

# **PARTNERS IN AID LIMITED**

**A.B.N. 50 006 946 550**

FINANCIAL REPORT

FOR THE YEAR ENDED

30 JUNE 2015

**PARTNERS IN AID LIMITED**  
**A.B.N. 50 006 946 550**

**DIRECTORS' REPORT**

Your directors present this report on the entity for the financial year ended 30 June 2015.

**DIRECTORS**

The names of each person who has been a director during the year and to the date of this report are:

Ian D. Pickering  
Lyn Pickering  
Andrea Pickering  
Glenys Mary Hughes  
Ann-Marie Maltby  
Kristin Aitken  
Graham Andrew Moore  
Amanda Jane Stone  
Mary Dunne – resigned 24 October 2014  
Phillip McMillan

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

**PRINCIPAL ACTIVITY**

The principal activity of the entity during the financial year was an Overseas Aid Organisation. No significant changes in the nature of the entity's activity occurred during the financial year.

**THE ENTITY'S SHORT TERM OBJECTIVE IS:**

To promote and assist with local community and economic development projects. Work includes watershed management, job skill training, eye-care camps, women's self-help groups, school programs and child sponsorship.

**THE ENTITY'S LONG TERM OBJECTIVE IS:**

To improve the living standards through environmentally sustainable approaches in rural and urban areas in developing countries.

**PARTNERS IN AID LIMITED**  
**A.B.N. 50 006 946 550**

**DIRECTORS' REPORT (Continued)**

**TO ACHIEVE THESE OBJECTIVES, THE ENTITY HAS ADOPTED THE FOLLOWING STRATEGIES.**

- Selecting and managing all projects with respect and sensitivity to local values and customs, never using access to donors' money to impose our cultural values on counterpart agencies, or recipient communities.
- Ensuring that any potential conflict arising from a mismatch between the values of the sponsors and/or the Board of Partners In Aid Ltd, and the cultural values of the counterpart agency and/or recipient country, is avoided by the careful selection of both projects and overseas partners.
- Working closely with counterpart agencies to endeavour to ensure at all times that donors' money is spent in accordance with the initial project proposals.
- Being open and accountable to Partners In Aid Ltd donors.
- Guaranteeing that, if for some reason beyond the control of Partners In Aid Ltd, money donated for a particular purpose cannot be effectively used in the way intended, donors will be informed, and alternative uses of the money proposed.
- Endeavouring at all time to keep the proportion of donors' money spent on administration to below 15%.
- Embracing the Partners In Aid Ltd guiding principles.

**INFORMATION ON DIRECTORS**

**Ann-Marie Maltby**

Qualifications:

Experience:

Vice Chairperson

Dentist

Board member since 21 May, 2005

**PARTNERS IN AID LIMITED**  
**A.B.N. 50 006 946 550**

**DIRECTORS' REPORT (Continued)**

**Ian David Pickering:**

Qualifications:

Experience:

Director

Self-Employed Nurseryman

Board member since 1 October, 1992  
also served as Chairman

**Lynette Margaret Pickering:**

Qualifications:

Experience:

Director

Secretary & Office Manager

Board member since 14 October, 1993

**Andrea Pickering**

Qualifications:

Experience:

Treasurer

Office Manager

Board member since 18 October, 1996

**Glenys Mary Hughes:**

Qualifications:

Experience:

Director

Country Director – Philippines

Community Support Co-Ordinator

Board member since 28 October, 1997

**Kirstin Aitken**

Qualifications:

Experience:

Director

Anthropologist, IT Business Analyst.

