



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 2022

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

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

**Annual Financial Report
31 December 2022**

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**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 2022**

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 2022 was \$1,165,920 (2021 financial year surplus: \$309,163).

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

The fund ceased operating during 2022, all assets and liabilities have been donated / transferred to Edmund Rice Foundation (Australia) ABN 28 153 110 055 (ERFA).

Signed for and on behalf of the Trustees



Director, Edmund Rice Foundation (Australia)

Dated at Brisbane this 19th day of June 2023

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

**Statement of Profit or Loss
for the year ended 31 December 2022**

	Note	2022 \$	2021 \$
REVENUE			
Donations and gifts			
Monetary		117,842	1,265,075
Non-monetary		-	-
Bequests and legacies		-	-
Investment income		25,957	24,562
Fundraising Income		-	-
Changes in fair value of investments through profit or loss		(12,555)	33,036
Other income		81	87
Revenue for international political or religious adherence promotion programs		-	-
TOTAL REVENUE	2	131,325	1,322,760
EXPENDITURE			
<i>International aid and development programs expenditure</i>			
International programs			
Funds to international programs		493,594	569,312
Program support costs		252,386	289,246
Community education		6,932	29,887
Fundraising costs			
Public		-	25,470
Government, multilateral and private		-	-
Accountability and administration		131,346	97,169
Non-monetary expenditure		-	-
Donation to Edmund Rice Foundation (Australia)		405,864	-
Total international aid and development programs expenditure		1,290,122	1,011,084
International political or religious adherence promotion programs expenditure		-	-
Domestic programs expenditure		-	-
TOTAL EXPENDITURE	3	1,290,122	1,011,084
(SHORTFALL) / EXCESS OF REVENUE OVER EXPENSES		(1,158,797)	311,676

During the financial year, Edmund Rice Overseas Aid Fund received no income for international political or religious proselytisation programs.

No appeal generated 10% or more of the total income for the year ended 31 December 2022. (2021: Two appeals generated 10% or more of the total income, Ruben Centre (Kenya) 42% and Growing Strong 12%.

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

**Statement of Comprehensive Income
for the year ended 31 December 2022**

	2022	2021
	\$	\$
<hr/>		
(SHORTFALL) / EXCESS OF REVENUE OVER EXPENDITURE	(1,158,797)	311,676
<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	(7,123)	(2,513)
TOTAL OTHER COMPREHENSIVE (LOSS) FOR THE YEAR	<u>(7,123)</u>	<u>(2,513)</u>
TOTAL COMPREHENSIVE (DEFICIT) / SURPLUS FOR THE YEAR	<u>(1,165,920)</u>	<u>309,163</u>

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

Edmund Rice Overseas Aid Fund

**Statement of Financial Position
as at 31 December 2022**

	Note	2022 \$	2021 \$
Assets			
Current assets			
Cash and cash equivalents	5	79,275	998,529
Trade and other receivables	6	-	29,662
Other	7	-	8,075
Total current assets		79,275	1,036,266
Non-current assets			
Financial assets at fair value through profit or loss	8	-	299,406
Plant & equipment	9	-	14,725
Leasehold improvements	10	-	8,836
Lease asset	10	-	77,972
Total non-current assets		-	400,939
Total assets		79,275	1,437,205
Liabilities			
Current liabilities			
Trade and other payables	11	79,275	181,943
Lease liability	12	-	31,371
Total current liabilities		79,275	213,314
Non-current liabilities			
Lease liability	12	-	57,971
Total non-current liability		-	57,971
Total liabilities		79,275	271,285
Net assets		-	1,165,920
Equity			
Reserves	13	-	1,165,920
Total equity		-	1,165,920

The accompanying notes on page 7 to 17 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 2022**

