

INDIGO FOUNDATION INC.
ABN: 81 765 707 413

**FINANCIAL REPORT
FOR THE YEAR ENDED
30 JUNE 2023**

INDIGO FOUNDATION INC.

ABN: 81 765 707 413

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**INDIGO FOUNDATION INC.
ABN 81 765 707 413**

**COMMITTEE'S REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

Your Committee Members submit the financial report of Indigo Foundation Inc. for the financial year ended 30 June 2023.

Committee Members

The names of Committee Members throughout the year and at the date of this report are:

Lyla Rogan - Chairperson	Alison Martin
Ronald Switzer - Treasurer	Megan Chisholm
Robin Brown - Secretary	Tamana Mirzada
Leigh Cupitt	Elena Pak - appointed 6 November 2022
Bianca Crocker - resigned 6 November 2022	
Fyfe Strachan	

Principal Activities

The principal activities of the association during the financial year were providing relief to people in developing countries.

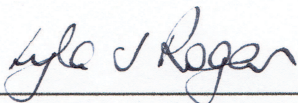
Significant Changes

No significant change in the nature of these activities occurred during the year.

Operating Result

The net deficit for the 2023 financial year amounted to \$66,738 (2022: \$25,683 surplus).

Signed in accordance with a resolution of the Members of the Committee.



Lyla Rogan (Chairperson)



Ronald Switzer (Treasurer)

Dated this *1st* day of November 2023



**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 60.40 OF THE
AUSTRALIAN CHARITIES AND NOT-FOR-PROFITS COMMISSION ACT 2012
TO THE MEMBERS OF INDIGO FOUNDATION INC**

We declare that, to the best of our knowledge and belief, during the financial year 30 June 2023 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 contraventions of any applicable code of professional conduct in relation to the audit.

Dated this 2nd day of November 2023

**McCarthy Salkeld
Audit Pty Ltd**

A handwritten signature in black ink, appearing to read "Jane Perry", is positioned above the printed name.

Jane Perry FCA

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

INDIGO FOUNDATION INC.
ABN 81 765 707 413

BALANCE SHEET
AS AT 30 JUNE 2023

	Note	2023 \$	2022 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	2	130,062	418,807
Trade and other receivables	3	300	110
Inventories		2,662	522
Investments	4	100,000	-
Other assets	5	8,139	2,289
TOTAL CURRENT ASSETS		241,163	421,728
TOTAL ASSETS		241,163	421,728
 LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	6	13,639	18,434
Employee provisions	7	8,570	24,209
Other			
- Deferred revenue	8	30,934	124,326
TOTAL CURRENT LIABILITIES		53,143	166,970
TOTAL LIABILITIES		53,143	166,970
NET ASSETS		188,020	254,758
 MEMBERS FUNDS			
Retained Surplus		254,758	229,075
Excess/(Shortfall) of Revenue over Expenditure		(66,738)	25,683
TOTAL MEMBERS' FUNDS		188,020	254,758

The accompanying notes form part of these financial statements

INDIGO FOUNDATION INC.

ABN 81 765 707 413

**INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2023**

	Note	2023	2022
		\$	\$
REVENUE			
Donations and gifts			
- Monetary		377,944	475,492
Grant Received			
- Other Australian Grants		55,000	7,944
Commercial Activities (Fundraising) Income		78,815	41,050
Other Income		4,537	220
TOTAL REVENUE		516,296	524,706
EXPENDITURE			
International Aid and Development Programs			
- Funds to International Aid and Development Programs	9	325,886	266,859
- Accountability and Administration costs		90,936	83,312
Commercial Activities (Fundraising) Expenditure		39,742	22,998
Other Expenditure			
- Advertising and Marketing		5,600	2,044
- Postage, Print and Stationery		5,729	12,423
- Administration Expenses		10,416	8,502
- Human Resources		97,682	96,525
- Insurance		7,043	6,360
TOTAL EXPENDITURE		583,034	499,024
EXCESS/(SHORTFALL) OF REVENUE OVER EXPENDITURE		(66,738)	25,683

