

JULY 2017 – JUNE 2018

Our mission is to empower, connect and support people with neuromuscular conditions, and be an effective advocate for the neuromuscular community



MDNSW BOARD (AS AT 10/11/2018)

Anthony Ball	President and Chairperson of the Board
Shannon Finch	Vice President
Rick Arnheim	Honorary Treasurer
Dr Kristi Jones	Medical Director
Kim Brislane	
Dr Christina Liang	PATRON – His Excellency General The
David Kay	Honourable David Hurley AC DSC (Ret'd)
Nathan Teong	
Stuart Uhlhorn	HONORARY SOLICITOR - Simon Gates
	AUDITOR - Jane Victoria Perry

MUSCULAR DYSTROPHY NSW STAFF (AS AT 10/11/2018)

Charlotte Sangster	General Manager
Maralyn McCann	Office Manager
Angelito Escalada	Finance Manager
Gracia Selina	Finance Officer
Louise Walpole	Development Coordinator
Joan Martin	Client Services Manager
Mitchell Taylor	Client Programs Coordinator
Ganesh Kakani	Client Services Coordinator
Jenny Smith	Client Services Events & Administration Support
Milvia Harder	Project Officer
Carolyn Campbell-McLean	Project Officer

VISION

Our vision is *that everyone with a neuromuscular condition can live the life they choose.*

VALUES

Empowerment and responsiveness
Integrity and respect
Partnerships and teamwork

Muscular Dystrophy Association of New South Wales
ABN 11 774 587 436

OBJECTIVE

The objective of Muscular Dystrophy NSW is to provide support and services to our clients, all of whom have a neuromuscular condition, or are caring for someone with a neuromuscular condition. As a charity with a Deductible Gift Recipient (DGR) status, Muscular Dystrophy NSW is committed to delivering quality services to all of its clients. Muscular Dystrophy NSW has a Board of Governance which provides strategic direction. The Board comprises health professionals, people with a neuromuscular condition, or who care for one who does, and people who have skills in areas such as finance, governance and strategic planning. The Board's direct link to the management of the organisation is through the General Manager who is the conduit between the strategic direction and the operational delivery of services.

At an operational level, the organisation is split into four teams, each with specialised skills in their area. These teams work collaboratively and cohesively to ensure support and services are being delivered in response to the needs of clients. The teams are Client Services, Fundraising, Finance and Operations.

OUR SERVICES

Information, Referral & Advocacy
Individual and Family Support
Support Coordination
Assistance to Regional & Rural NSW
Camp Program
Weekend Retreats
Peer Connect Program
Medical and Information Seminars
Research Funding/Scholarship

Support through Clinics
Support to service providers
Cough Assist Machine Loan Program
Schools Boccia Equipment Loan Program
Client Newsletter
The Duke of Edinburgh's Award
Community events & sporting program
Support to National Electric Wheelchair
Sports (NEWS)



Camp Kula N' Gadu 2017

PRESIDENT'S REPORT

It is a privilege to be a part of the MD NSW team, and to serve as President. I have been on the board for a relatively short time, but I have quickly appreciated the amazing work of our people and their strong commitment to improving the lives of those living with neuromuscular conditions.

Up front I want to acknowledge the contribution made by my predecessor, Peter Debnam, who left the Board this year after nearly seven years of tireless effort. He leaves as his legacy an organisation that is in good financial health, after some difficult years, and well-prepared for the challenges that lie ahead. Thanks Peter for your leadership and on behalf of our community I wish you well in your future endeavours.



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During the year we revised MDNSW's strategic plan, to create an agreed position on our purpose, direction and strategic goals and outcomes. Our plan is the key document that sets out the what, why, how and when of our activity and allows our organisation and its people to align and achieve their common goals. Our plan helps us cope with the challenges and uncertainties we face, especially as the NDIS drives change and creates instability for organisations like ours. I invite you to look at our plan available on our website soon and provide feedback if you have any.

Our vision is to create an environment where every person with a neuromuscular condition is able to live the life they choose. Our strategic goals and how we will achieve this are detailed in the General Managers report over the page.

While striving to improve the way we go about our work, we still deliver the things you expect from us, such as our vital camps and support programs. This year we enjoyed some notable successes, with the securing of substantial state and federal grants to support important initiatives, and the growth of our Sugar Free September fundraising campaign, all contributing to the satisfactory financial position as reported by our diligent Treasurer Rick Arnheim in our annual accounts.

In fact, we are well served by our outstanding and diverse group of directors, who freely give their time and expertise in support of our cause. Thank you for your contribution this year, and welcome to new directors David Kay, Stuart Uhlhorn and Nathan Teong. Also farewell and thank you to long serving Directors Ian Williams, Martin Dalrymple and to Holly Reynolds. I encourage you to visit our website to learn more about our directors, and perhaps express an interest in serving yourself if you feel you can make a contribution.

