

The Girls & Boys Brigade Foundation

(A Public Ancillary Fund)

ABN 37 142 341 507

Annual Report for the Financial Year Ended
31 December 2016

THE GIRLS & BOYS BRIGADE FOUNDATION

ABN 37 142 341 507

GENERAL PURPOSE FINANCIAL REPORT

FOR THE FINANCIAL YEAR ENDED

31 DECEMBER 2016

CONTENTS

	Page
Trustee Report	2-3
Auditor's Independence Declaration	4
Independent Audit Report	5-7
Declaration by Directors of the Trustee (including the Declaration under the Charitable Fundraising Act)	8
Statement of Comprehensive Income	9
Statement of Financial Position	10
Statement of Cash Flows	11
Notes to the Financial Statements	12-18
Supplementary Financial Information	19

THE GIRLS & BOYS BRIGADE FOUNDATION

TRUSTEE REPORT

The Girls & Boys Brigade Foundation Limited (“Trustee”) acts as Trustee of The Girls & Boys Brigade Foundation (“Foundation”) and the Directors of the Trustee hereby submit the annual financial report of the Public Ancillary Fund for the financial year ended 31 December 2016, in order to comply with the provisions of the Australian Charities and Not-for-profits Commission Act 2012:

PRINCIPAL ACTIVITIES

The Foundation’s principal activities in the course of the financial year were fundraising. The Foundation is registered under the Charitable Fundraising Act 1991.

REVIEW OF OPERATIONS

The surplus from ordinary activities after income tax for the year ended 31 December 2016 amounted to \$1,795,036 (2015: \$14,077 surplus)

CHANGES IN STATE OF AFFAIRS

During the financial year there was no significant change in the state of affairs of the Foundation other than that referred to in the financial statements or notes thereto.

SUBSEQUENT EVENTS

There has not been any matter or circumstance that has arisen since the end of the financial year that has significantly affected, or may significantly affect, the operations of the Foundation, the results of those operations, or the state of affairs of the Foundation in future financial years.

FUTURE DEVELOPMENTS

There are no likely developments in the operations of the Foundation, which would affect the expected results in subsequent financial years, to which the Directors of the Trustee wish to bring attention.

ENVIRONMENTAL REGULATIONS

The Foundations operations are not subject to any significant environmental regulations under either Commonwealth or State legislation.

INDEMNIFICATION OF OFFICERS AND AUDITORS

During the financial year the Foundation paid a premium in respect of a contract insuring the Directors and Officers of the Trustee against any liability incurred by such Directors and Officers to the extent permitted by the Australian Charities and Not-for-profits Commission Act 2012. The contract of insurance prohibits disclosure of the nature of the liability and amount of the premium.

The Foundation has not otherwise, during or since the financial year, indemnified or agreed to indemnify an officer or auditor of the Foundation against a liability incurred as such an officer or auditor.

DIRECTORS BENEFITS

Since the end of the previous financial year, no Director of the Trustee has received or become entitled to receive a benefit by reason of any contract made by the Foundation with any Director or with a firm of which the Director is a member or with an entity in which the Director has a substantial financial interest.

AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration is included on page 5.

Signed in accordance with a resolution of the Directors of the Trustee

A handwritten signature in black ink, appearing to read 'M J Forsdick', with a long horizontal flourish extending to the right.

M J Forsdick
Director
The Girls & Boys Brigade Foundation Limited

Sydney

Date: 4th May 2017

The Directors
The Girls & Boys Brigade ATF
The Girls & Boys Foundation
PO Box 225
Surry Hills
NSW 2010

4 May 2017

Dear Board Members

The Girls & Boys Brigade Foundation

In accordance with Subdivision 60-C of the *Australian Charities and Not-for-profits Commission Act 2012*, I am pleased to provide the following declaration of independence to the directors of The Girls & Boys Brigade, as trustee for The Girls & Boys Foundation.

As lead audit partner for the audit of the financial statements of The Girls & Boys Brigade Foundation for the financial year ended 31 December 2016, I declare that to the best of my knowledge and belief, 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.

Yours sincerely



DELOITTE TOUCHE TOHMATSU



Margaret Dreyer
Partner
Chartered Accountants

Independent Auditor's Report to the Members of The Girls & Boys Brigade Foundation

Opinion

We have audited the accompanying financial report of The Girls & Boys Brigade Foundation (“*the Entity*”), which comprises the statement of financial position as at 31 December 2016, the statement of comprehensive income, the statement of cash flows and the statement of changes in equity for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors’ declaration as set out on pages 8 to 19. In addition, we have audited The Girls & Boys Brigade Foundation’s compliance with specific requirements of the *Charitable Fundraising Act 1991* for the year ended 31 December 2016.

