

All Kids Ltd

Financial Statements

For the Year Ended 30 June 2019

All Kids Ltd

Contents

For the Year Ended 30 June 2019

	Page
Financial Statements	
Statement of Profit or Loss and Other Comprehensive Income	1
Statement of Financial Position	2
Statement of Changes in Equity	3
Statement of Cash Flows	4
Notes to the Financial Statements	5
Directors' Declaration	10
Auditor's Independence Declaration under Section 307C of the Corporations Act 2001	11
Independent Audit Report	12

All Kids Ltd

Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 30 June 2019

	2019	2018
	\$	\$
Donations	325,916	341,933
Child Sponsorship	79,158	57,170
Interest Income	376	432
Other Income	24,253	12,028
Marketing expenses	(4,046)	(14,658)
Project Costs	(205,759)	(175,551)
Community and School Support	(135,272)	(122,336)
Administrative expenses	(68,139)	(65,392)
Occupancy costs	(3,884)	(6,289)
Depreciation	(22,072)	(31,381)
Net deficit for the year	(9,469)	(4,044)
Other comprehensive income		
Foreign exchange translation differences	3,043	(1,877)
Other comprehensive income for the year	3,043	(1,877)
Total comprehensive income for the year	(6,426)	(5,921)

The accompanying notes form part of these financial statements.

All Kids Ltd

Statement of Financial Position
As At 30 June 2019

	Note	2019 \$	2018 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	84,856	73,936
Trade and other receivables	4	11,208	10,635
Current tax receivable		(31)	40
Other assets		2,750	5,065
TOTAL CURRENT ASSETS		98,783	89,676
NON-CURRENT ASSETS			
Property, plant and equipment	5	33,914	52,158
TOTAL NON-CURRENT ASSETS		33,914	52,158
TOTAL ASSETS		132,697	141,834
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		1,231	3,942
TOTAL LIABILITIES		1,231	3,942
NET ASSETS		131,466	137,892
EQUITY			
Reserves		20,717	17,674
Retained earnings		110,749	120,218
TOTAL EQUITY		131,466	137,892

The accompanying notes form part of these financial statements.

All Kids Ltd

Statement of Changes in Equity
For the Year Ended 30 June 2019

2019

	Retained Earnings	Foreign Currency Translation Reserve	Total
	\$	\$	\$
Balance at 1 July 2018	120,218	17,674	137,892
(Deficit) attributable to members	(9,469)	-	(9,469)
Adjustments from foreign currency translation	-	3,043	3,043
Balance at 30 June 2019	110,749	20,717	131,466

2018

	Retained Earnings	Foreign Currency Translation Reserve	Total
	\$	\$	\$
Balance at 1 July 2017	124,262	19,551	143,813
(Deficit) attributable to members	(4,044)	-	(4,044)
Adjustments from foreign currency translation	-	(1,877)	(1,877)
Balance at 30 June 2018	120,218	17,674	137,892

The accompanying notes form part of these financial statements.

All Kids Ltd

Statement of Cash Flows
For the Year Ended 30 June 2019

	2019	2018
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from donations and sponsorship	428,825	410,939
Interest received	376	432
Payments to suppliers and employees	(417,495)	(383,282)
Net cash provided by operating activities	8 <u>11,706</u>	<u>28,089</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property, plant and equipment	<u>(3,829)</u>	(12,976)
Net cash (used in) investing activities	<u>(3,829)</u>	<u>(12,976)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Effects of exchange rate changes on cash and cash equivalents	<u>3,043</u>	(1,877)
Net increase in cash and cash equivalents held	10,920	13,236
Cash and cash equivalents at beginning of year	73,936	60,700
Cash and cash equivalents at end of financial year	3 <u><u>84,856</u></u>	<u><u>73,936</u></u>

The accompanying notes form part of these financial statements.

All Kids Ltd

Notes to the Financial Statements

For the Year Ended 30 June 2019

The financial report covers All Kids Ltd as an individual entity. All Kids Ltd is a not-for-profit Company limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of All Kids Ltd is US dollars and presentation currency is Australian dollars. The financial statements have been translated using a spot rate of 0.7013 USD (2018: 0.7391) and an average rate of 0.7156 USD (2018: 0.7753).

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

In the Directors' opinion, the Company is not a reporting entity since there are unlikely to exist users of the financial statements who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. This special purpose financial report has been prepared to meet the reporting requirements of the *Corporations Act 2001*.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of AASB 101 *Presentation of Financial Statements*, AASB 107 *Statement of Cash Flows*, AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors* and AASB 1054 *Australian Additional Disclosures*.

The financial statements 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.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

2 Summary of Significant Accounting Policies

(a) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the Company and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

Donations

Donations and bequests are recognised as revenue when received.

Interest revenue

Interest is recognised using the effective interest method.

Other income

Other income is recognised on an accruals basis when the Company is entitled to it.

(b) Income Tax

The Company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

Notes to the Financial Statements
For the Year Ended 30 June 2019

2 Summary of Significant Accounting Policies

(c) Property, plant and equipment

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

Items of property, plant and equipment acquired for nil or nominal consideration have been recorded at the acquisition date fair value.

Assets measured using the revaluation model are carried at fair value at the revaluation date less any subsequent accumulated depreciation and impairment losses. Revaluations are performed whenever there is a material movement in the value of an asset under the revaluation model.

Land and buildings

Land and buildings are measured using the revaluation model.

Plant and equipment

Plant and equipment are measured using the revaluation model.

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the assets useful life to the Company, commencing when the asset is ready for use.