Finally I want to recognize and thank our committed, engaged and talented staff, led by General Manager Charlotte Sangster, who do an amazing job in support of our members, families, clients and stakeholders – everyone in the MD community. Their work is often unheralded, but it is essential and very much appreciated by us.

I look forward to seeing you at an MDNSW event soon and to your ongoing support.

Anthony Ball

President, Muscular Dystrophy Association of NSW

3 November 2018

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Christmas Metro Party 2017

GENERAL MANAGER'S REPORT

What an incredible year it has been!

At the beginning of the financial year we weren't sure exactly what the future had to hold for MDNSW as we faced losing a large portion of our government funding for the provision of information and advocacy services. But by working with the Stand By Me campaign we were able to secure another year's funding. As an organisation we will continue to support the political advocacy campaign and invite all of our members, clients and supporters to continue to do so too, so that we can ensure that the NSW Government continues to fund information and advocacy services in NSW into the future.



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Not only did we receive this good news about our funding but we secured not one, but two state based Information, Linkages and Capacity Building (ILC) grants via the NDIA to enable our community to access peer support activities and to help us build an online community for everyone affected by neuromuscular conditions in NSW to connect online and share their life experiences with each other.

Nationally we secured an ILC grant to develop the largest Australian digital resource of specialised information on neuromuscular conditions. This project, which is being implemented by a consortium of each state based Muscular Dystrophy Association, will be underway towards the end of 2018... Watch this space!

So as you can see, there are some seriously great things coming for the neuromuscular community and we are excited to see them come to fruition over the next two years.

As you may know, the end of 2017 financial year saw the completion of the roll out of the NDIS in NSW. To ensure that we as an organisation stay current with the changes and challenges in the sector we have updated our organisational vision, mission and values which speak to the new world we operate in and communicate even more clearly the vision we have for the future.

Vision: "Every person with a neuromuscular condition is able to live the life they choose"

Mission: “To empower, connect and support people with neuromuscular conditions, and be an effective advocate for the neuromuscular community”

Values: Empowerment, Responsiveness, Integrity, Respect, Partnerships, Teamwork

We have also introduced our 2018 – 2020 Strategic Plan which comprises of 5 key areas of focus moving forward:

Goal 1. Independence and Capacity Building

Empower and support people affected by neuromuscular conditions to build their capacity and independence.

Goal 2. Connection

Facilitate better connections for people with neuromuscular conditions, their families and carers – with each other, to their communities and to the services and supports they choose.

Goal 3. Knowledge and Awareness

Build knowledge and awareness of neuromuscular conditions, and become a leading neuromuscular knowledge hub.

Goal 4. Advocacy

Be a strong and effective advocate for people with neuromuscular conditions.

Goal 5. Organisational Sustainability

Place MDNSW on a sustainable footing.

These five goals will guide all that we do over the next three years ensuring that Muscular Dystrophy can continue to serve the community for many years to come. We hope that you will continue on this journey with us.

To finish, I would like to thank former President Peter Debnam who we farewelled in April 2018 after 7 years of dedicated service to Muscular Dystrophy NSW. I would like to acknowledge and thank him for his incredible contribution to the organisation and the disability sector as a whole.

I would also like to welcome our new President Anthony Ball who has enthusiastically taken on the role of President. We are very grateful to have such a passionate and forward thinking President to help lead Muscular Dystrophy NSW into the future.

Charlotte Sangster

General Manager

Muscular Dystrophy Association of NSW

THANK YOU TO OUR **SPONSORS** WHO HAVE SO KINDLY GIVEN TO US THIS FINANCIAL YEAR

CORPORATE SUPPORT

A & K Danas Snack Station - Sydney Police Centre	Mulhall & Close Pharmacy
Australian Rhythmic Gymnastics Ltd	National Electric Wheelchair Sport NSW
B & D Moon Plumbing	Neutral Bay Public School
Belmonte's Restaurant	NSW Kids In Need Foundation
Blacktown Happy Days Kindergarten	NSW Push and Power Sports Incorporated
Bloom The Chemist - Top Ryde	Peel High School
Book Haven - Baulkham Hills	PharmConsult Pty Ltd
Brands Pharmacy	Quakers Hill High School
Bridge of Belfield Pharmacy	Red Rooster Ballina
Dal Tech Electrical & Communications Pty Ltd	Red Rooster Blacktown
Derodi Pty Ltd	Red Rooster Blacktown East
East Blaxland Community Pharmacy and Post	Red Rooster Blacktown Westpoint
Elderton Homes Pty Ltd	Red Rooster Carlton
Finley High School	Red Rooster Chullora
Lynne's Florist Shop - Terminal 1 Sydney	Red Rooster Coffs Harbour #88
International Airport	Red Rooster Eastern Creek (W)
Forbutt's Keppel St Pharmacy	Red Rooster Emu Plains
Giggles Childcare Centre	Red Rooster Glendenning
Glades Village Pharmacy	Red Rooster Goulburn
Harden Pharmacy	Red Rooster Jamisontown
Hargraves Nurseries Pty Ltd	Red Rooster Lismore
Kim Vinh Pharmacy	Red Rooster Mt Annan
Left Field	Red Rooster Mt Druitt
Lidogo Pty Ltd T/A R & Y Engineering	Red Rooster Penrith
Lioness Club of Camden	Red Rooster Rouse Hill
Mad Mex T3	Red Rooster Seven Hills
McCarthy Salkeld	Red Rooster T3

