilities and for impairment losses.

Lease liabilities are initially measured at the present value of future minimum lease payments, discounted using the Company's incremental borrowing rate if the rate implicit in the lease cannot be readily determined, and are subsequently measured at amortised cost using the effective interest rate. Minimum lease payments include fixed payments, amounts expected to be paid under a residual value guarantee, the exercise price of purchase options for which the Company is reasonably certain to exercise and incorporate the Company's expectations of lease extension options.

The lease liability is remeasured when there are changes in future lease payments arising from a change in rates, index or lease terms from exercising an extension or termination option. A corresponding adjustment is made to the carrying amount of the lease assets.

Short term leases (lease term of 12 months or less) and leases of low value assets (\$5,000 or less) are recognised as incurred as an expense in the income statement.

ROU assets are amortised over the residual of the lease term calculated at the time of adoption of AASB 16, the residual term of the lease being 67 months.

Leasehold improvements are amortised over the residual of the lease term calculated at the time of adoption of AASB16, the residual term of the lease, being 67 months.

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

**Notes to the Financial Statements
for the year ended 31 December 2020**

1 Summary of significant accounting policies (cont.d)

(m) Comparative figures

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

(n) 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.

(o) 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.

(p) Rounding

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

(q) 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.

Key estimates - incremental borrowing rate

Where the interest rate implicit in a lease cannot be readily determined, an incremental borrowing rate is estimated to discount future lease payments to measure the present value of the lease liability at the lease commencement date. Such a rate is based on what the Company estimates it would have to pay a third party to borrow the funds necessary to obtain an asset of a similar value to the lease asset, with similar terms, security and economic environment. The incremental borrowing rate is estimated at 4.5%.

Key judgement - lease term

The lease term is a significant component in the measurement of both the lease asset and lease liability. In determining the lease term, the residual term of the initial lease term was assessed as the appropriate lease term for the calculations under AASB 16. The term used is 67 months.

Impairment of 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.

Estimation of useful lives of assets

The company determines the estimated useful lives and related depreciation and amortisation charges for its plant and equipment. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete assets have been written off or written down.

Employee benefits provision

As discussed in note 1, the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increased through promotion and inflation have been taken into account.

Allowance for expected credit losses

The allowance for expected credit losses assessment requires a degree of estimation and judgement. It is based on the lifetime expected credit loss, grouped based on days overdue, and makes assumptions to allocated an overall expected credit loss rate for each group. These assumptions include recent sales experience and historical collection rates.

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

**Notes to the Financial Statements
for the year ended 31 December 2020**

	2020	2019
	\$	\$
2 Revenue		
Other revenue		
Bequests received	-	100,000
Donations & gifts - overseas aid fund	1,378,486	2,024,044
Fundraising income	-	23,690
	<u>1,378,486</u>	<u>2,147,734</u>
Interest and investment income		
Interest received	426	2,561
Investment income	13,793	14,574
	<u>14,219</u>	<u>17,135</u>
Changes in fair value of investments through profit or loss	<u>6,934</u>	<u>14,184</u>
	<u>1,399,639</u>	<u>2,179,053</u>
3 Expenses		
Funds to international programs	957,608	1,801,137
Fund raising costs	-	27,193
Program support costs	37,126	14,796
Community education	19,475	19,152
Project monitoring	19,078	8,614
Administration expenses	21,684	64,769
Employee benefits	308,548	500,657
Depreciation	8,259	8,012
Amortisation of lease	30,182	30,182
Lease interest	5,915	6,998
Non-monetary expenditure	-	-
Auditor's remuneration	17,485	10,097
	<u>1,425,360</u>	<u>2,491,607</u>
4 Employee benefit expenses		
Wages and salaries (Nairobi office)	179,995	376,283
Wages and salary contribution (Australian Office)	128,553	124,374
	<u>308,548</u>	<u>500,657</u>
5 Cash and cash equivalents		
Cash at bank	34,375	94,718
Cash at call	439,285	789,371
Petty cash	142	-
	<u>473,802</u>	<u>884,089</u>
6 Trade and other receivables		
Sundry debtors	253,693	166,075
	<u>253,693</u>	<u>166,075</u>
7 Other		
Prepayments	9,072	-
GST input credits	1,405	403
	<u>10,477</u>	<u>403</u>