The accompanying notes form part of these financial statements

INDIGO FOUNDATION INC.
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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2023

	Accumulated Funds \$	Total \$
Balance as at 1st July 2021	229,075	229,075
Excess/(Shortfall) of Revenue over Expenditure	25,683	25,683
Balance as at 30th June 2022	254,758	254,758
Balance as at 1st July 2022	254,758	254,758
Excess/(Shortfall) of Revenue over Expenditure	(66,738)	(66,738)
Balance as at 30th June 2023	188,020	188,020

INDIGO FOUNDATION INC.
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CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2023

	Note	2023 \$	2022 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from membership		155	136
Donations received		339,552	441,229
Grant received		-	7,944
Receipts from fundraising activities		76,523	42,863
Payments to partner organisations and suppliers		(609,357)	(484,219)
Interest received		4,382	84
Net cash provided by (used in) operating activities	9	<u>(188,745)</u>	<u>8,037</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of Investment		<u>(100,000)</u>	-
Net cash provided by (used in) investing activities		<u>(100,000)</u>	-
CASH FLOWS FROM FINANCING ACTIVITIES			
Net cash provided by (used in) financing activities		<u>-</u>	<u>-</u>
Net increase/(decrease) in cash held		(288,745)	8,037
Cash at the beginning of the financial year		418,807	410,770
Cash at the end of the financial year	2	<u><u>130,062</u></u>	<u><u>418,807</u></u>

The accompanying notes form part of these financial statements

INDIGO FOUNDATION INC.

ABN 81 765 707 413

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

Note 1: Summary of Significant Accounting Policies

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the *Australian Charities and Not-for-profits Commission Act 2012*, the *Associations Incorporation Act 2009 (NSW)*, and the *ACFID Code of Conduct* (for further information refer to ACFID Code of Conduct website). The Committee has determined that the Association is not a reporting entity.

The financial statements have been prepared on an accruals basis, except the cash flow statement, and are based on historic costs and do not take into account changing money values or, except where stated specifically, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of these financial statements.

Statement of Compliance

The financial report has been prepared in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and the disclosure requirements of the following *Australian Accounting Standards*:

AASB 101: Presentation of Financial Statements

AASB 107: Statement of Cash Flows

AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors

AASB 1048: Interpretation of Standards

AASB 1054: Australian Additional Disclosures

No other applicable Accounting Standards, Australian Accounting interpretations or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

a. Income Tax

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

The entity has been granted deductible gift recipient status in accordance with Division 30 of the *Income Tax Assessment Act 1997*.

b. Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less.

c. Trade and Other Receivables

Trade and other receivables include amounts due from members as well as amounts receivable from donors. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

d. Investments

Term Deposits

Term deposits include cash investments with initial maturities exceeding three months.

e. Other Assets

Prepayments

Prepayments include amounts paid in advance by the entity for expenses due after the end of the reporting period.

Interest Receivable

Interest receivables include the interest income accrued during the year on term deposits owned by the association.

f. Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest method for interest bearing accounts held.

Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

If conditions are attached to the grant or donations that must be satisfied, the Association is eligible to receive the contribution in recognition of the grant and revenue will be deferred until those conditions are satisfied.

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

g. Inventories

Inventories are measured at the lower of cost and net realisable value.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

h. Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

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 in the balance sheet.

i. Trade and Other Payables

Trade payables and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the Association during the reporting period that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

j. Employee Provisions

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee provisions have been measured at the amounts expected to be paid when the liability is settled.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