THANK YOU TO OUR SPONSORS

WHO HAVE SO KINDLY GIVEN TO US THIS FINANCIAL YEAR

CORPORATE SUPPORT (Cont)

Red Rooster Wentworthville
Ritchies Stores
Rotary Club of Griffith
The Artarmon Masonic Hall Co P/L
The Lions Club of Winston Hills
Village Cobbler
Western Electric Sporting Association Inc
Your Discount Chemist Taree
Works With Words

GRANTS

Biogen
Duke of Edinburgh's
International Award - Australia
James N. Kirby Foundation
The Wales Family Foundation Pty Ltd

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THANK YOU TO OUR SPONSORS

WHO HAVE SO KINDLY GIVEN TO US THIS FINANCIAL YEAR



Mums Retreat
March 2018
Blackheath

MDNSW STAFF



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**Muscular Dystrophy Association of
New South Wales**

ABN 11 774 587 436

**Financial Report
For the Year Ended 30 June 2018**

MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES
ABN 11 774 587 436

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MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES
ABN 11 774 587 436

DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2018

Your directors present their report on the company for the financial year ended 30 June 2018:

Directors

The names of the directors in office at any time during or since the end of the financial year are:

Mr. Richard Arnheim	
Dr. Kristi Jones	
Mr. Martin Dalrymple	
Ms. Shannon Finch	
Ms. Kim Brislane	
Dr. Christina Liang	
Mr. David Kay	Appointed 18 th July 2017
Mr Anthony Ball	Appointed 1 st August 2017
Ms Holly Reynolds	Appointed 18 th September 2017
Mr. Nathan Teong	Appointed 20 th February 2018
Mr. Stuart Uhlhorn	Appointed 15 th May 2018
Mr. Ian Williams	Resigned on 11 th November 2017
Mr. Peter Debnam	Resigned on 17 April 2018

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

Principal Activities

The principal activity of the company during the financial year was the provision of care and assistance to people with muscular dystrophy and the furtherance of research into muscular dystrophy.

The company's short term objectives are to:

- Work towards a national collaboration with other State based Muscular Dystrophy Associations around Australia
- Continue to evolve MDNSW's client services and programs for the National Disability Insurance Scheme
- Provide high quality services and programs that MDNSW clients select as part of their packages
- Continue to provide the Duke of Edinburgh's Award for young people with a Neuromuscular Condition throughout Australia
- Ensure MDNSW's website and communication continues to and places increased emphasis on providing specialist information and best practice advice
- Implement the 6th year of the MDNSW PhD scholarship
- Implement the annual Big Red Ride, Kids in Need and Sugar Free September campaigns to increase regular income and raise awareness

The company's long term objectives are to:

- Position MDNSW as the leading whole of life provider of choice of specialised services and expert information for people affected by neuromuscular conditions
- Raise MDNSW profile across NSW, as the provider of choice
- Ensure a strong governance culture
- Attract and retain employees of high calibre in a safe and productive work environment
- Fund a substantial increase in information, services, training and events
- Fund research towards improving well-being, treatment and a cure
- Ensure MDNSW remains focused on the National Disability Insurance Scheme and stays current and up to date with all information that is available as it launches out state wide

- Ensure we build continuous improvements within our internal processes to remain compliant with the NSW Disability Service Standards

To achieve these objectives, the entity will be considering the following strategies:

- Implementation of the 3 year Strategic Plan and annual Business Plan
- Increased profile through technology, social media and digital mediums
- Focus on the major fundraising strategies per annum
- Continual review of all services to ensure they fit within the changing requirements of the National Disability Insurance Scheme
- Production of all rebranded marketing materials and business collateral, updating of website and social media platforms to ensure a consistent and recognisable look