	Accumulated Funds Available for Future Use	Bequest Reserve	Financial Assets Reserve	Foreign Exchange Reserve	Specified Purpose Reserves	Total
Note	\$	\$	\$	\$	\$	\$
Balance at 31 December 2020	-	230,126	28,826	(10,688)	608,493	856,757
Excess of revenue over expenses for the year ended 31 December 2021	311,676	-	-	-	-	311,676
Items of other comprehensive income	-	-	-	(2,513)	-	(2,513)
Other amounts transferred (to) or from reserves						
Changes in fair value of investments through profit or loss	(33,036)	-	33,036	-	-	-
Specified purpose reserves	13 (278,640)	-	-	-	278,640	-
Balance at 31 December 2021	-	230,126	61,862	(13,201)	887,133	1,165,920
(Shortfall) of revenue over expenses for the year ended 31 December 2021	(1,158,797)	-	-	-	-	(1,158,797)
Items of other comprehensive income	-	-	-	(7,123)	-	(7,123)
Other amounts transferred (to) or from reserves						
Changes in fair value of investments through profit or loss	12,555	-	(12,555)	-	-	-
Realisation	49,307	-	(49,307)	-	-	-
Specified purpose reserves	13 834,830	-	-	-	(834,830)	-
Transfer to Edmund Rice Foundation (Australia)	262,105	(230,126)	-	20,324	(52,303)	-
Balance at 31 December 2022	-	-	-	-	-	-

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

EDMUND RICE OVERSEAS AID FUND

**Statement of Cash Flows
for the year ended 31 December 2022**

	Note	2022 \$	2021 \$
Cash flows from operating activities			
Receipts from customers, donors & ministries		86,137	1,489,106
Payments for projects and to suppliers and employees		(998,218)	(954,501)
Interest received		81	87
Investment income		25,957	24,562
<i>Net cash flows (used in) / provided by operating activities</i>		<u>(886,043)</u>	<u>559,254</u>
Cash flows from investing activities			
Payments for investments		(79)	(44)
Purchase of plant & equipment		(1,761)	(4,490)
<i>Net cash flows (used in) investing activities</i>		<u>(1,840)</u>	<u>(4,534)</u>
Cash flows from financing activities			
Principal element of lease payments		(31,371)	(29,993)
<i>Net cash flows (used in) financing activities</i>		<u>(31,371)</u>	<u>(29,993)</u>
Net (decrease) / increase in cash held		(919,254)	524,727
Cash at beginning of year		998,529	473,802
<i>Cash at end of year</i>		<u>79,275</u>	<u>998,529</u>

The accompanying notes on pages 7 to 17 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 2022**

1 Summary of Significant Accounting Policies

Basis of Preparation

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards - Simplified Disclosure. This includes compliance with the recognition and measurement requirements of all Australian Accounting Standards, Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board and the disclosure requirements of AASB 1060 *General Purpose Financial Statements - Simplified Disclosures for For Profit and Not-for Profit Tier 2 Entities*.

The prior year financial report was prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements. The transition from the previous financial reporting framework to Australian Accounting Standards - Simplified Disclosures has not affected the reported financial position, financial performance and cash flows.

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 19th day of June 2023.

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 2022**

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 2022**

1 Summary of significant accounting policies (cont.d)

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.

(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.

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

**Notes to the Financial Statements
for the year ended 31 December 2022**

1 Summary of significant accounting policies (cont.d)

(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.

(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.

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

**Notes to the Financial Statements
for the year ended 31 December 2022**

	2022 \$	2021 \$
2 Revenue		
Other revenue		
Donations & gifts - overseas aid fund	117,842	1,265,075
	<u>117,842</u>	<u>1,265,075</u>
Interest and investment income		
Interest received	81	87
Investment income	25,957	24,562
	<u>26,038</u>	<u>24,649</u>
Changes in fair value of investments through profit or loss	<u>(12,555)</u>	<u>33,036</u>
	<u>131,325</u>	<u>1,322,760</u>
3 Expenses		
Funds to international programs	493,594	569,312
Program support costs	25,565	37,626
Community education	6,932	17,994
Project monitoring	14,991	8,873
Administration expenses	37,211	40,067
Employee benefits	211,827	280,110
Depreciation	8,176	10,210
Amortisation of lease	26,286	19,847
Lease interest	3,249	4,627
Auditor's remuneration	56,427	22,418
	<u>884,258</u>	<u>1,011,084</u>
4 Employee benefit expenses		
Wages and salaries (Nairobi office)	211,827	167,909
Wages and salary contribution (Australian Office)	-	112,201
	<u>211,827</u>	<u>280,110</u>
5 Cash and cash equivalents		
Cash at bank	79,275	777,662
Cash at call	-	220,216
Petty cash	-	651
	<u>79,275</u>	<u>998,529</u>
6 Trade and other receivables		
Trade debtors	-	29,662
	<u>-</u>	<u>29,662</u>
7 Other		
Prepayments	-	6,332
GST input credits	-	1,743
	<u>-</u>	<u>8,075</u>
8 Financial assets at fair value through profit or loss		
Financial assets	-	299,406
	<u>-</u>	<u>299,406</u>