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

**Notes to the Financial Statements
for the year ended 31 December 2020**

	2020 \$	2019 \$
8 Financial assets at fair value through profit or loss		
Financial Assets	266,326	259,392
	<u>266,326</u>	<u>259,392</u>
9 Plant & equipment		
(i) Office furniture & fittings	21,596	21,597
Less: accumulated depreciation	(6,406)	(3,167)
	<u>15,190</u>	<u>18,430</u>
(ii) Info communications & technology	6,291	6,291
Less: accumulated depreciation	(3,979)	(1,903)
	<u>2,312</u>	<u>4,388</u>
Total plant & equipment	<u>17,502</u>	<u>22,818</u>
Movement during year		
(i) Office furniture & fittings		
<i>Carrying amount as at 1 January 2020</i>	18,430	-
Additions	-	21,597
Depreciation charge for the period	(3,240)	(3,167)
<i>Carrying amount at 31 December 2020</i>	<u>15,190</u>	<u>18,430</u>
(ii) Info communications & technology		
<i>Carrying amount as at 1 January 2020</i>	4,388	-
Additions	-	6,291
Depreciation charge for the period	(2,076)	(1,903)
<i>Carrying amount at 31 December 2020</i>	<u>2,312</u>	<u>4,388</u>
10 Lease asset		
(i) Leasehold improvements	17,665	17,665
Less: accumulated amortisation	(5,886)	(2,943)
	<u>11,779</u>	<u>14,722</u>
(ii) ROU lease asset	168,518	168,518
Less: accumulated amortisation	(60,364)	(30,182)
	<u>108,154</u>	<u>138,336</u>
Total lease assets	<u>119,933</u>	<u>153,058</u>
Movement during year		
(i) Leasehold improvements		
<i>Carrying amount as at 1 January 2020</i>	14,722	-
Additions	-	17,665
Amortisation charge for the period	(2,943)	(2,943)
<i>Carrying amount at 31 December 2020</i>	<u>11,779</u>	<u>14,722</u>
(ii) ROU lease asset		
<i>Carrying amount as at 1 January 2020</i>	138,336	168,518
Additions	-	-
Amortisation charge for the period	(30,182)	(30,182)
<i>Carrying amount at 31 December 2020</i>	<u>108,154</u>	<u>138,336</u>

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

**Notes to the Financial Statements
for the year ended 31 December 2020**

	2020	2019
	\$	\$
11 Trade and other payables		
<i>Creditors</i>		
Trade creditors	2,162	13,055
Sundry creditors	159,595	431,330
	161,757	444,385
<i>Other payables</i>		
Employee payables (Nairobi office)	(425)	150
Tax payables (Nairobi office)	4,309	6,217
	3,884	6,367
Total trade and other payables	165,641	450,752
12 Lease liability		
Current lease liability (Nairobi office)	34,620	31,988
Non current lease liability (Nairobi office)	84,715	113,420
	119,335	145,408
Total cash outflows for leases	26,073	23,110
The lease in place is for premises in Nairobi, and has a term of 6 years.		
A lease is in place over the buildings used by Edmund Rice Foundation Nairobi office. The first renewal term of this lease began on 1st August 2018, and expires on 31st July 2024. The Company has an option to extend this lease for a further six years after expiry. At balance date, it is not reasonably certain that the Company will exercise the option to extend the lease and therefore it has not been included in the measurement of lease liabilities.		
The lease payments are discounted using the interest rate implicit in the lease. If that rate cannot be readily determined, which is the case for the lease in place over the land and buildings used by the Nairobi office, the lessee's incremental borrowing rate is used, being the rate that the individual lessee would have to pay to borrow the funds necessary to obtain an asset of similar value to the right-of-use asset in a similar economic environment with similar terms, security and conditions.		
13 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	230,126	130,126
Additions	-	100,000
Balance as at 31st December	230,126	230,126
Financial assets		
The Financial assets reserve records the unrealised market movements on available for sale investment assets.		
Balance as at 1 January	21,892	7,708
Unrealised gains	6,934	14,184
Balance as at 31st December	28,826	21,892
Foreign currency		
Balance as at 1 January	(3,491)	-
Unrealised (losses)	(7,197)	(3,491)
Balance as at 31st December	(10,688)	(3,491)