Information on Directors

<i>Name, qualifications and independence status</i>	<i>Experience, special responsibilities and other directorships</i>
Mr. Peter Debnam MBA, MACID <i>President</i>	President, Muscular Dystrophy Association of NSW Chairman, NSW Kids in Need Foundation Ltd, The Advisory Board of Our Big Kitchen Ltd Deputy Chairman, CARE Australia Director, ParaQuad NSW, Disability Sports Australia Ltd, Soils for Life Pty Ltd, Muscular Dystrophy Foundation Australia Ltd Member of Sydney Legacy, Associate Member, North Bondi Surf Club Director since August 2011 to April 2018
Mr. Ian Williams BEc MBA <i>Vice President</i>	Finance Executive Director since October 2005 to November 2017
Clinical A/Professor Kristi Jones MB BS Phd FRACP, CG (HGSA) <i>Medical Director</i>	Clinical Genetics/Paediatric Specialist Director since April 2006
Mr. Martin Dalrymple Dip Fin Serv (Brok) QPIB	Secretary, Australian Powerchair Football Association, NSW Powerchair Football Association Inc. Life Member of NSW Push and Power Sports Inc. Director since November 2011
Ms. Shannon Finch BA (Hons), LLB (Hons), MAICD	Corporate Partner, King & Wood Mallesons Chairman, Corporations Committee of the Law Council of Australia Director, ParaQuad NSW Limited Director since June 2012
Mr. Richard Arnheim BCom CA <i>Treasurer</i>	Member of Institute of Chartered Accountants in Australia Authorised Representative and Principal of Shadforth Financial Group Director since April 2012
Ms. Kim Brislane	Ambassador of the Duke of Edinburgh Award in Australia Director (& Honorary Treasurer), Blue Mountains Women's Health and Resource Centre (including Women's Domestic Violence Court Advisory Service), Founder and owner of Tribelle Collectors including its NFP arm 'Power Suit' supporting women suffering DV Founder, Readhead.com.au Executive Brand and Strategic Fundraising Consultant Director since 2014
Dr. Christina Liang MBBS, BSc (Med), FRACP, PhD	2010 Fellow of the Royal Australasian College of Physicians Director since 2014
Mr David Kay	Director- Health, Ageing and Human Services at KPMG Non-Executive Director of Muscular Dystrophy Foundation Australia Non-Executive Director of Accessible Arts Director since July 2017

Mr Anthony Ball	CEO Clubs NSW Executive Director of Clubs Australia Non-Executive Director of Hospitality Employers Mutual Limited Director since August 2017
Ms Holly Reynolds	Managing Director of Left Field Public Relations Public Relations Manager of NSW Kids in Need Foundation Director since September 2017
Nathan Teong BCom, GradDipAppFin	Parent of George who lives with a neuromuscular condition. Director since February 2018
Stuart Uhlhorn	Fellow CPA Australia, Fellow AICD, retired company executive Director Owl Solutions (business consultants), Director since May 2018

Meeting of Directors

During the financial year, 11 meetings of directors were held. Attendances by each director during the year were as follows:

	<i>Number eligible to attend</i>	<i>Number attended</i>
Mr. Peter Debnam	9	8
Mr. Ian Williams	4	3
Dr. Kristi Jones	11	8
Mr. Richard Arnheim	11	9
Mr. Martin Dalrymple	11	7
Ms. Shannon Finch	11	8
Ms. Kim Brislane	11	8
Dr. Christina Liang	11	9
Mr David Kay	11	9
Mr Anthony Ball	10	9
Ms Holly Reynolds	8	5
Mr Nathan Teong	4	4
Mr Stuart Uhlhorn	1	1

Company Limited by Guarantee

The company is incorporated under the Corporations Act 2001 and is a company limited by guarantee. If the company is wound up, the Constitution states that each member is required to contribute a maximum of \$20 towards meeting any outstanding obligations of the company. At 30 June 2018, the total amount the members of the company are liable to contribute if the company wound up is \$39,660.



**McCarthy
Salkeld**
Chartered Accountants

Directors

Jane Perry FCA
Phillip N. McCarthy FCA
Brad Druitt CA
Thomas P. McCarthy CA

Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2018, there have been:

- I. No contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- II. No contraventions of any applicable code of professional conduct in relation to the audit.

.....
Jane Victoria Perry
Chartered Accountant
Sydney

Signed in accordance with a resolution of the Directors:

.....
Anthony Ball
President

.....
Richard Arnheim
Treasurer

Dated this: 26th day of October 2018

MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES
ABN 11 774 587 436

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2018

	Notes	2018 \$	2017 \$
REVENUE			
Revenue from donations and special events	2	575,250	530,580
Other Income	2	718,062	734,139
Appeal and special event expenses		(42,075)	(41,958)
Client service provision expenses		(854,816)	(926,244)
Administration expenses		(210,562)	(290,611)
Depreciation expenses	3	(17,424)	(17,961)
Other expenses	3	(39,105)	(15,601)
Profit (loss) before financing income (cost) and income tax		129,330	(27,656)
Financial income		54,477	75,170
Net Financial Income	4	54,477	75,170
Profit (loss) for the year		183,807	47,513
Total comprehensive income for the year		183,807	47,513
Other comprehensive income after income tax			
Profit (loss) attributable to:			
Members of the company		183,807	47,513
 Total comprehensive income attributable to:			
Members of the company		183,807	47,513