The estimated useful lives used for each class of depreciable asset are shown below:

Fixed asset class	Useful life
Furniture, Fixtures and Fittings	2 to 7 years
Motor Vehicles	5 to 10 years
Computer Equipment	2 to 5 years

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

3 Cash and Cash Equivalents

	2019	2018
	\$	\$
Cash at bank and in hand	84,856	73,936

Reconciliation of cash

Cash and Cash equivalents reported in the statement of cash flows are reconciled to the equivalent items in the statement of financial position as follows:

Cash and cash equivalents	84,856	73,936
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All Kids Ltd

Notes to the Financial Statements
For the Year Ended 30 June 2019

4 Trade and other receivables

	2019	2018
	\$	\$
Deposits	11,208	10,635

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

5 Property, plant and equipment

PLANT AND EQUIPMENT

Furniture, fixtures and fittings

At cost	16,849	16,625
Accumulated depreciation	<u>(15,594)</u>	<u>(12,866)</u>
Total furniture, fixtures and fittings	<u>1,255</u>	<u>3,759</u>

Motor vehicles

At cost	114,505	113,527
Accumulated depreciation	<u>(82,610)</u>	<u>(65,128)</u>
Total motor vehicles	<u>31,895</u>	<u>48,399</u>

Computer equipment

At cost	33,671	31,045
Accumulated depreciation	<u>(32,907)</u>	<u>(31,045)</u>
Total computer equipment	<u>764</u>	<u>-</u>

Total property, plant and equipment

	<u>33,914</u>	<u>52,158</u>
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All Kids Ltd

Notes to the Financial Statements
For the Year Ended 30 June 2019

5 Property, plant and equipment

(a) Movements in carrying amounts of property, plant and equipment

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

	Furniture, Fixtures and Fittings	Motor Vehicles	Computer Equipment	Total
	\$	\$	\$	\$
Year ended 30 June 2019				
Balance at the beginning of year	3,759	48,399	-	52,158
Additions	224	978	2,626	3,828
Depreciation expense	(2,728)	(17,482)	(1,862)	(22,072)
Balance at the end of the year	1,255	31,895	764	33,914

	Furniture, Fixtures and Fittings	Motor Vehicles	Computer Equipment	Total
	\$	\$	\$	\$
Year ended 30 June 2018				
Balance at the beginning of year	7,278	62,090	3,731	73,099
Additions	300	14,575	990	15,865
Disposals	-	(2,616)	-	(2,616)
Depreciation expense	(3,819)	(25,650)	(4,721)	(34,190)
Balance at the end of the year	3,759	48,399	-	52,158

6 Reserves

(a) Foreign currency translation reserve

Exchange differences arising on translation of the foreign controlled entity are recognised in other comprehensive income - foreign currency translation reserve. The cumulative amount is reclassified to profit or loss when the net investment is disposed of.

7 Members' 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 \$ 10 each towards meeting any outstandings and obligations of the Company. At 30 June 2019 the number of members was 3 (2018: 3).

Notes to the Financial Statements
For the Year Ended 30 June 2019

8 Cash Flow Information

(a) Reconciliation of result for the year to cashflows from operating activities

Reconciliation of net income to net cash provided by operating activities:

	2019	2018
	\$	\$
Profit for the year	(9,468)	(4,044)
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit:		
- depreciation	22,072	31,381
- net gain on disposal of property, plant and equipment	-	2,536
Changes in assets and liabilities:		
-decrease in trade and other receivables	(502)	(192)
- (increase)/decrease in prepayments	2,315	(1,770)
- increase/(decrease) in trade and other payables	(2,711)	178
Cashflows from operations	11,706	28,089

9 Statutory Information

The registered office of the company is:

176 Fullarton Road
 Dulwich SA 5071
 Australia

The principal place of business is:

National Road 4
 Smach Deng Village, Ream Commune
 Prey Nop District, Sihanouk Province
 Cambodia

Directors' Declaration

The directors have determined that the Company is not a reporting entity and that these special purpose financial statements should be prepared in accordance with the accounting policies described in Note 2 of the financial statements.

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 2 to 9, are in accordance with the *Corporations Act 2001* and:
 - (a) comply with Australian Accounting Standards as stated in Note 1; and
 - (b) give a true and fair view of the financial position as at 30 June 2019 and of the performance for the year ended on that date of is in accordance with the accounting policy described in Note 2 of the financial statements.
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
Peter Davies

Director
Paul Otto

Dated this 25th day of December 2019



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Auditors Independence Declaration under Section 307C of the Corporations Act 2001 to the Directors of All Kids Ltd

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2019, 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.

MGI Assurance (SA)

MGI Assurance (SA) Pty Ltd
Chartered Accountants

A handwritten signature in black ink, appearing to read 'Clayton Lawrence', written over a horizontal line.

Clayton Lawrence
Director

Eastwood, South Australia

8 January 2020

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
ALL KIDS LTD**

Opinion

We have audited the accompanying financial report, being a special purpose financial report, of All Kids Ltd which comprises the statement of financial position as at 30 June 2019, 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, the financial report of All Kids Ltd is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of All Kids Ltd's financial position as at 30 June 2019 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis of 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 company in accordance with the auditor independence requirements of the *Corporations Act 2001* 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 our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

We draw attention to Note 2 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the *Corporations Act 2001*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 2 to the financial report is appropriate to meet the requirements of the *Corporations Act 2001* and is appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of a 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 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 the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibility for 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.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the responsible entities' preparation of the financial report that gives a true and fair view 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the responsible entities, as well as evaluating the overall presentation of the financial report.

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

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our auditor's report.

MGI Assurance (SA)

MGI Assurance (SA) Pty Ltd
Chartered Accountants



Clayton Lawrence
Director

Eastwood, South Australia.
8 January 2020