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

**Notes to the Financial Statements
for the year ended 31 December 2022**

	2022 \$	2021 \$
9 Plant & equipment		
(i) Office furniture & fittings	-	21,596
Less: accumulated depreciation	-	(10,850)
	<u>-</u>	<u>10,746</u>
(ii) Info communications & technology	-	10,781
Less: accumulated depreciation	-	(6,802)
	<u>-</u>	<u>3,979</u>
Total plant & equipment	<u>-</u>	<u>14,725</u>
Movement during year		
(i) Office furniture & fittings		
Carrying amount as at 1 January	10,746	15,190
Additions	-	-
Depreciation charge for the period	(2,781)	(4,444)
Transfer to Edmund Rice Foundation (Australia)	(7,965)	-
Carrying amount at 31 December	<u>-</u>	<u>10,746</u>
(ii) Info communications & technology		
Carrying amount as at 1 January	3,979	2,312
Additions	1,761	4,490
Depreciation charge for the period	(1,136)	(2,823)
Transfer to Edmund Rice Foundation (Australia)	(4,604)	-
Carrying amount at 31 December	<u>-</u>	<u>3,979</u>
10 Lease asset		
(i) Leasehold improvements	17,665	17,665
Less: accumulated amortisation	(12,506)	(8,829)
Transfer to Edmund Rice Foundation (Australia)	(5,159)	-
	<u>-</u>	<u>8,836</u>
(ii) ROU lease asset	168,518	168,518
Less: accumulated amortisation	(120,729)	(90,546)
Transfer to Edmund Rice Foundation (Australia)	(47,789)	-
	<u>-</u>	<u>77,972</u>
Total lease assets	<u>-</u>	<u>86,808</u>
Movement during year		
(i) Leasehold improvements		
Carrying amount as at 1 January	8,836	11,779
Additions	-	-
Amortisation charge for the period	(3,677)	(2,943)
Transfer to Edmund Rice Foundation (Australia)	(5,159)	-
Carrying amount at 31 December	<u>-</u>	<u>8,836</u>
(ii) ROU lease asset		
Carrying amount as at 1 January	77,972	108,154
Additions	-	-
Amortisation charge for the period	(30,183)	(30,182)
Transfer to Edmund Rice Foundation (Australia)	(47,789)	-
Carrying amount at 31 December	<u>-</u>	<u>77,972</u>

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

**Notes to the Financial Statements
for the year ended 31 December 2022**

	2022	2021
	\$	\$
11 Trade and other payables		
<i>Creditors</i>		
Trade creditors	-	164,794
Sundry creditors	79,275	12,400
	79,275	177,194
<i>Other payables</i>		
Employee payables (Nairobi office)	-	(464)
Tax payables (Nairobi office)	-	5,213
	-	4,749
Total trade and other payables	79,275	181,943
12 Lease liability		
Current lease liability (Nairobi office)	-	31,371
Non current lease liability (Nairobi office)	-	57,971
	-	89,342
Total cash outflows for leases for the year	29,993	29,993
<p>The lease in place is for premises in Nairobi, and has a term of 6 years.</p> <p>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 Entity has an option to extend this lease for a further six years after expiry. At balance date, it is not reasonably certain that the Entity will exercise the option to extend the lease and therefore it has not been included in the measurement of lease liabilities.</p> <p>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.</p> <p>Edmund Rice Foundation (Australia) has assumed responsibility for the operation so the Edmund Rice Overseas Aid Fund and all its liabilities.</p>		
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	230,126
Additions	-	-
Transfer to Edmund Rice Foundation (Australia)	(230,126)	-
Balance as at 31 December	-	230,126
Financial assets		
The Financial assets reserve records the unrealised market movements on available for sale investment assets.		
Balance as at 1 January	61,862	28,826
Unrealised (loss)	(12,555)	33,036
Realised	(49,307)	-
Balance as at 31 December	-	61,862
Foreign currency		
Balance as at 1 January	(13,201)	(10,688)
Unrealised (losses)	(7,123)	(2,513)
Realised	20,324	-
Balance as at 31 December	-	(13,201)