The accompanying notes form part of these financial statements

MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES
ABN 11 774 587 436

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2018

	Note	2018 \$	2017 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	1,332,969	1,179,714
Trade and other receivables	6	1,578	3,712
Financial assets	7	293,363	263,341
Other assets	8	65,500	44,767
TOTAL CURRENT ASSETS		<u>1,693,410</u>	<u>1,491,533</u>
NON-CURRENT ASSETS			
Property, plant and equipment	9	52,311	70,481
TOTAL NON-CURRENT ASSETS		<u>52,311</u>	<u>70,481</u>
TOTAL ASSETS		<u>1,745,722</u>	<u>1,562,014</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	10	100,602	65,450
Short-term provisions	11	64,890	75,122
Other liabilities	12	592,393	502,379
TOTAL CURRENT LIABILITIES		<u>757,885</u>	<u>642,952</u>
NON-CURRENT LIABILITIES			
Long-term provisions	11	25,756	26,959
Other liabilities	12	219,033	332,862
TOTAL NON-CURRENT LIABILITIES		<u>244,789</u>	<u>359,821</u>
TOTAL LIABILITIES		<u>1,002,674</u>	<u>1,002,773</u>
NET ASSETS		<u>743,048</u>	<u>559,241</u>
EQUITY			
Retained earnings		743,048	559,241
TOTAL EQUITY		<u>743,048</u>	<u>559,241</u>

The accompanying notes form part of these financial statements

MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES
ABN 11 774 587 436

STATEMENT OF CHANGES OF EQUITY
FOR THE YEAR 30 JUNE 2018

	Retained Earnings	Total
Balance at 30 June 2016	511,726	511,726
Profit (Loss) attributable to members of the company	47,513	47,513
Balance at 30 June 2017	559,241	559,241
Profit (Loss) attributable to members of the company	183,807	183,807
Balance at 30 June 2018	743,048	743,048

The accompanying notes form part of these financial statements

MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES
ABN 11 774 587 436

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2018

	Notes	Inflows (Outflows)	Inflows (Outflows)
		2018 \$	2017 \$
Cash flows from operating activities			
Receipts from donations, subscriptions and government agencies		1,310,687	1,516,389
Payments to suppliers and employees		(1,181,008)	(1,345,320)
Financial Income including interest received		23,576	16,904
Net cash provided by (used in) operating activities		<u>153,255</u>	<u>187,973</u>
Cash flow from investing activities			
Purchase of property, plant and equipment		-	(27,131)
Proceeds from redemption		-	250,000
Net cash provided by (used in) investing activities		<u>-</u>	<u>222,869</u>
Net increase/(decrease) in cash held		153,255	410,842
Cash at beginning of financial year	5	1,179,714	768,872
Cash at end of financial year	5	<u>1,332,969</u>	<u>1,179,714</u>

The accompanying notes form part of these financial statements

MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES
ABN 11 774 587 436

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

Note 1: Statement of Significant Accounting Policies

Basis of Preparation

Muscular Dystrophy Association of New South Wales has adopted the Australian Accounting Standards – Reduced Disclosure Requirements as set out in AASB 1053.

The financial statements are general purpose financial statements that have been prepared in accordance with the applicable Accounting Standards, the Australian Charities and Not-for-profits Commission Act 2012 and its regulations. 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 the 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.

Accounting Policies

a) Income Tax

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

b) Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value as indicated, less where applicable, any accumulated depreciation and impairment losses.

Plant and equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows which will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Plant and equipment that have been contributed at no cost, or for nominal cost are valued and recognised at the fair value of the asset at the date it is acquired.

Depreciation

The depreciable amounts of all fixed assets including buildings are depreciated on a straight line basis over their estimated useful lives.

The depreciation rates used for each class of depreciable assets are:

Class of fixed Asset	Depreciation Rate
Plant and Equipment	10.00 – 33.33%
Motor Vehicles	8.33 – 12.50%

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

Note 1: Statement of Significant Accounting Policies (continued)

b) Property, Plant and Equipment (continued)

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

c) Intangibles

The organisation currently has registered (yet to be approved) a trademark for Sugar Free September.

Trademarks registered are initially recognised at cost and are subsequently carried at cost less accumulated amortisation and accumulated impairment losses. These costs are amortised to profit or loss using the straight-line method over its estimated useful life.

As the trademark is yet to be approved, no amortisation will be expensed until the trademark has been approved.

The directors will assess impairment for any intangibles on annual basis and make the required adjustments based on reliable evidence.

d) Financial Instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions of the financial instrument. For financial assets, this is equivalent to the date that the company commits itself to either purchase or sell the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value adjusted by transactions costs, except where the instrument is classified 'at fair value through profit or loss', in which case transaction costs are expensed to profit and loss immediately.

Classification and subsequent measurement

Financial instruments are subsequently measured at either fair value, amortised cost using the effective interest rate method or cost. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as: (i) the amount at which the financial asset or financial liability is measured at initial recognition; (ii) less principal repayments; (iii) plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest rate method; and (iv) less any reduction for impairment.

The effective interest rate method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss.

(i) Financial assets at fair value through profit and loss

Financial assets are classified at 'fair value through profit or loss' when they are either held for trading for the purpose of short term profit taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

Note 1: Statement of Significant Accounting Policies (continued)

investment strategy. Such assets are subsequently measured at fair value with changes in carrying value being included in profit or loss.

