

NO ROADS EXPEDITIONS FOUNDATION (AUST) LIMITED

A.B.N. 65 204 071 916

**SPECIAL PURPOSE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2018**

**NO ROADS EXPEDITIONS FOUNDATION (AUST) LIMITED
A.B.N. 65 204 071 916**

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FOR THE YEAR ENDED 30 JUNE 2018**

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NO ROADS EXPEDITIONS FOUNDATION (AUST) LIMITED
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DIRECTORS' REPORT

The Directors present their report on the Company for the financial year ended 30 June 2018.

Directors

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

<u>Name</u>	<u>Role</u>	<u>Date of Change</u>
Stewart Kreltszheim	Director	
Peter Millar	Director	
Joanne Bergman	Director	
Hadyn Hewitt	Treasurer	
Andrew Grasby	Director	Appointed 10 February 2018

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

Principal Activities

The Company's principal activities are to partner with aid agencies to deliver targeted health activities which benefit the people of Papua New Guinea.

The company was incorporated on 16 March 2016 and the 2017 financial year was its first year of operation.

After balance day events

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 results of those operations or the state of affairs of the Company in future financial years.

Members' Contribution on Winding Up

No Roads Expeditions Foundation (Aust) Limited is a company limited by guarantee. If the Company is wound up, the Constitution states that the assets and property must not be paid to or distributed amongst the Members, but must be paid to or distributed to such entity which has objects similar to the Company's.

Auditor's Independence Declaration

The auditor's independence declaration as required under s.60-40 of the Australian Charities and Not for Profits Commission Act 2012 for the year ended 30 June 2018 has been received and is included in this report on Page 2.

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

Director



Stewart Kreltszheim

Director



Joanne Bergman

Dated this

23rd day of August 2018

TOWARDS A VISION SHARED



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**AUDITOR'S INDEPENDENCE DECLARATION
TO THE DIRECTORS OF
NO ROADS EXPEDITIONS FOUNDATION (AUST) LIMITED
ABN 65 204 071 916**

I declare that to the best of my knowledge and belief, in relation to the audit for the financial year ended 30 June 2018 there has been:

- i. No contraventions of 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. No contravention of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink, appearing to read 'FRE', followed by a horizontal line extending to the right.

**Frederik Ryk Ludolf Eksteen CA
ASIC Auditor Registration Number 421448**

**Collins & Co
127 Paisley Street
FOOTSCRAY VIC 3011**

Dated this 24th day of August 2018

NO ROADS EXPEDITIONS FOUNDATION (AUST) LIMITED
A.B.N. 65 204 071 916

INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED 30 JUNE 2018

	Health \$	Education \$	2018 General \$	RAWCS \$	Consolidated \$
INCOME					
Donations	1,258	8,259	200	10,186	19,903
Donations - Shine On	-	-	-	244,649	244,649
Insurance Recoveries	-	-	2,000	-	2,000
Interest Received	235	65	37	-	338
Student Pack Income	-	3,275	-	-	3,275
TOTAL INCOME	1,493	11,599	2,237	254,835	270,164
EXPENDITURE					
Administration Expenses	8,014	1,906	11,871	6,896	28,687
Administration	1,057	-	3,006	-	4,063
Children First Foundation	-	1,535	-	1,888	3,423
RAWCS commission	-	-	-	1,625	1,625
Insurance	1,481	-	-	2,594	4,075
Kokoda Partners - June 2018	-	-	-	789	789
Legal	5,476	-	8,817	-	14,293
Medical supplies	-	371	-	-	371
Tax/Compliance	-	-	48	-	48
Project Expenses	70,577	1,897	-	171,933	244,407
Buna Health Centre	-	-	-	116,910	116,910
Central Track March 2018	16,000	-	-	-	16,000
Central Track October 2017	17,256	-	-	-	17,256
Coastal Track January 2018 - Tufi Medical	4,378	-	-	17,003	21,380
Coastal Track May 2017	2,818	-	-	-	2,818
Coastal Track May 2018	918	-	-	27,533	28,451
Coastal Track September 2017	29,209	-	-	-	29,209
Flores May 2018	-	-	-	4,133	4,133
PNG Eye Care	-	-	-	932	932
Solar Panel Project	-	771	-	5,422	6,193
Student Pack Expenses	-	1,126	-	-	1,126
TOTAL EXPENDITURE	78,592	3,803	11,871	178,829	273,095
Inter Departmental Transfers	26,000	(6,422)	(19,578)	-	-
RAWCS Transfer to NREF	-	-	30,000	(30,000)	-
NET SURPLUS/ (DEFICIENCY) FOR THE PERIOD	(51,098)	1,374	788	46,006	(2,931)