	2023	2022
NOTE 2: CASH AND CASH EQUIVALENTS	\$	\$
Cash at bank - restricted	95,448	214,356
Cash at bank - unrestricted	34,614	204,451
Total cash and cash equivalents	<u>130,062</u>	<u>418,807</u>
<p>The restricted cash at bank represents the Relief Funds held by the Foundation that must be spent on the organisation's overseas marginalised communities support projects as part of the Foundation's Deductible Gift Recipient Status.</p> <p>The unrestricted funds represent cash at bank derived from fundraising activities for which no tax deductible receipts are issued.</p>		
NOTE 3: TRADE AND OTHER RECEIVABLES		
Trade Receivables	300	-
Other Receivables	-	110
	<u>300</u>	<u>110</u>
NOTE 4: INVESTMENTS		
Term Deposit	100,000	-
	<u>100,000</u>	<u>-</u>
NOTE 5: OTHER ASSETS		
GST Paid	2,067	1,289
Interest Receivable	2,404	-
Prepayments	3,669	1,000
	<u>8,139</u>	<u>2,289</u>
NOTE 6: TRADE AND OTHER PAYABLES		
PAYG and Superannuation	7,714	8,512
Accrued Expenses	5,925	9,923
	<u>13,639</u>	<u>18,434</u>
NOTE 7: EMPLOYEE PROVISIONS		
Provision for Annual Leave	8,452	17,887
Provision for Long Service Leave	118	6,322
	<u>8,570</u>	<u>24,209</u>

INDIGO FOUNDATION INC.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

	2023	2022
	\$	\$
NOTE 8: DEFERRED REVENUE		
Africa Projects - Namibia and Rwanda	22,098	77,707
Afghanistan Projects	8,835	46,619
	<u>30,934</u>	<u>124,326</u>
 NOTE 9: INTERNATIONAL AID AND DEVELOPMENT PROGRAMS		
Lua Lemba Foundation, Rote - Indonesia	-	5,520
PEKKA Lodan Doe - Indonesia	12,997	8,366
Juventude Ba Desenvolvimentu Nasional - East Timor	23,243	16,130
Afghan schools project (Borjegai and Jirghi) - Afghanistan	93,850	146,612
Hako Women's Collective, Bougainville - Papua New Guinea	59,853	10,641
Program for Education and Awareness Building - India	29,812	27,490
Mahalir Sakthi - India	22,927	22,000
Otjiwarongo Development Fund Project - Namibia	8,000	-
KNOC Olympic Solidarity & Marebu Flood - Kiribati	9,316	5,800
Club Rafiki - Rwanda	65,605	24,300
Refugee Support Groups	283	-
	<u>325,886</u>	<u>266,859</u>

INDIGO FOUNDATION INC.
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

	2023	2022
	\$	\$
NOTE 10: CASH FLOW INFORMATION		
Reconciliation of Cash Flow from Operations with Excess/(shortfall) of revenue over expenditure		
Excess/(shortfall) of revenue over expenditure	(66,738)	25,683
Changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries		
(Increase)/decrease in trade and other receivables	(190)	(110)
Increase/(decrease) in trade and other payables	(5,573)	3,376
Increase/(decrease) in deferred revenue	(93,393)	(34,263)
Increase/(decrease) in provisions	(15,639)	11,429
(Increase)/decrease in inventories	(2,140)	1,922
(Increase)/decrease in other assets	(5,073)	-
	<u>(188,745)</u>	<u>8,037</u>

NOTE 11: EVENTS AFTER THE REPORTING PERIOD

The committee are not aware of any significant events since the end of the reporting period.

In the opinion of the committee, there are no other matters that have arisen since the end of the financial year which significantly affect the operations of Indigo Foundation, the results of those operations, or the state of affairs in future financial years.

NOTE 12: AUDITOR'S REMUNERATION

Auditor's Remuneration	<u>3,900</u>	<u>4,600</u>
	<u>3,900</u>	<u>4,600</u>

INDIGO FOUNDATION INC.

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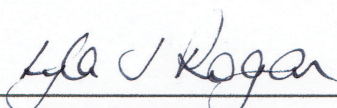
**STATEMENT BY MEMBERS OF THE COMMITTEE
FOR THE YEAR ENDED 30 JUNE 2023**

The Committee has determined that the Indigo Foundation Inc. is not a reporting entity and as such the balance sheet as at 30 June 2023, the income and expenditure statement, the statement of changes in equity, the cashflow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, have been prepared in accordance with the accounting policies appropriate to meet the needs of the members of the Indigo Foundation Inc.