(ii) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost

(iii) Financial liabilities

Non derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost.

Fair Value

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

Impairment

At the end of each reporting period, the company assesses whether there is objective evidence that a financial instrument has been impaired. Impairment losses are recognised in the profit and loss.

Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expire or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expire. The difference between the carrying value of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

e) Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

f) Provisions

Provisions are recognised when the company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at reporting date.

g) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand and deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings on the statement of financial position.

h) Goods and Services Tax (GST)

Revenues, expenses and assets are recognized net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office.

MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES
ABN 11 774 587 436

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

Note 1: Statement of Significant Accounting Policies (continued)

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities, which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

i) Revenue

Membership subscriptions revenue comprises revenue from membership fees received and relating to the financial year.

Donations are recognised as revenue when received.

General Bequests up to \$10,000 are recognised as revenue in full when received.

General Bequests more than \$10,000 are recognised as income equally over five financial years commencing with the financial year of initial receipt of funds and apportioned on a monthly basis depending on timing of receipt.

In April 2017, the accounting policy was changed and approved by the board, to recognise any bequest income received to be amortised over three years instead of five years which had been the previous policy. However, all bequests received prior to this date, would remain on the preceding policy.

This policy allows for financial planning and budgeting of expenditures for on-going programs.

The timing of receipt and amounts of bequests is highly irregular and appropriately are expended over a five/three year period providing significant security over the medium term.

Specific or tagged bequests are recognised as income when the appropriate program or research expenses as approved by the board are incurred.

Revenue for fundraising events is recognised in the year in which the event is held.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the assets.

Revenue from the rendering of a service is recognised upon the delivery of the service to customers.

Other revenue is recognised when the right to receive the revenue has been established.

All revenue is stated net of the amount of goods and services tax (GST).

j) Finance Costs

Finance costs are recognised as an expense in the period in which they are incurred.

k) Training and Development

Training and development costs are expensed as they are incurred.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

Note 1: Statement of Significant Accounting Policies (continued)

l) Prepaid Membership Subscriptions

Membership subscriptions commence 1st of the next month for a period of 12 months.

m) Comparative Figures

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

n) Critical Accounting Estimates and Judgments

The board members evaluate estimates and judgments incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the company.

MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

Note 2: Revenue	Note	2018	2017
		\$	\$
Revenue			
Special Events		113,043	117,045
Donations		223,687	302,399
Bequests		238,520	111,136
Total revenue		575,250	530,580
Other Income			
Membership fees		4,069	5,280
Grants received			
Department of Ageing, Disability & Home Care		490,843	598,631
Other Income		223,151	130,228
Total other income		718,063	734,139
Total revenue and other income		1,293,313	1,264,719

Note 3: Profit/Loss for the year

The result before tax has been arrived at after charging/(crediting) the following items.

Depreciation

Plant & Equipment	8,110	9,064
Motor Vehicles	9,315	8,897
	17,425	17,961

Administration and Other expenses

Scholarship Grants	39,000	15,000
Other Expenses	105	601
	39,105	15,601

Note 4: Net Financial Income

Financial income		
Interest income	20,718	14,304
Distributions – managed funds	11,157	18,924
Imputation credits – managed funds	1,500	2,258
Changes in fair value – managed funds	21,102	39,684
	54,477	75,170
Financial costs		
Net financing income/ (cost)	54,477	75,170

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

	Note	2018 \$	2017 \$
Note 5: Cash and cash equivalents			
Current			
Cash at bank		454,938	320,737
Cash on deposit		878,031	858,977
		<u>1,332,969</u>	<u>1,179,714</u>
 Note 6: Trade and other receivables			
Current			
Trade receivables		78	1,454
Other receivables		1,500	2,258
		<u>1,578</u>	<u>3,712</u>
 Note 7: Financial assets			
Current			
Financial assets at fair value through profit or loss	7(a)	293,363	263,341
		<u>293,363</u>	<u>263,341</u>
(a) Financial assets at fair value through profit or loss			
Held for trading Australian managed fund units		293,363	263,341
Securities in managed funds held for trading purposes to generate income through the receipt of distributions and capital gains.			
 Note 8: Other Assets			
Current			
Security deposit		-	22,005
Other		-	897
Prepayments		41,993	14,233
Accrued Income		23,507	7,632
		<u>65,500</u>	<u>44,767</u>

MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

	Note	2018 \$	2017 \$
Note 9: Property, plant and equipment			
Plant and equipment – at cost		43,513	24,557
Add: Purchases		-	18,955
Less: Disposals		(1,470)	-
Less: Accumulated depreciation		(28,959)	(22,319)
Total plant and equipment		<u>13,084</u>	<u>21,194</u>
 Motor vehicles – at cost		 90,965	 90,965
Less: Disposals		(1,181)	-
Less: Accumulated depreciation		(57,987)	(49,852)
Total motor vehicles		<u>31,797</u>	<u>41,112</u>
 Leasehold Improvement – at cost		 8,175	 8,175
Less: Leasehold amortisation		(2,725)	-
Total Leasehold		<u>5,450</u>	<u>8,175</u>
 Intangibles – at cost		 1,980	 -
		<u>1,980</u>	<u>-</u>
 Total property, plant and equipment		 <u>52,311</u>	 <u>70,481</u>

Movements in carrying amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.