In our opinion, the accompanying financial report presents fairly, in all material respects, the Entity’s financial position as at 31 December 2016 and of its financial performance and its cash flows for the year then ended in accordance with Division 60 of the Australian Charities and Not-for-profits Commission Act 2012. The financial report agrees to the underlying financial records of The Girls & Boys Brigade Foundation that have been maintained, in all material respects, in accordance with the *Charitable Fundraising Act 1991* and its regulations for the year ended 31 December 2016. Monies received by The Girls & Boys Brigade Foundation as a result of fundraising appeals conducted during the year ended 31 December 2016, have been accounted for and applied, in all material respects, in accordance with the *Charitable Fundraising Act 1991* and its regulations.

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 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.

Emphasis of Matter – Basis of Accounting and Restriction on Distribution and Use

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist The Girls and Boys Brigade Foundation to meet the financial reporting requirements under the ACNC Act and *Charitable Fundraising Act 1991*. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the Members and should not be distributed or used by parties other than the Members. Our opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance for the Financial Report

Management of the Entity is responsible for the preparation and fair presentation of the financial report and has determined that the basis of preparation and accounting policies described in Note 1 to the financial report is appropriate to meet the requirements of the Australian Charities and Not-for-Profits Commission Act 2012 (Cth) (the ACNC Act), Charitable Fundraising Act 1991 and is appropriate to meet the needs of the Girls and Boys Brigade Foundation. Management's responsibility also includes such internal control as management determine is necessary to enable the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the ability of the Entity to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intend to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

The directors are responsible for overseeing the Entity 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 Entity's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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 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.
- Perform procedures to obtain audit evidence about the company's compliance with specific requirements of the *Charitable Fundraising Act 1991* and amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of non-compliance with specific requirements of the *Charitable Fundraising Act 1991* and material misstatement of the financial report, whether due to fraud or error.

Inherent Limitations

Because of the inherent limitations of any compliance procedure, it is possible that fraud, error, or non-compliance with the *Charitable Fundraising Act 1991* may occur and not be detected. An audit is not designed to detect all weaknesses in The Girls & Boys Brigade Foundation's compliance with the *Charitable Fundraising Act 1991* as an audit is not performed continuously throughout the period and the tests are performed on a sample basis.

Any projection of the evaluation of compliance with the *Charitable Fundraising Act 1991* to future periods is subject to the risk that the procedures, may become inadequate because of changes in conditions, or that the degree of compliance with them may deteriorate.

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



DELOITTE TOUCHE TOHMATSU



Margaret Dreyer
Partner
Chartered Accountants
Sydney, 4 May 2017

THE GIRLS & BOYS BRIGADE FOUNDATION
TRUSTEE DECLARATION

The Directors of the Trustee of the Girls & Boys Brigade Foundation declare that, in their opinion:

- (a) there are reasonable grounds to believe that the Foundation will be able to pay its debts as and when they become due and payable; and,
- (b) the attached financial statements and notes thereto are in accordance with the Australian Charities and Not-for-profits Commission Act 2012, including compliance with accounting standards and giving a true and fair value of the financial position and performance of the Foundation.

**INFORMATION AND DECLARATION TO BE FURNISHED UNDER THE CHARITABLE
FUNDRAISING ACT 1991**

Declaration

In respect of fundraising appeals in accordance with the Charitable Fundraising Act 1991.

The Directors of the Trustee of the Girls & Boys Brigade Foundation declare that:

- a) the financial statements give a true and fair view of all income and expenditure of The Girls & Boys Brigade Foundation with respect to fundraising appeals for the financial year ended 31 December 2016;
- b) the statement of financial position gives a true and fair view of the state of affairs with respect to fundraising appeals as at 31 December 2016;
- c) the provisions of the Act, the regulations under the Act and the conditions attached to the Authority have been complied with; and
- d) the internal controls exercised by The Girls & Boys Brigade Foundation are appropriate and effective in accounting for all income received and applied from any fundraising appeals.