Board member since 18 October, 2007

**Graham Moore**

Qualifications:

Experience:

Director and Secretary

Teacher – Environmental Engineering

Board member since 21 February, 2008

**Amanda Stone**

Qualifications:

Experience:

Deputy Chairperson

Country Director - India

Secondary School Teacher

Board member since 21 February, 2008

**Mary Dunne**

Qualifications:

Experience:

Director

Marketing Consultant

Board Member since 18<sup>th</sup> June 2009

**Phillip McMillan:**

Qualifications:

Experience:

Director

Chef, training and assessment in chefs  
and hospitality

Board member since 19 October, 2013

**PARTNERS IN AID LIMITED**  
**A.B.N. 50 006 946 550**

**DIRECTORS' REPORT (Continued)**

**MEETINGS OF DIRECTORS**

During the financial year, 9 meetings of directors were held. Attendees by each director were as follows:

	<u>Directors' Meetings</u>	
	<u>Number eligible to attend</u>	<u>Number attended</u>
Ann-Marie Maltby	9	7
Ian D. Pickering	9	8
Lyn Pickering	9	8
Andrea Pickering	9	8
Glenys Mary Hughes	9	7
Kirstin Aitken	9	6
Graham Moore	9	9
Amanda Stone	9	8
Mary Dunne	4	1
Phillip McMillan	9	4

**MEMBERS' GUARANTEE**

The entity is incorporated under the Corporations Act 2001 and is an entity limited by guarantee. If the entity is wound up, the constitution states that each member is required to contribute a maximum of \$50 each towards meeting any outstandings and obligations of the entity. At 30 June 2015 the number of members was 38.

**AUDITOR'S INDEPENDENCE DECLARATION**

The lead auditor's independence declaration for the year ended 30 June 2015 has been received and is attached to the directors' report.

Signed in accordance with a resolution of the Board of Directors.

.....  
Amanda Stone

.....  
Andrea Pickering

Dated this 20th day of November 2015.

**PARTNERS IN AID LIMITED**  
**A.B.N. 50 006 946 550**

**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 60-40  
OF THE AUSTRALIAN CHARITIES AND NOT-FOR-PROFITS COMMISSION ACT 2012**  
**TO THE DIRECTORS OF PARTNERS IN AID LIMITED**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2015 there have been no contraventions of:

- (i) the auditor independence requirements as set out in the Australian Charities and Not-for-profits Commission Act 2012 in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

Ashfords Audit and Assurance Pty Ltd

.....  
Ryan H. Dummett – C.A.

Suite 12  
14 Garden Boulevard  
Dingley Vic 3172

Dated this 19th day of November 2015.

**PARTNERS IN AID LIMITED****A.B.N. 50 006 946 550****STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED  
30 JUNE 2015**

	<u>NOTE</u>	<u>2015</u>	<u>2014</u>
		\$	\$
<b>INCOME</b>			
Subscriptions from Members		932	1,432
Donations and Appeals		<u>158,536</u>	<u>157,179</u>
		159,468	158,611
Bequests Received		10,000	-
Investment Income		<u>4,160</u>	<u>4,857</u>
<b>TOTAL INCOME</b>	<b>1</b>	<u><b>173,628</b></u>	<u><b>163,468</b></u>
<b>LESS: EXPENDITURE</b>			
Accounting and Audit Fees	2	2,910	3,060
Bank Charges		17	109
Depreciation – Office Equipment		-	78
Insurance, Workcover and Superannuation		1,038	1,039
Overseas and Local Travel		12,098	2,219
Postage and Telephone		1,265	1,243
Printing, Stationery and Advertising		1,204	1,712
Subscriptions		1,626	1,594
Sundries		<u>90</u>	<u>89</u>
		<u>20,248</u>	<u>11,143</u>
<b>OPERATING SURPLUS</b>		<b>153,380</b>	<b>152,325</b>
<b>DISBURSEMENTS</b>			
India		123,388	93,711
Philippines		11,085	10,500
Bangladesh		<u>33,910</u>	<u>30,609</u>
		<u>168,383</u>	<u>134,820</u>
<b>PROFIT (LOSS) FROM OPERATIONS</b>		<u><b>(15,003)</b></u>	<u><b>17,505</b></u>
<b>OTHER COMPREHENSIVE INCOME</b>		<b>-</b>	<b>-</b>
<b>TOTAL COMPREHENSIVE INCOME OF THE COMPANY</b>		<u><b>(15,003)</b></u>	<u><b>17,505</b></u>

The accompanying notes form part of these financial statements.