In our opinion, the accompanying financial report of Indigo Foundation Incorporated is in accordance with *Division 60 of the Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act)*, the *Associations Incorporation Act 2009 (NSW)*, and the *ACFID Code of Conduct*, including:

- 1 Presents fairly the financial position of the Indigo Foundation Inc. as at 30 June 2023 and its performance for the year ended on that date in accordance with the requirements of the *Associations Incorporation Act 2009 (NSW)* and other mandatory professional reporting requirements.
- 2 At the date of this statement, there are reasonable grounds to believe that the Indigo Foundation Inc. will be able to pay its debts as and when they fall due.
- 3 The accounts give a true and fair view of all the income and expenditure with respect to fundraising appeals.
- 4 The Balance Sheet gives a true and fair view of the state of affairs with respect to fund raising appeals.
- 5 The Indigo Foundation Inc. has no mortgages, charges and other securities affecting any property owned by the incorporated Association.
- 6 The provisions of the *Charitable Fundraising Act 1991 (NSW) and Regulations* under the Act and the conditions attached to the fundraising authority have been complied with.
- 7 The financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and the *ACFID Code of Conduct*.

This statement is made in accordance with a resolution of the Committee, subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013* and is signed for and on behalf of the Committee by:



Lyla Rogan (Chairperson)



Ronald Switzer (Treasurer)

Dated this *1st* day of November 2023



**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF INDIGO FOUNDATION INCORPORATED**

Report on the audit of the Financial Report

Opinion

We have audited the financial report of Indigo Foundation Incorporated (the Association), being a special purpose financial report, which comprises the balance sheet as at 30th June 2023, the income and expenditure statement, the statement of changes in equity and the cash flow statement for the year then ended and notes to the financial statements, including a summary of significant accounting policies, and the statement by members of the Committee.

In our opinion, the accompanying financial report of Indigo Foundation Incorporated is in accordance with *Division 60 of the Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act)*, and the *ACFID Code of Conduct, including:*

- (a) giving a true and fair view of the Association's financial position as at 30 June 2023 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013, and the ACFID Code of Conduct.*

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 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.

Emphasis of Matter – Basis of accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the basis of fulfilling the Association's financial reporting responsibilities under the ACNC Act, the Associations Incorporation Act and the ACFID Code of Conduct. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Our opinion is not modified in respect of the above matter.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF INDIGO FOUNDATION INCORPORATED**

Responsibilities of the Committee for the Financial Report

The Committee of the Association is 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 1 to the financial report is appropriate to meet the requirements of the *ACNC Act*, and *the ACFID Code of Conduct*. The Committee's responsibility also includes such internal control as the Committee determines 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 Committee is responsible for assessing the Association'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 Committee either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

The committee is responsible for overseeing the Association's financial reporting process.

Auditor's Responsibility 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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Committee.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF INDIGO FOUNDATION INCORPORATED**

- Conclude on the appropriateness of the Committee'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 Association'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 Association 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Corporation to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the Corporation's audit. We remain solely responsible for our audit opinion.

Independence

We confirm that the independence declaration required by the ACNC Act, which has been given to the committee of Indigo Foundation Inc, would be in the same terms if given to the Association at the time of this auditor's report.

Report on Other Legal and Regulatory Requirements

In accordance with the Charitable Fundraising Act 1991 Indigo Foundation Incorporated must meet the following requirements:

- The accounts and associated records must be properly kept in accordance with the Act and the regulations;
- Money received as a result of fundraising appeals conducted during the year must be properly accounted for and applied in accordance with this Act and the regulations; and
- The incorporated association must remain solvent.

In our opinion the committee of Indigo Foundation Incorporated has satisfied their obligations as required under the *Charitable Fundraising Act 1991* and *Charitable Fundraising Regulation 2008*.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF INDIGO FOUNDATION INCORPORATED**

We communicate with the Committee 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.

Dated this 2nd day of November 2023

**McCARTHY SALKELD
AUDIT PTY LTD**



Jane Perry FCA JP

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