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



M J Forsdick
Director
The Girls & Boys Brigade Foundation Limited

Sydney

Date: 4th May 2017

THE GIRLS & BOYS BRIGADE FOUNDATION

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016**

	Notes	2016 \$	2015 \$
Revenue	2	1,827,537	19,796
Administration		(168)	(2,214)
Insurance		(3,505)	(3,505)
Fundraising expenses		(28,828)	-
Surplus before income tax expense		1,795,036	14,077
Income tax expense	1(c)	-	-
Surplus for the year		1,795,036	14,077
Total comprehensive Surplus for the year		1,795,036	14,077

Notes to the financial statements are included on pages 12 to 18

THE GIRLS & BOYS BRIGADE FOUNDATION

**STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2016**

		2016	2015
		\$	\$
CURRENT ASSETS	Notes		
Cash and cash equivalents	7 (a)	2,003,054	208,379
Other	3	<u>361</u>	<u>-</u>
TOTAL CURRENT ASSETS		<u>2,003,415</u>	<u>208,379</u>
TOTAL ASSETS		<u>2,003,415</u>	<u>208,379</u>
RETAINED SURPLUS	4	2,003,315	208,279
Founders Endowment		100	100
		<u>2,003,415</u>	<u>208,379</u>

Notes to the financial statements are included on pages 12 to 18

THE GIRLS & BOYS BRIGADE FOUNDATION

**STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016**

	Notes	2016 \$	2015 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from donors/supporters		1,824,900	16,800
Payments to suppliers and employees		(32,862)	(5,719)
Interest received		2,637	2,996
Net cash used in operating activities	7 (b)	1,794,675	14,077
Net increase in cash held		1,794,675	14,077
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR		208,379	194,202
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR	7(a)	2,003,054	208,279

Notes to the financial statements are included on pages 12 to 18

THE GIRLS & BOYS BRIGADE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Statement of Compliance

The financial report is a general purpose financial report which has been prepared in accordance with the Australian Charities and Not-for-profits Commission Act 2012 and Accounting Standards and complies with the other requirements of law and the Charitable Fundraising Act 1991 (NSW).

Accounting Standards include Australian equivalents to International Financial Reporting Standards (A-IFRS). A statement of compliance with IFRS cannot be made due to the application of not for profit sector specific requirement contained in the A-IFRS.

Basis of Preparation

The financial report has been prepared on the basis of historical cost, except for the revaluation of certain financial instruments. Cost is based on the fair values of the consideration given in exchange for assets.

The following significant accounting policies have been adopted in the preparation and presentation of the financial report:

(a) Financial Assets

Financial Assets valued through other comprehensive income

The Foundation has designated Investments in Managed Funds (as they are not held for trading) at fair value through other comprehensive income (FVTOCI) on initial application of AASB 9. The investments are initially measured at fair value net of transaction costs.

Subsequent to initial recognition the investments are measured at fair value with any change recorded through the equity instrument reserve. Distributions from Managed Funds are recognised quarterly and half-yearly and are recognised in profit or loss in accordance with AASB 118 Revenue. All other gains and losses are recognised in other comprehensive income and are not subsequently reclassified to profit or loss.

The Term Deposit is at cost. Interest is taken to income as accrued.

Debentures

Debentures are recorded at amortised cost using the effective interest method less impairment, with interest recognised by applying the effective interest rate.

Effective interest method

The effective interest method is a method of calculating the amortised cost of a financial asset and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset, or, where appropriate, a shorter period.

Income is recognised on an effective interest rate basis for debt instruments other than those financial assets 'at fair value through profit or loss'.

THE GIRLS & BOYS BRIGADE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(b) Impairment of Assets

At each reporting date, the Foundation reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where the asset does not generate cash flows that are independent from other assets, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment annually and whenever there is an indication that the asset may be impaired. Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised in profit or loss immediately, unless the relevant asset is carried at fair value, in which case the impairment loss is treated as a revaluation decrease.

When an impairment loss subsequently reverses, the carrying amount of the asset (cash-generating unit) is increased to the revised estimate of its recoverable amount, but only to the extent that the increased carrying amount does not exceed the carrying amount for the asset (cash-generating unit) in prior years. A reversal of an impairment loss is recognised in profit or loss immediately, unless the relevant asset is carried at fair value, in which case the reversal of the impairment loss is treated as a revaluation increase.

(c) Taxation

The Girls & Boys Brigade Foundation has been granted exemption from income tax under Section 50-5 of the Income Tax Assessment Act 1997.

(d) Accounts Payable

Trade payables and other accounts payable are recognised when the company becomes obliged to make future payments resulting from the purchase of goods and services.

(e) Revenue Recognition

Donations and contributions

Revenue in the form of bequests, donations, contributions and 'in kind' sponsorships is recognised in the year in which it is received. Donations in respect of specific projects or activities received in advance are recognised as income over the periods necessary to match them with the related costs, which they are intended to compensate on a systematic basis.

Interest revenue

Interest revenue is recognised as it accrues.