	Plant and equipment	Motor Vehicles	Total
2018			
Balance at the beginning of the year	21,194	41,112	62,306
Depreciation expense	(8,110)	(9,315)	(17,425)
Purchase of asset	-	-	-
Carrying amount at the end of year	<u>13,084</u>	<u>31,798</u>	<u>44,882</u>

MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

Note 10: Trade and Other Payables

Current

Trade payables	37,820	8,280
Accrued expenses	35,017	39,099
Other payables	22,788	12,936
Superannuation liability	4,977	5,135
	<u>100,602</u>	<u>65,450</u>

Note 11: Provisions

Current

Annual leave liability	64,890	75,122
	<u>64,890</u>	<u>75,122</u>

Non-current

Long service leave liability	25,756	26,959
	<u>25,756</u>	<u>26,959</u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

Note 12: Other Liabilities	Note	2018	2017
		\$	\$
Current			
Grant and retreat income in advance		216,391	69,712
Bequest income received in advance		197,465	159,644
Research bequest income received in advance		114,514	252,024
Other income in advance		64,023	20,999
		<u>592,393</u>	<u>502,379</u>
Non-current			
NEWS fund held		36,138	35,409
Bequest income received in advance		182,895	297,454
		<u>219,033</u>	<u>332,862</u>
Note 13: Capital and leasing commitments			
Operating Lease Commitments			
Non-cancellable operating lease rentals are payable as follows:			
Less than one year		-	6,338
Between one and five years			
		<u>-</u>	<u>6,338</u>

Note 14: Events after the Statement of Financial Position date

In the opinion of the directors, no matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the company, the result of those operations, or the state of affairs of the company in future financial years.

Note 15:

a. Key Management Personnel

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

Short-term benefits

Salary and wages	125,546	136,565
Superannuation	11,884	11,025
	<u>137,430</u>	<u>147,590</u>

Long-term benefits

Employee benefits	4,781	2,125
Total compensation	<u>142,211</u>	<u>149,715</u>

b. Related Party Transaction

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.

Andrews Insurance Services-purchase of two insurance policies with total annual premium of \$6,599.

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other persons unless otherwise stated.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

Note 16: Financial risk management

General objectives, policies and processes

In common with all businesses, the Association is exposed to risks that arise from its use of financial instruments. This note describes the Association's objectives, policies and processes for managing those risks and the methods used to measure them. Further quantitative information in respect of those risks is presented throughout those financial statements.

There have been no substantive changes in the Association's exposure to financial instrument risks, the objectives, policies and processes for managing those risks or the methods used to measure them from previous periods unless otherwise stated in this note.

The Board has overall responsibility for the determination of the Association's risk management objectives and policies. The Association's management policies and objectives are therefore designed to minimise potential impacts of these risks on the results of the Association where such impacts may be material. The Board receives reports from the Management through which it reviews the effectiveness of the process put in place and the appropriateness of the objectives and policies it sets.

The overall objective of the Board is to set policies that seek to reduce risk as far as possible.

The Association's financial instrument consists mainly of cash and cash equivalents, short-term investments, trade and other receivables, trade and other payables and borrowings.

The totals 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:

	Note	2018	2017
		\$	\$
Financial Assets			
Cash and cash equivalents	5	1,332,969	1,179,714
Financial assets at fair value – Held for trading	7(a)	293,363	263,341
Trade and other receivables	6	1,578	3,712
		<u>1,627,910</u>	<u>1,446,767</u>
Financial Liabilities			
Financial liabilities at amortised cost – trade and other payables	10	100,602	65,450
		<u>100,602</u>	<u>65,450</u>

Note 17: Fundraising appeals conducted

Fundraising appeals conducted during the financial year included mail appeals, raffles and various other sundry fundraising projects and general receiving of indirectly solicited donations and bequests

	2018	2017
	\$	\$
i) Results of fundraising appeals		
Gross proceeds from fundraising appeals	575,250	530,580
Less: Direct costs of fundraising appeals	(42,075)	(41,957)
Net surplus obtained from fundraising appeals	<u>533,175</u>	<u>488,622</u>
ii) Application of net surplus obtained from fundraising appeals		
Distributions (expenditure on direct services)	854,816	926,244
Administration expenses	210,562	290,611
	<u>1,065,378</u>	<u>1,216,855</u>
Net Fundraising Appeal Deficit after application of Funds	<u>(532,203)</u>	<u>(728,233)</u>
iii) Deficit transferred to retained earnings	<u>(532,203)</u>	<u>(728,233)</u>

MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

Note 17: Fundraising appeals conducted (continued)	2018	2018	2017	2017
	\$	%	\$	%
iv) Comparisons of certain monetary figures and percentages				
Total cost of fundraising	42,075	7.31	41,957	7.91
Gross proceeds from fundraising	575,250		530,580	
Net surplus from fundraising	533,175	92.68	488,622	92.09
Gross proceeds from fundraising	575,250		530,580	
Total costs of services	854,816	73.44	926,244	71.67
Total expenditure	1,163,983		1,292,374	
Total costs of services	854,816	63.42	926,244	69.13
Total income received	1,347,790		1,339,888	

Note 18: Contingent Liabilities

At 30 June 2018, the association had a contingent liability of \$15,949 (2017 - \$7,349) in relation to time off in lieu entitlement derived by the employees. Management and the Board continue to monitor this entitlement on a progressive basis.

Note 19: Directors Remuneration

No director received any remuneration from the Company during the year.

MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES
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DECLARATION BY GENERAL MANAGER IN RESPECT OF FUNDRAISING APPEALS

I, Charlotte Sangster, General Manager of Muscular Dystrophy Association of New South Wales, declare in my opinion:

- (a) the financial report gives a true and fair view of all income and expenditure of the company with respect to fundraising appeal activities for the financial year ended 30 June 2018;
- (b) the statement of financial position sheet gives a true and fair view of the state of affairs with respect to fundraising appeal activities as at 30 June 2018;
- (c) the provisions of the Charitable Fundraising (NSW) Act 1991 and Regulations under the Act and the conditions attached to the authority have been complied with during the year ended 30 June 2018;
- (d) the internal controls exercised by the company are appropriate and effective in accounting for all income received and applied by the company from any of its fundraising appeals.



.....
CHARLOTTE SANGSTER
GENERAL MANAGER

Dated this: 26/10/2018

MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES
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DIRECTORS' DECLARATION

The directors declare that in the director's opinion:

1. there are reasonable grounds to believe that the company will be able to pay its debts, as and when they become due and payable.
2. the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*.



.....
Anthony Ball
DIRECTOR

Dated this: 24 October 2018

Directors

Jane Perry FCA
Phillip N. McCarthy FCA
Brad Druitt CA
Thomas P. McCarthy CA

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES**

Report on the Audit of the Financial Report

Qualified Opinion

We have audited the financial report of Muscular Dystrophy Association of New South Wales (the registered entity), which comprises the statement of financial position as at 30 June 2018, the statement of profit or loss and other 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 directors' 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 Muscular Dystrophy Association of New South Wales has been prepared in accordance with Div 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) giving a true and fair view of the registered entity's financial position as at 30 June 2018 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards and Div 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Basis for Qualified Opinion

Donations and fundraising income amounting to \$570,250 are a significant source of revenue for the company. It is not always possible for the company to establish controls over the collection of all sources of fundraising and donation income prior to entry into its financial records. Accordingly, as the evidence available to us regarding revenue from this source was limited, our audit procedures with respect to fundraising and donation income had to be restricted to amounts recorded in the financial records. We therefore are unable to express an opinion whether the donation and fundraising income of the Muscular Dystrophy Association of New South Wales is 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 registered entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Financial Report and Auditor's Report Thereon

The directors are responsible for the other information. The other information comprises the information included in the registered entity's annual report for the year ended 30 June 2018, but does not include the financial report and our auditor's report thereon. Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent 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.

Responsibilities of the Directors for the Financial Report

The directors of the registered entity are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the directors determine 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 directors are responsible for assessing the registered entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the registered entity or to cease operations, or have no realistic alternative but to do so.

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 registered entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' 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 registered entity'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 registered entity 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 the directors 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.

Report on Other Legal and Regulatory Requirements

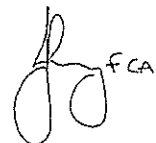
In addition, our audit report has also been prepared for the members of the company in accordance with Section 24(2) of Charitable Fundraising (NSW) Act 1991. Accordingly, we have performed additional work beyond that which is performed in our capacity as auditors pursuant to the Australian Charities and Not-for-profits Commission Act 2012. These additional procedures included obtaining an understanding of the internal control structure for the fundraising appeal activities and examination, on a test basis, of evidence supporting compliance with the accounting and associated record keeping requirements for fundraising appeal activities pursuant to the Charitable Fundraising (NSW) Act 1991 and Regulations .

It should be noted that the accounting records and data relied upon for reporting on fundraising appeal activities are not continuously audited and do not necessarily reflect after the event accounting adjustments and the normal yearend financial adjustments for such matters as accruals, provisioning and valuations necessary for yearend financial report preparation.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion

Dated this 26th day of October 2018

**McCARTHY SALKELD
CHARTERED ACCOUNTANTS**

A handwritten signature in black ink, appearing to read 'JP FCA', with the letters 'FCA' written in a smaller font to the right of the signature.

**Jane Perry F.C.A
Director**

**Ground Floor, Suite 3
410 Church Street
North Parramatta NSW 2151**