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

Notes to the Financial Statements
for the year ended 31 December 2020

	2020	2019
	\$	\$
13 Reserves (cont.d)		
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		
Africa	31,659	86,121
Africa	82,750	102,109
Development Office	(42,370)	64,922
East Africa	7,029	-
Eldoret	68,870	-
Growing Strong	166,745	224,745
Mary Rice Centre	-	14,080
Philippines	4,000	-
Ruben	295,292	170,021
Ruben Special Projects	3,176	3,176
West Africa	9,000	9,000
Oceania	-	-
East Timor	-	-
Papua New Guinea	10,415	-
Other	-	-
Mirror of Hope	-	-
Nzara	(37,035)	(37,035)
Uganda	-	169
Emergency Relief Fund	8,962	3,840
	608,493	641,148
Total Reserves	856,757	889,675
14 Notes to the cash flow statement		
a) Reconciliation of cash		
Overseas aid A/c	5	
	473,802	884,089
	473,802	884,089
b) Reconciliation of net cash provided by operating activities to operating result		
Shortfall of revenue over expenses	(25,721)	(312,554)
Adjustments for non-cash items		
Depreciation & amortisation	38,441	38,194
Foreign exchange loss	(7,197)	-
Changes in fair value of investments through profit or loss	(6,934)	(14,184)
	(1,411)	(288,544)
Adjustments for changes in current assets & current liabilities		
(Increase) in debtors	(87,618)	(156,892)
(Decrease) / increase in creditors	(285,111)	347,003
Increase in prepayments	(9,072)	-
(Decrease) / increase in GST	(1,002)	15,700
Net cash outflow from operating activities	(384,214)	(82,733)

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

**Notes to the Financial Statements
for the year ended 31 December 2020**

	2020	2019
	\$	\$
15 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		
Investment return on financial assets held with Trustees of the Christian Brothers	20,727	28,758
	20,727	28,758
Amounts paid to related parties		
Contribution paid to Trustee re operational costs and salaries	145,786	434,088
Disbursement of funds to complying projects managed by the Congregation of Christian Brothers Pan Africa Province	1,144,287	1,611,387
Disbursement of funds to complying projects managed by the Christian Brothers within Oceania Province (overseas)	63,000	189,750
	1,353,073	2,235,225
(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 receivables from Trust	239,900	151,500
Trade receivable from Trustees of the Christian Brothers	13,793	14,574
Financial assets held with Trustees of the Christian Brothers	266,326	259,392
Trade payables to Trustee	145,786	434,088
Trade payables to Trustee of the Christian Brothers	310	200
(c) Key management personnel		
The aggregate compensation made to key management personnel of the entity is set out below:		
Aggregate compensation	128,553	150,082

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.

16 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
2019				
Donations received - Kenya - Ruben Centre, Health & Education	311,654	653,823	(795,456)	170,021
Donations received - Growing Strong	-	250,000	(25,255)	224,745
Total for other purposes	823,831	1,320,678	(1,655,186)	489,323
	1,135,485	2,224,501	(2,475,897)	884,089
No other single appeal represented more than 10% of the total cash raised.				
2020				
Donations received - Kenya - Ruben Centre, Health & Education	170,021	646,608	(613,411)	203,218
Donations received - Embulbul	-	135,970	(135,970)	-
Total for other purposes	714,068	496,435	(939,919)	270,584
	884,089	1,279,013	(1,689,300)	473,802
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 2020**