THE GIRLS & BOYS BRIGADE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016

(f) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except:

- (i) where the amount of GST incurred is not recoverable from the taxation authority, it is recognised as part of the cost of acquisition of an asset or as part of an item of expense; or
- (ii) for receivables and payables which are recognised inclusive of GST.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables.

Cash flows are included in the statement of cash flows on a gross basis. The GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

(g) Standards and Interpretations affecting amounts reported in the current period

AASB 2014-1 'Amendments to Australian Accounting Standards' – (Part A- Annual Improvements 2010–2012 and 2011–2013 Cycles)

The Annual Improvements 2010-2012 has made number of amendments to various AASBs which included amendments to AASB 124 clarify that a management entity providing key management personnel services to a reporting entity is a related party of the reporting entity. The application of these amendments does not have any material impact on the disclosures or on the amounts recognised in the financial statements.

AASB1031 'Materiality', AASB 2013-9 'Amendments to Australian Accounting Standards' – Conceptual Framework, Materiality and Financial Instruments' (Part B: Materiality), AASB 2014- 1 'Amendments to Australian Accounting Standards' (Part C: Materiality)

The revised AASB 1031 is an interim standard that cross-references to other standards and the 'Framework for the Preparation and Presentation of Financial Statements' (issued December 2013) that contain guidance on materiality. The AASB is progressively removing references to AASB 1031 in all Standards and Interpretations. The adoption of AASB 1031, AASB 2013-9 (Part B) and AASB 2014-1 (Part C) does not have any material impact on the disclosures or the amounts recognised in the financial statements.

(h) Standards and Interpretations in issue not yet adopted

At the date of authorisation of the financial statements, the Standards and Interpretations listed below were in issue but not yet effective:

- AASB 9 'Financial Instruments', and the relevant amending standards
- Applies on a modified retrospective basis to annual periods beginning on or after 1 January 2018

The Directors of the Trustee anticipate that the adoption of the Standards and Interpretations in future periods will have no material financial impact on the financial statements of the Foundation.

THE GIRLS & BOYS BRIGADE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016

2. SURPLUS FROM ORDINARY ACTIVITIES

The operating surplus includes the following items of revenue:

	2016	2015
	\$	\$
OPERATING REVENUE		
Donations	1,824,900	16,800
Interest – Other Persons	<u>2,637</u>	<u>2,996</u>
TOTAL OPERATING REVENUE	<u>1,827,537</u>	<u>19,796</u>

3. OTHER CURRENT ASSETS

Debtors	<u>361</u>	<u>-</u>
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	2016	2015
	\$	\$
4. RETAINED SURPLUS		
Balance at beginning of financial year	208,279	194,202
Net surplus	<u>1,795,036</u>	<u>14,077</u>
Balance at end of financial year	<u>2,003,315</u>	<u>208,279</u>

5. AUDITORS' REMUNERATION

The auditors did not receive fees for their service nor any other benefits.

6. SEGMENTAL INFORMATION

The Foundation operates wholly within Australia with the aim to raise funds from the public to secure the funding of the programs operated by, and the work of, The Girls & Boys Brigade in supporting children and youth in need by the provision of recreation, education and activities which build life skills as a foundation for a brighter future.

7. NOTES TO CASH FLOW STATEMENT

(a) Reconciliation of cash

For the purpose of the cash flow statement, cash and cash equivalents includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts. Cash and cash equivalents at the end of the financial year as shown in the cash flow statement is reconciled to the related items in the balance sheet as follows:

	2016	2015
	\$	\$
Westpac – Cash at bank	26,062	13,852
Westpac – Cash Reserve Account	<u>1,976,992</u>	<u>194,527</u>
	<u>2,003,054</u>	<u>208,379</u>

THE GIRLS & BOYS BRIGADE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016

(b) Reconciliation of net cash provided by operating activities to operating loss for the year

	2016	2015
	\$	\$
Operating surplus	1,795,036	14,077
(Increase)/decrease in other debtors	(361)	-
Net cash used in operating activities	<u>1,794,675</u>	<u>14,077</u>

8. ADDITIONAL FOUNDATION INFORMATION

The Girls & Boys Brigade Foundation Limited is a public company limited by guarantee, incorporated and operating in Australia and acts as Trustee for The Girls & Boys Brigade Foundation.

Registered Office and Principal Place of Business:
404 Riley Street
Surry Hills NSW 2010

9. RELATED PARTY DISCLOSURES

The Directors of The Girls & Boys Brigade Foundation Limited, which acts as Trustee of The Girls & Boys Brigade Foundation, during the whole financial year were:

P Masi
M J Forsdick
J H Herron
A P Strutt

There were no related party transactions during the financial year other than the donations received from the Directors. No Director had financial dealings with the Foundation or the Trustee or received remuneration from the Foundation or the Trustee.