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

**Notes to the Financial Statements
for the year ended 31 December 2022**

	2022	2021
	\$	\$
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	-	132,535
Africa		
Africa	-	117,712
Development Office	(331,635)	(109,330)
EFL - DA	63,807	65,807
ERC Nairobi - Non DA	-	(388)
ERCEC - DA	(125,373)	-
Growing Strong	96,359	235,145
Ruben - DA	389,648	399,315
Ruben - Non DA	(8,656)	-
Oceania		
Philippines	-	4,000
Papua New Guinea	26,747	22,216
East Timor	(3,715)	-
Other		
Emergency Relief Fund	20,121	20,121
Justice Desk	(75,000)	-
	52,303	887,133
Transfer to Edmund Rice Foundation (Australia)	(52,303)	-
Total Reserves	-	1,165,920
14 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	13,402	57,598
	13,402	57,598
Amounts paid to related parties		
Contribution paid to Trustee re operational costs and salaries	-	159,661
Disbursement of funds to complying projects managed by the Congregation of Christian Brothers Pan Africa Province	633,695	748,121
Disbursement of funds to complying projects managed by the Christian Brothers within Oceania Province (overseas)	57,450	16,530
	691,145	924,312
(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	-	5,100
Trade receivable from Trustees of the Christian Brothers	-	244,562
Financial assets held with Trustees of the Christian Brothers	-	299,406
Payable to Trustee	79,275	159,661
Trade payables to Trustee of the Christian Brothers	-	3,000
(c) Key management personnel		
The aggregate compensation made to key management personnel of the entity is set out below:		
Aggregate compensation	-	112,201
	-	112,201
(d) Donation to Edmund Rice Foundation (Australia)		
The assets and liabilities of Edmund Rice Overseas Aid Fund donated / transferred to Edmund Rice Foundation (Australia) at 31 December 2022		
Donation to Edmund Rice Foundation (Australia)	405,864	-
	405,864	-

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.

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

EDMUND RICE OVERSEAS AID FUND

**Notes to the Financial Statements
for the year ended 31 December 2022**

15 Specific purpose reserve movements

2021 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	31,659	239,369	-	(97,188)	10,650	(59,821)	124,669
Africa							
Africa	82,750	12,313	-	-	-	(3,078)	91,985
Development Office	(42,370)	100,000	(169,711)	-	-	2,751	(109,330)
East Africa	7,029	-	-	-	9,698	-	16,727
Eldoret	68,870	-	(3,063)	-	-	-	65,807
Edmund Rice Camps Nairobi	-	-	(2,336)	2,336	-	-	-
Embulbul	-	121,776	(91,332)	-	-	(30,444)	-
ERAN Kenya	-	-	(8,563)	8,563	-	-	-
Growing Strong	166,745	150,000	(81,600)	-	-	-	235,145
Mary Rice Centre	-	7,765	(8,563)	2,351	-	(1,941)	(388)
Ruben	295,292	526,445	(382,953)	-	-	(42,645)	396,139
Ruben Special Projects	3,176	-	-	-	-	-	3,176
West Africa	9,000	-	-	-	-	-	9,000
Yambio	-	10,488	-	-	-	(2,622)	7,866
Oceania							
East Timor	-	22,040	(16,530)	-	-	(5,510)	-
Papua New Guinea	10,415	10,000	-	-	4,301	(2,500)	22,216
Philippines	4,000	-	-	-	-	-	4,000
Other							
Mirror of Hope Nairobi Kenya	-	10,000	(7,500)	-	-	(2,500)	-
Nzara	(37,035)	-	-	37,035	-	-	-
ERECP	-	-	(46,903)	46,903	-	-	-
Emergency Relief Fund	8,962	54,879	(30,000)	-	-	(13,720)	20,121
	608,493	1,265,075	(849,054)	-	24,649	(162,030)	887,133
Total for other purposes	(134,691)	218,687	(109,981)	-	(24,649)	162,030	111,396
	473,802	1,483,762	(959,035)	-	-	-	998,529