16 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

2019 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
	\$	\$	\$	\$	\$	\$	\$
Overseas General	43,470	153,137	-	(85,119)	12,917	(38,284)	86,121
Africa	323,348	274,977	-	(427,472)	-	(68,744)	102,109
Development Office	59,645	231,100	(217,868)	-	-	(7,955)	64,922
East Africa	66,984	11,738	-	(75,787)	-	(2,935)	-
Eldoret	35,974	25,294	(140,000)	85,055	-	(6,323)	-
Edmund Rice Camps Nairobi	-	-	(35,000)	35,000	-	-	-
Edmund Rice Secondary School Sinon	57,633	-	(65,000)	7,367	-	-	-
Embulbul	-	163,811	(308,800)	185,942	-	(40,953)	-
ERAN Kenya	-	-	(55,000)	55,000	-	-	-
Growing Strong	-	250,000	(25,255)	-	-	-	224,745
Mary Rice Centre	84,662	46,738	(105,635)	-	-	(11,685)	14,080
Ruben	311,654	653,823	(602,000)	-	-	(193,456)	170,021
Ruben Special Projects	-	55,000	(51,894)	13,820	-	(13,750)	3,176
South Africa	-	150	(33,515)	33,403	-	(38)	-
So They Can	-	-	(30,000)	30,000	-	-	-
West Africa	9,000	-	-	-	-	-	9,000
Yambio	-	32,782	(62,000)	37,413	-	(8,195)	-
Oceania	-	19,710	-	(14,783)	-	(4,927)	-
East Timor	15,000	10,520	(53,000)	30,110	-	(2,630)	-
Papua New Guinea	25,459	33,660	(81,250)	26,329	4,217	(8,415)	-
Philippines	-	10,000	-	(7,500)	-	(2,500)	-
Philippines - Kabankalan	-	6,050	(55,500)	50,963	-	(1,513)	-
Philippines - Maasin	-	-	-	-	-	-	-
Philippines - Secretariat	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Baraka School - Kibera Slum, Kenya	-	-	-	-	-	-	-
Mirror of Hope Nairobi Kenya	19,261	12,657	(49,013)	20,259	-	(3,164)	-
Nzara	10,127	26,717	(67,200)	-	-	(6,679)	(37,035)
Uganda	169	1,460	(1,130)	-	-	(330)	169
Emergency Relief Fund	5,500	4,720	(5,200)	-	-	(1,180)	3,840
	1,067,886	2,024,044	(2,044,260)	-	17,134	(423,656)	641,148
Total for other purposes	67,599	200,457	(431,636)	-	(17,134)	423,656	242,942
	1,135,485	2,224,501	(2,475,896)	-	-	-	884,090

2020 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
	\$	\$	\$	\$	\$	\$	\$
Overseas General	86,121	116,941	-	(153,949)	5,932	(23,386)	31,659
Africa	102,109	226,512	-	(200,569)	-	(45,302)	82,750
Development Office	64,922	100,000	(203,296)	-	-	(3,996)	(42,370)
East Africa	-	1,979	-	-	5,446	(396)	7,029
Eldoret	-	100,150	(11,250)	-	-	(20,030)	68,870
Edmund Rice Camps Nairobi	-	-	(18,800)	18,800	-	-	-
Edmund Rice Secondary School Sinon	-	-	-	-	-	-	-
Embulbul	-	135,970	(189,391)	80,615	-	(27,194)	-
ERAN Kenya	-	-	(17,300)	17,300	-	-	-
Growing Strong	224,745	-	(58,000)	-	-	-	166,745
Mary Rice Centre	14,080	8,334	(69,500)	48,753	-	(1,667)	-
Ruben	170,021	646,608	(558,750)	92,074	-	(54,661)	295,292
Ruben Special Projects	3,176	-	-	-	-	-	3,176
South Africa	-	-	-	-	-	-	-
So They Can	-	-	-	-	-	-	-
West Africa	9,000	-	-	-	-	-	9,000
Yambio	-	7,300	(18,000)	12,160	-	(1,460)	-
Oceania	-	8,700	-	(6,960)	-	(1,740)	-
East Timor	-	10,040	(63,000)	54,968	-	(2,008)	-
Papua New Guinea	-	10,000	-	-	2,415	(2,000)	10,415
Philippines	-	5,000	-	-	-	(1,000)	4,000
Philippines - Kabankalan	-	-	-	-	-	-	-
Philippines - Maasin	-	-	-	-	-	-	-
Philippines - Secretariat	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Baraka School - Kibera Slum, Kenya	-	-	-	-	-	-	-
Mirror of Hope Nairobi Kenya	-	952	(15,500)	14,738	-	(190)	-
Nzara	(37,035)	-	-	-	-	-	(37,035)
Uganda	169	-	-	(169)	-	-	-
MCST	-	-	-	-	-	-	-
India	-	-	(19,989)	19,989	-	-	-
EREPP	-	-	(2,250)	2,250	-	-	-
Emergency Relief Fund	3,840	-	5,122	-	-	-	8,962
	641,148	1,378,486	(1,239,904)	-	13,793	(185,030)	608,493
Total for other purposes	242,942	(99,473)	(449,397)	-	(13,793)	185,030	(134,691)
	884,090	1,279,013	(1,689,301)	-	-	-	473,802