**PARTNERS IN AID LIMITED**

**A.B.N. 50 006 946 550**

**STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2015**

	<u>NOTE</u>	<u>2015</u>	<u>2014</u>
		\$	\$
<b>CURRENT ASSETS</b>			
Cash assets	3	155,174	152,656
Tax assets	4	77	97
Term Deposit	5	<u>34,522</u>	<u>51,812</u>
<b>TOTAL CURRENT ASSETS</b>		<u>189,773</u>	<u>204,565</u>
<b>NON-CURRENT ASSETS</b>			
Office equipment	6	<u>-</u>	<u>-</u>
<b>TOTAL NON-CURRENT ASSETS</b>		<u>-</u>	<u>-</u>
<b>TOTAL ASSETS</b>		<u>189,773</u>	<u>204,565</u>
<b>CURRENT LIABILITIES</b>			
Tax liabilities	7	55	61
Other	8	<u>831</u>	<u>614</u>
<b>TOTAL CURRENT LIABILITIES</b>		<u>886</u>	<u>675</u>
<b>NET ASSETS</b>		<u>188,887</u>	<u>203,890</u>
<b>EQUITY</b>			
Retained earnings		<u>188,887</u>	<u>203,890</u>
<b>TOTAL EQUITY</b>		<u>188,887</u>	<u>203,890</u>

The accompanying notes form part of these financial statements.



**PARTNERS IN AID LIMITED**  
**A.B.N. 50 006 946 550**

**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED**  
**30 JUNE 2015**

	\$	\$
	<b>Retained Earnings</b>	<b>Total</b>
<b>Balance at 1 July 2013</b>	186,385	186,385
Profit (Loss) attributable to the company	<u>17,505</u>	<u>17,505</u>
<b>Balance at 30 June 2014</b>	203,890	203,890
Profit (Loss) attributable to the company	<u>(15,003)</u>	<u>(15,003)</u>
<b>Balance at 30 June 2015</b>	<u>188,887</u>	<u>188,887</u>

The accompanying notes form part of these financial statements.

**PARTNERS IN AID LIMITED**  
**A.B.N. 50 006 946 550**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED**  
**30 JUNE 2015**

	<u>NOTE</u>	<u>2015</u>	<u>2014</u>
		\$	\$
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Receipts from operating income			
Donations		158,531	157,126
Memberships		863	886
Payments for operating expenses		(188,326)	(145,823)
Sundry Income		10,000	-
Interest received		<u>4,160</u>	<u>4,857</u>
Net cash generated from operating activities	11	<u>(14,772)</u>	<u>17,046</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
(Reinvestment)/Redemption of term deposit		<u>17,290</u>	<u>(1,873)</u>
Net cash generated from investing activities		<u>17,290</u>	<u>(1,873)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Net cash generated from financing activities		<u>-</u>	<u>-</u>
Net increase/(decrease) in cash held		2,518	15,173
Cash at the beginning of the financial year		<u>152,656</u>	<u>137,483</u>
Cash at the end of the financial year	3	<u>155,174</u>	<u>152,656</u>

The accompanying notes form part of these financial statements.

# **PARTNERS IN AID LIMITED**

**A.B.N. 50 006 946 550**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015**

### **NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements of the Australian Accounting Standards Board (AASB) and the Australian Charities and Not-for-profits Commission Act 2012. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. 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 financial statements were authorised for issue on 20<sup>th</sup> November 2015 by the directors of the company.

### **Accounting Policies**

#### **(a) Revenue**

Donations and bequests are recognised as revenue when received unless they are designated for a specific purpose, where they are carried forward as prepaid income on the statement of financial position.

Interest income is recognised as revenue when received.

**PARTNERS IN AID LIMITED**  
**A.B.N. 50 006 946 550**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**30 JUNE 2015 (Continued)**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Subscription income is recognised as revenue when incurred and any prepaid income is treated as unearned income in the statement of financial position.