2022 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	Transfer to Edmund Rice Foundation (Australia)	Cash available at end of financial year
	\$	\$	\$	\$	\$	\$	\$	\$
Overseas General	132,535	-	(5,000)	(138,824)	11,289	-	-	-
Africa								
Africa - DA	117,712	-	(3,600)	(124,330)	10,218	-	-	-
Development Office	(109,330)	-	(189,591)	-	-	(32,714)	331,635	-
EFL - DA	65,807	-	(2,000)	-	-	-	(63,807)	-
ERC Nairobi - DA	-	-	(53,174)	53,174	-	-	-	-
ERC Nairobi - Non DA	(388)	-	(4,000)	4,388	-	-	-	-
ERCEC - DA	-	-	(162,943)	37,570	-	-	125,373	-
ERCEC - Non DA	-	-	(9,274)	9,274	-	-	-	-
ERECP - DA	-	-	(22,433)	22,433	-	-	-	-
Growing Strong	235,145	-	(138,786)	-	-	-	(96,359)	-
Ruben - DA	399,315	-	(9,667)	-	-	-	(389,648)	-
Ruben - Non DA	-	-	(33,227)	24,571	-	-	8,656	-
Oceania								
East Timor	-	-	(23,150)	19,435	-	-	3,715	-
Timor Leste - Vanilla project	-	-	(14,300)	14,300	-	-	-	-
Papua New Guinea	22,216	-	-	-	4,531	-	(26,747)	-
Philippines	4,000	-	(20,000)	16,000	-	-	-	-
Other								
Mirror of Hope Nairobi Kenya	-	-	(42,009)	42,009	-	-	-	-
MCDP - DA	-	-	(20,000)	20,000	-	-	-	-
Justice Desk	-	-	(75,000)	-	-	-	75,000	-
Emergency Relief Fund	20,121	-	-	-	-	-	(20,121)	-
	887,133	-	(828,154)	-	26,038	(32,714)	(52,303)	-
Total for other purposes	111,396	80,804	(171,904)	-	(26,038)	32,714	52,303	79,275
	998,529	80,804	(1,000,058)	-	-	-	-	79,275

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 2022**

16 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
Br Clem Barrett	Director
Mr Anthony Coates	Director
Mr Geoffrey Doyle	Director
Ms Christina Longmire	Director
Mr Neil O'Hare	Director
Ms Ann Rebgetz	Director
Ms Kate Walsh-Rose	Director

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

17 Capital expenditure commitments

There are no capital expenditure commitments at balance date.

18 Events subsequent to balance date

As at the 31st December 2022, Edmund Rice Overseas Aid Fund ceased to operate, all assets and liabilities were transferred to Edmund Rice Foundation (Australia).

Edmund Rice Foundation (Australia), ABN 28 153 110 055, a company limited by guarantee, was granted PBI status during 2021. Edmund Rice Foundation (Australia) has a similar purpose to that of Edmund Rice Overseas Aid Fund and will assume the operations of the Fund. This includes assuming the assets and liabilities of the Fund.

19 Contingent liabilities

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

20 Organisation details

(a) Principal place of business

The principal place of business of the entity is
126-156 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 2022

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 16, are in accordance with the *Australian Charities and Not-For-Profits Commission Act (2012)* and:
 - (a) comply with Australian Accounting Standards - Simplified disclosure requirements (including Australian Accounting Interpretations) as applicable; and
 - (b) give a true and fair view of the financial position as at 31 December 2022 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 Overseas Aid Fund 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 Regulations 2022*.

This declaration is made in accordance with a resolution of the Board of Directors of the Trustee for the Edmund Rice Overseas Aid Fund:



Director

Dated at Brisbane this 19th day of June 2023

Pitcher Partners Sydney Partnership

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 2022, 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

19 June 2023

Pitcher Partners Sydney Partnership

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

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**Independent Auditor's Report
Edmund Rice Overseas Aid Fund**

**To Edmund Rice Foundation (Australia)
ABN: 85 413 988 107**

Report on the Financial Report**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 2022, 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 the financial report of the Fund has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- a) Giving a true and fair view of the Fund's financial position as at 31 December 2022 and of its performance for the year then ended;
- b) Complying with Australian Accounting Standards – Simplified Disclosures and Division 60 of the *Australian Charities and Not-for-profits Commission Regulations 2022*; and
- c) Complying with the Australian Council for International Development (ACFID) Code of Conduct.

Basis for Opinion

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.

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 2022 but does not include the financial report and our auditor's report thereon.

**To Edmund Rice Foundation (Australia)
ABN: 85 413 988 107**

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 – Simplified Disclosures 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:

- 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.

**To Edmund Rice Foundation (Australia)
ABN: 85 413 988 107**

- 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 2022 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

19 June 2023



Pitcher Partners
Sydney