10. FINANCIAL INSTRUMENTS

(a) Significant Accounting Policies

Details of the significant accounting policies and methods adopted, including the criteria for recognition, the basis of measurement and the basis on which revenues and expenses are recognised, in respect of each class of financial asset, financial liability and equity instrument are disclosed in note 1 to the financial statements.

(b) Interest Rate Risk

Interest rate risk represents the amount that would be recognised if interest rates changed in respect of the company's interest bearing assets and/or liabilities. The change in interest rates could have either a positive or negative impact on the Foundation. The Girls & Boys Brigade Foundation seeks to manage its cash position to meet its day-to-day operating needs and maximise net interest income.

THE GIRLS & BOYS BRIGADE FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016**

The following table details the Foundation's exposure to interest rate risk as at the 31 December 2016 and 31 December 2015:

	Note	Weighted Average Interest Rate %	Amount of Asset Held or Liability Incurred at Floating Interest Rate \$	Fixed Interest Maturing in 1 year or Less \$	Non Interest Bearing \$	Total \$
31 December 2016						
Financial Assets						
Cash at bank	7	1.19	2,003,054	-	-	2,003,054
Other	3	-			361	361
31 December 2015						
Financial Assets						
Cash at bank	7	0.96	208,379	-	-	208,379
Other	3	-	-	-	-	-

(c) Fair Value of Financial Instruments

The fair value of financial assets and financial liabilities are determined as follows:

- the fair value of financial assets and financial liabilities with standard terms and conditions and traded on active liquid markets are determined with reference to quoted market prices; and
- the fair value of other financial assets and financial liabilities (excluding derivative instruments) are determined in accordance with generally accepted pricing models based on discounted cash flow analysis.

-

(d) Other Price Risk

The Trustee for The Girls & Boys Brigade Foundation is exposed to market risks arising from investments. Investments are held for long term gain rather than trading purposes.

11. ADDITIONAL INFORMATION TO BE FURNISHED UNDER THE CHARITABLE FUNDRAISING ACT 1991

(a) Details of aggregate gross income and direct expenses of Fundraising Strategies

	Gross Proceeds \$	Cost \$	Net surplus \$
2016			
Direct mail donor appeals	44,900	-	44,900
Donations from The Girls & Boys Brigade	1,780,000	-	1,780,000
General Fundraising Expenses	-	28,828	(28,828)
	<u>1,824,900</u>	<u>28,828</u>	<u>1,796,072</u>
2015			
Direct mail donor appeals	16,800	-	16,800
General Fundraising Expenses	-	-	-
	<u>16,800</u>	<u>-</u>	<u>16,800</u>

THE GIRLS & BOYS BRIGADE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016

(b) Statement Showing How Funds Were Applied for Charitable Purposes:

	2016	2015
	\$	\$
Net surplus from fundraising	<u>1,796,072</u>	<u>16,800</u>
	1,796,072	16,800

No direct expenditure for charitable purposes was made during the year.

(c) Comparisons of certain monetary figures and percentages

The total cost of fundraising expressed as a percentage of gross proceeds –

	2016	2015
Total Cost	28,828	-
Gross Proceeds	1,824,900	16,800
Percentage	1.58%	n/a

The net surplus from fundraising appeals expressed as a percentage of gross proceeds from fundraising is –

	2016	2015
Net Surplus	1,796,072	16,800
Gross Proceeds	1,824,900	16,800
Percentage	98.42%	100%

12. SUBSEQUENT EVENTS

There has not been any matter or circumstance that has arisen since the end of the financial year that has significantly affected, or may significantly affect, the operations of the Foundation, the results of those operations, or the state of affairs of the Foundation in future financial years.

THE GIRLS & BOYS BRIGADE FOUNDATION

**SUPPLEMENTARY FINANCIAL INFORMATION
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016**

	2016	2015
	\$	\$
DETAILED INCOME STATEMENT		
Income		
Donations	44,900	16,800
Donation from The Girls & Boys Brigade	1,780,000	-
Interest Received	2,637	2,996
Total Income	<u>1,827,537</u>	<u>19,796</u>
Expenses		
Administration	168	2,214
Insurance	3,505	3,505
Fundraising Expenses	28,828	-
Total Expenses	<u>32,501</u>	<u>5,719</u>
Net operating surplus	<u>1,795,036</u>	<u>14,077</u>