**(b) Equipment**

Equipment is measured on the cost basis less depreciation and impairment losses. The carrying amount of equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from those assets.

**(c) Depreciation**

The depreciable amount of all fixed assets (equipment) is depreciated on a diminishing value method over the asset's useful life to the entity commencing from the time the asset is held ready for use.

The depreciation rate used for all equipment is 37.5%.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Assets' carrying amounts is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

**(d) Financial Instruments**

The term deposit is a fixed interest security valued at its face value. It is classified as a current asset in the statement of financial position as its maturity date is less than 12 months.

**PARTNERS IN AID LIMITED**  
**A.B.N. 50 006 946 550**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**30 JUNE 2015 (Continued)**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(e) Impairment of Assets**

At the end of each reporting period, the directors review the carrying values of its tangible assets to determine whether there is any indication of impairment. If such an indicator exists, the recoverable amount of the asset, being the higher of the assets fair value less costs to sell and value in use, is compared to the assets carrying value. Any excess of the assets carrying value over its recoverable amount is expensed to the statement of comprehensive income.

**(f) Cash and Cash Equivalents**

For the purposes of the statement of cash flows, cash includes cash on hand, at banks and on short term deposits which can be accessed within two working days. Term deposits are not considered a cash and cash equivalent.

**(g) GST**

Revenues, expenses and assets are recognised net of the amount of GST, except where the item is GST free (i.e. donations collected). Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the statement of cash flows on a gross basis.

**(h) Income Tax**

No provision for income tax has been raised as the entity is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

**(i) Comparative Figures**

Certain comparative figures have been changed to conform with changes in presentation in the current financial year.

**PARTNERS IN AID LIMITED**  
**A.B.N. 50 006 946 550**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**30 JUNE 2015 (Continued)**

	<u>2015</u>	<u>2014</u>
	\$	\$
<b>NOTE 2: AUDITORS REMUNERATION</b>		
Remuneration of auditor		
• audit of financial statements	<u>2,910</u>	<u>3,060</u>
<b>NOTE 3: CASH AND CASH EQUIVALENTS</b>		
Cash at Bank	<u>155,174</u>	<u>152,656</u>
<b>NOTE 4: TAX ASSETS</b>		
Input tax credits	<u>77</u>	<u>97</u>
<b>NOTE 5: FINANCIAL ASSETS</b>		
Term Deposit	<u>34,522</u>	<u>51,812</u>
<b>NOTE 6: OFFICE EQUIPMENT</b>		
Office Equipment - at cost	1,000	1,000
Less: Accumulated Depreciation	<u>1,000</u>	<u>1,000</u>
	<u>-</u>	<u>-</u>
Low value asset pool at net written down value	<u>-</u>	<u>-</u>
Total Office Equipment	<u>-</u>	<u>-</u>

**PARTNERS IN AID LIMITED**  
**A.B.N. 50 006 946 550**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**30 JUNE 2015 (Continued)**

	<u>2015</u>	<u>2014</u>
	\$	\$
<b>NOTE 7: TAX LIABILITIES</b>		
GST Collected	<u>55</u>	<u>61</u>
<b>NOTE 8: OTHER</b>		
Income in Advance	545	614
Sundry Creditor	<u>286</u>	<u>-</u>
	<u>831</u>	<u>614</u>

**NOTE 9: MEMBERS' GUARANTEE**

The entity is incorporated under the Corporations Act 2001 and is an entity limited by guarantee. If the entity is wound up, the constitution states that each member is required to contribute a maximum of \$50 each towards meeting any outstandings and obligations of the entity. At 30 June 2015 the number of members was 38.

**NOTE 10: CONTINGENT LIABILITIES**

As at the date of preparation of the financial statements and on advice from the Board of Directors, the following funds are committed for the year ended 30 June 2016 to the projects and cost areas listed hereunder:

Bangladesh: JRDP Project	\$ 21,000
Bangladesh: TTIS Project	12,931
Philippines: Project	14,622
India: S.E.D.S. Project	34,280
India: S.E.D.S. Child Sponsorship	21,060
India: S.E.D.S. Low Carbon	9,807
India: ABWU Sponsorship	<u>15,504</u>
	<u>\$ 129,204</u>

Cash funds available to meet these commitments at 30 June 2015 total \$155,174 as per the statement of financial position.