NO ROADS EXPEDITIONS FOUNDATION (AUST) LIMITED
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STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2018

	2018	2017
	\$	\$
CURRENT ASSETS		
Bank Account - Health	2,895	55,900
Bank Account - Education	5,472	2,192
Bank Account - General	1,211	1,212
Bank Account - RAWCS	46,796	1
TOTAL CURRENT ASSETS	<u><u>56,373</u></u>	<u><u>59,304</u></u>
TOTAL ASSETS	<u><u>56,373</u></u>	<u><u>59,304</u></u>
CURRENT LIABILITIES		
Sundry Creditors	-	-
TOTAL CURRENT LIABILITIES	<u><u>-</u></u>	<u><u>-</u></u>
TOTAL LIABILITIES	<u><u>-</u></u>	<u><u>-</u></u>
NET ASSETS	<u><u>56,373</u></u>	<u><u>59,304</u></u>
EQUITY		
Accumulated Funds	56,373	59,304
	<u><u>56,373</u></u>	<u><u>59,304</u></u>

The Statement of Financial Position is to be read in conjunction with the audit report
and the notes to the financial statements.

NO ROADS EXPEDITIONS FOUNDATION (AUST) LIMITED
A.B.N. 65 204 071 916
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2018

	Accumulated Funds \$	Total \$
Balance as at 1 July 2016	-	-
Surplus/ (deficiency) attributable to the association	59,304	59,304
Balance as at 30 June 2017	<u>59,304</u>	<u>59,304</u>
Surplus/ (deficiency) attributable to the association	(2,931)	(2,931)
Balance as at 30 June 2018	<u>56,373</u>	<u>56,373</u>

The Statement of Changes in Equity is to be read in conjunction with the audit report and the notes to the financial statements.

NO ROADS EXPEDITIONS FOUNDATION (AUST) LIMITED
A.B.N. 65 204 071 916
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2018

	Note	2018 \$	2017 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from donations			
Other receipts		269,827	121,052
Payments to suppliers and employees		(273,095)	(61,748)
Interest received		338	
Net cash generated from/ (used in) operating activities	1	<u>(2,931)</u>	<u>59,304</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for property, plant and equipment		-	-
Net cash (used in)/ provided by investing activities		<u>-</u>	<u>-</u>
Net increase/ (decrease) in cash held		(2,931)	59,304
Cash and cash equivalents at beginning of financial year		59,304	-
Cash and cash equivalents at end of financial year	2	<u>56,373</u>	<u>59,304</u>

NO ROADS EXPEDITIONS FOUNDATION (AUST) LIMITED
A.B.N. 65 204 071 916
NOTES TO THE STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2018

	2018 \$	2017 \$
Note 1 - Net cash generated from/ (used in) operating activities		
Surplus/ (deficiency) for the year	(51,098)	59,304
	<u>(51,098)</u>	<u>59,304</u>
Note 2 - Cash and cash equivalents at end of financial year		
Cash at Bank	56,373	59,304
	<u>56,373</u>	<u>59,304</u>

NO ROADS EXPEDITIONS FOUNDATION (AUST) LIMITED
A.B.N. 65 204 071 916
NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2018

Note 1 - Statement of Significant Accounting Policies

No Roads Expeditions Foundation (Aust) Limited is a company limited by guarantee, incorporated and domiciled in Australia.

Policies Basis of preparation

The directors have prepared the financial statements on the basis that the Company is a non reporting entity because there are no users dependent on general purpose financial statements. The financial statements are therefore special purpose financial statements that have been prepared in order to meet with the requirements of 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.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the Australian Charities and Not for Profits Commission Act 2012, and the significant accounting policies disclosed below which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the previous period 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 unless otherwise stated in the notes. The accounting policies that have been adopted in the preparation of these statements are as follows.

Accounting Policies

a. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, 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 borrowings in current liabilities on the balance sheet.

b. Revenue

Revenue comprises income from the provision of non-government grants, member contributions and donations.

Donations

Donations collected, are recognised as revenue when the organisation gains control, economic benefits are probable and the amount of the donation can be measured reliably.

Interest Received

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

All receipts are stated inclusive of Good and Services Tax.

c. Income Tax

The Company is registered with the Australian Charities and Not-for-profits Commission and has been endorsed by the Australian Taxation Office to access a number of tax concessions, including an income tax exemption.

d. Goods and Services Tax (GST)

Revenues, expenses and assets are recognised inclusive of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense. Receivables and payables in the Balance Sheet are shown inclusive of GST.