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 2020**

17 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 Anthony Coates	Director	
Mr Joel Egan	Director	
Ms Christina Longmire	Director	
Mr Edward Phelan	Director	
Ms Ann Rebgetz	Director	Appointed 20/07/2020
Br Martin Sanderson	Director	
Sangster	Director	Resigned 25/08/2020
Mr Alan Zammit	Director	Resigned 25/08/2020

The responsible persons do not receive any compensation for their roles at Edmund Rice Foundation Australia.

18 Capital expenditure commitments

There are no capital expenditure commitments at balance date.

19 Events subsequent to balance date

As at the date of signing these accounts, the global COVID-19 pandemic has, from time to time, resulted in restrictions being placed on the movement, working and social habits of all Australians. The Company has put in place operational measures to ensure the safety of our employees and associates, while they continue the work of the Company. The Company will not be immune to the financial impact of the pandemic and is implementing a range of measures to best manage the likely financial impact without affecting our core mission.

Except for the Corona Virus (COVID-19) and subsequent government actions, the impacts of which on the business cannot be determined at this time, there has been no matter or circumstance, which has arisen since 31 December 2020 which has significantly affected or which may significantly affect:

- a) The operations, in financial years subsequent to 31 December 2020,
- b) The results of those operations, or
- c) State of affairs, in financial years subsequent to 31 December 2020.

20 Contingent liabilities

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

21 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 2020

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 18, 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 2020 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 24th day of June 2021

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 PERSONS OF EDMUND RICE OVERSEAS AID FUND
ABN: 85 413 988 107**

In relation to the independent audit for the year ended 31 December 2020, 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 WALLACE
Partner

PITCHER PARTNERS
Sydney

24 June 2021

**INDEPENDENT AUDITOR'S REPORT
EDMUND RICE OVERSEAS AID FUND
TO EDMUND RICE FOUNDATION (AUSTRALIA)
ABN: 85 413 988 107**

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

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 2020, the statement of profit or loss, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, 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 2020 and of its performance for the year then ended; and
- b) complying with Australian Accounting Standards – Reduced Disclosure Requirements and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*; and
- 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 (including Independence Standards)* (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.

INDEPENDENT AUDITOR'S REPORT

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

Other Information

The responsible persons 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 2020, 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 Persons' for the Financial Report

The responsible persons 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 and the *Australian Charities and Not-for-profits Commission Act 2012*, the ACFID Code of Conduct and for such internal control as the responsible persons 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 persons 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 persons 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:

INDEPENDENT AUDITOR'S REPORT

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

- 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 2020 included on the Edmund Rice Foundation's website. The responsible persons 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 WALLACE
Partner



PITCHER PARTNERS
Sydney

24 June 2021