**PARTNERS IN AID LIMITED**  
**A.B.N. 50 006 946 550**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**30 JUNE 2015 (Continued)**

<b>NOTE 11: CASH FLOW INFORMATION</b>	<u>2015</u>	<u>2014</u>
	\$	\$
<b>Reconciliation of cash flow from operations with operating profit/(loss) after disbursements</b>		
Operating profit/(loss) after disbursements	(15,003)	17,505
Non-cash flows in operating profit/(loss)		
Depreciation	-	78
Changes in assets and liabilities:		
Increase/(Decrease) in sundry creditors	286	-
Increase/(Decrease) in prepaid income	(69)	(546)
(Increase)/Decrease in tax assets	20	63
Increase/(Decrease) in tax liabilities	<u>(6)</u>	<u>(54)</u>
<b>Cash flows from operations</b>	<u>(14,772)</u>	<u>17,046</u>

**NOTE 12: SEGMENT REPORTING.**

The company operates in one business segment, being the provision of charitable aid in countries outside Australia.

**NOTE 13: ENTITY DETAILS**

The registered office and principal place of business of the company is:

159 Cranbourne Road  
Narre Warren VIC 3805

**NOTE 14: SUBSEQUENT EVENTS**

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operation of the company, the results of those operations, or the state of affairs of the company in subsequent financial years.



**PARTNERS IN AID LIMITED**  
**A.B.N. 50 006 946 550**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**30 JUNE 2015 (Continued)**

**NOTE 15: Key Management Personnel Compensation**

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity is considered key management personnel.

The totals of remuneration paid to key management personnel (KMP) of the company during the year are as follows:

	<u>2015</u>	<u>2014</u>
	<b>\$</b>	<b>\$</b>
Key management personnel compensation	-	-

**NOTE 16: Other Related Party Transactions**

Other related parties include close family members of key management personnel and entities that are controlled or jointly controlled by those key management personnel individually or collectively with their close family members.

There were no transactions between related parties during the financial year.

**NOTE 17: Financial risk management**

The company's financial instruments consist mainly of deposits with banks, local money market instruments, receivables and short-term investments.

The carrying amounts for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

**PARTNERS IN AID LIMITED**  
**A.B.N. 50 006 946 550**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**30 JUNE 2015 (Continued)**

**Note 17: Financial risk management (Continued)**

	<u>NOTE</u>	<u>2015</u>	<u>2014</u>
		\$	\$
<b>Financial assets</b>			
Cash and cash equivalents	3	155,174	152,656
Tax assets	4	77	97
Term deposits	5	34,522	51,812
<b>Total financial assets</b>		<u>189,773</u>	<u>204,565</u>
<b>Financial liabilities</b>			
Financial liabilities at amortised cost:			
– Tax liabilities	7	55	61
– Other	8	831	614
<b>Total financial liabilities</b>		<u>886</u>	<u>675</u>

**Fair Values**

Fair values of term deposit investments are based on quoted market prices at the end of the reporting period.

**PARTNERS IN AID LIMITED**  
**A.B.N. 50 006 946 550**

DIRECTORS' DECLARATION

The directors have determined that the company is a reporting entity and that this general purpose financial report should be prepared in accordance with the accounting policies described in Note 1 to the financial statements.

The directors of the company declare that:

1. The financial statements and notes are in accordance with the Australian Charities and Not-for-profits Commission Act 2012:
  - (i) comply with Australian Accounting Standards; and
  - (ii) give a true and fair view of the financial position as at 30 June 2015 and of the performance for the year ended on that date of the entity.
2. In the directors' opinion there are reasonable grounds to believe that the entity will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

.....  
Amanda Stone

.....  
Andrea Pickering

Dated this 20<sup>th</sup> day of November 2015.