NO ROADS EXPEDITIONS FOUNDATION (AUST) LIMITED
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NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2018

e. 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.

f. Impairment of Assets

At each reporting date, the Company reviews the carrying values of its assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value-in-use, is compared to the asset's carrying value. Any excess of the assets carrying value over its recoverable amount is expensed to the income statement.

Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash generating unit to which the asset belongs.

g. Financial Instruments

Initial Recognition and Measurement

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

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

Classification and Subsequent Measurement

Finance instruments are subsequently measured at either of fair value, amortised cost using the effective interest rate method, or cost. *Fair value* represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties. 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 method; and (iv) less any reduction for impairment.

The effective interest 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.

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.

Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the entity's intention to hold these investments to maturity. They are subsequently measured at amortised cost.

NO ROADS EXPEDITIONS FOUNDATION (AUST) LIMITED
A.B.N. 65 204 071 916
NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2018

Financial liabilities

Non-derivative financial liabilities are recognised at amortised cost, comprising original debt less principal payments and amortisation.

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 entity assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether an impairment has arisen. Impairment losses are recognised in the statement of comprehensive income.

Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expires 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 expired. The difference between the carrying value of the financial liability, which is 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.

h. Comparative Figures

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

When an entity applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its financial statements, a statement of financial position as at the beginning of the earliest comparative period must be disclosed.

i. Critical Accounting Estimates and Judgements

The Directors evaluate estimates and judgements 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.

Key Estimates - Impairment (General)

the Company assesses impairment at each reporting date by evaluating conditions specific to the Company that may lead to impairment of assets.

Where an impairment trigger exists, the recoverable amount of the asset is determined.

NO ROADS EXPEDITIONS FOUNDATION (AUST) LIMITED
A.B.N. 65 204 071 916
DIRECTORS' DECLARATION

The Directors of the Company declare that:

The financial statements and notes, as set out on pages 3 to 9, are in accordance with the Australian Charities and Not for Profits Commission Act 2012 and:

1. Profits Commission Act 2012 and:
 - (a) give a true and fair view of the financial position as at 30 June 2018 and of the performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements; and
 - (b) comply with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Australian Charities and Not for Profits Commission Regulation 2013.
2. In the Directors' opinion there are reasonable grounds to believe that the Company 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.

Director



Stewart Kreltzheim

Director



Joanne Bergman

Dated this

28th day of August 2018

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NO ROADS EXPEDITIONS FOUNDATION (AUST) LIMITED
ABN 65 204 071 916
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS

Opinion

I have audited the accompanying financial report of No Roads Expeditions Foundation (Aust) Limited (the company), which comprises the statement of financial position as at 30 June 2018, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information and the statement by the Board of Directors.

In my opinion, the accompanying financial report of No Roads Expeditions Foundation (Aust) Limited is in accordance with the ACNC Act 2012, including:

- i. giving a true and fair view of the company's financial position as at 30 June 2018 and of its performance and cash flows for the year ended on 30 June 2018; and
- ii. complying with Australian Accounting Standards and the ACNC Act 2012.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of my report. I am independent of the Company in accordance with the auditor independence requirements of the ACNC Act 2012 and 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 my audit of the financial report in Australia. I have also fulfilled our other ethical responsibilities in accordance with the Code.

I confirm that the independence declaration required by the ACNC Act 2012, which has been given to the directors of the Company would be on the same terms if given to the directors as at the time of this auditor's report.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Emphasis of Matter - Basis of Accounting and Restriction on Distribution

I draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist No Roads Expeditions Foundation (Aust) Limited to meet the requirements of the ACNC Act 2012. As a result, the financial report may not be suitable for another purpose. My opinion is not modified in respect of this matter.

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

Management is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the applicable legislation and for such internal control as management determines is necessary to enable the preparation and fair presentation of a 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 company's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the company's financial reporting process.

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Auditor's Responsibilities for the Audit of the Financial Report

My 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 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 the financial report.

As part of an audit in accordance with Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I 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 my 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 responsible entities.
- Conclude on the appropriateness of the responsible entities 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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my 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.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that I identify during my audit.



Frederik Ryk Ludolf Eksteen CA
ASIC Auditor Registration Number 421448

Collins & Co
127 Paisley Street
FOOTSCRAY VIC 3011

Dated this 24th day of August 2018