

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

**FINANCIAL REPORT**  
**FOR THE YEAR ENDED**  
**30TH JUNE 2018**

INDIGO FOUNDATION INC  
FOR THE YEAR ENDING 30 JUNE 2018  
COMMITTEE'S REPORT

**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 2018**

Your committee members submit the financial report of Indigo Foundation Inc for the financial year ended 30 June 2018.

**Committee Members**

The names of committee members throughout the year and at the date of this report are:

Sally Stevenson - resigned 12/11/17	Gwyneth Graham	Robin Brown
Cressida Hall - resigned 12/11/17	Christine Edwards	
Ronald Switzer	Lyla Rogan	
Susan Engel	Bianca Croker	
Shirley Randell	Leigh Cupitt	

**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 surplus for the 2018 financial year amounted to \$22,920

Signed in accordance with a resolution of the members of the committee.

Dated this the 4th day of November 2018

  
\_\_\_\_\_  
Lyla Rogan (Chairperson)

  
\_\_\_\_\_  
Ronald Switzer (Treasurer)

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

**BALANCE SHEET**  
**AS AT 30 JUNE 2018**

	Note	2018 \$	2017 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	2	335,520	319,057
Trade and other receivables	3	1,250	320
Inventory		469	1,719
Other assets	4	4,284	455
<b>TOTAL CURRENT ASSETS</b>		<u>341,523</u>	<u>321,551</u>
<b>TOTAL ASSETS</b>		<u>341,523</u>	<u>321,551</u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	5	13,145	5,944
Employee provisions	6	7,937	2,863
Deferred revenue	7	135,877	131,531
Other liabilities	8	-	19,569
<b>TOTAL CURRENT LIABILITIES</b>		<u>156,959</u>	<u>159,907</u>
<b>TOTAL LIABILITIES</b>		<u>156,959</u>	<u>159,907</u>
<b>NET ASSETS</b>		<u>184,564</u>	<u>161,644</u>
<b>MEMBERS FUNDS</b>			
Retained Surplus		161,644	137,853
Current Year Surplus / (Deficit)		22,920	23,791
<b>TOTAL MEMBERS' FUNDS</b>		<u>184,564</u>	<u>161,644</u>

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

**INCOME AND EXPENDITURE STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2018**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
<b>INCOME</b>		
Administration Fees	1,310	-
Contributions (Members)	59	55
Donations Received	347,990	343,502
Grant Received	19,950	-
Fundraising Activities	93,077	40,652
Interest	1,582	1,662
	<u>463,968</u>	<u>385,871</u>
<b>EXPENDITURE</b>		
Administration Expenses	20,265	12,799
Advertising and Promotion	105	154
Audit Fees	7,100	3,500
Bank Charges	892	1,039
Communications	-	118
Community Development Support	248,783	214,366
Organisational Support	6,440	40,008
Fundraising Costs	45,020	23,322
Gateway Provider Fees	768	517
Insurance	3,492	3,349
Postage, Print and Stationery	4,412	5,946
Registration	-	304
Wages & Salaries	87,832	48,132
Superannuation Expenses	8,392	4,574
Provision for Annual Leave	7,483	3,703
Training Expenses	65	-
University of Wollongong Prizes	-	250
	<u>441,049</u>	<u>362,081</u>
Current Year Surplus / (Deficit)	<u>22,920</u>	<u>23,790</u>
<b>RETAINED SURPLUS AT THE BEGINNING OF THE FINANCIAL YEAR</b>	<u>161,644</u>	<u>137,853</u>
<b>RETAINED SURPLUS AT THE END OF THE FINANCIAL YEAR</b>	<u>184,564</u>	<u>161,643</u>

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

**CASHFLOW STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2018**

	Note	2018	2017
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from services rendered		(13,914)	(16,662)
Receipts from membership		59	55
Donations received		347,990	343,502
Grant received		19,950	-
Receipts from fundraising activities		94,647	39,006
Payments to partner organisations and suppliers		(433,851)	(351,314)
Interest received		1,582	1,661
<b>Net cash provided by (used in) operating activities</b>	9	<u>16,463</u>	<u>16,248</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
<b>Net cash provided by (used in) investing activities</b>		<u>-</u>	<u>-</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
<b>Net cash provided by (used in) financing activities</b>		<u>-</u>	<u>-</u>
Net Increase/(Decrease) in cash held		16,463	16,248
Cash at beginning of year		319,057	302,809
<b>Cash at end of year</b>	9	<u><u>335,520</u></u>	<u><u>319,057</u></u>



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

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

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**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 and Associations Incorporation Act 2009* (NSW). The committee has determined that the association is not a reporting entity.

The financial statements have been prepared on an accruals basis, except the cashflow 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.

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 *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. **Other Assets**

**Prepayments**

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

**Deposits Paid**

Deposits paid include amounts paid in advance by the entity to secure the purchase of goods and/or services for a future date after the end of the reporting period.

**INDIGO FOUNDATION INC**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2018**

<b>NOTE 2: CASH AND CASH EQUIVALENTS</b>	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Cash at bank - restricted	198,699	216,437
Cash at bank - unrestricted	136,821	102,621
Total cash and cash equivalents	<u>335,520</u>	<u>319,058</u>

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.

The unrestricted funds represent cash at bank derived from fundraising activities to which tax deductible receipts are issued for any money deposited in the fundraising and the benevolent accounts.

**NOTE 3: TRADE AND OTHER RECEIVABLES**

Other Receivables	1,250	320
	<u>1,250</u>	<u>320</u>

**NOTE 4: OTHER ASSETS**

GST Refundable	521	455
Prepayments	3,635	-
Advance E House	128	-
	<u>4,284</u>	<u>455</u>

**NOTE 5: TRADE AND OTHER PAYABLES**

Trade Payables	60	460
PAYG and Superannuation	5,365	5,484
Accrued Expenses	7,721	-
	<u>13,145</u>	<u>5,944</u>

**NOTE 6: EMPLOYEE PROVISIONS**

Provision for Annual Leave	7,937	2,863
	<u>7,937</u>	<u>2,863</u>



**INDIGO FOUNDATION INC**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2018**

**e. 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

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.

**f. Inventories**

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

**g. 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.

**h. 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.

**i. 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.

**INDIGO FOUNDATION INC**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2018**

<b>NOTE 7: DEFERRED REVENUE</b>	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Africa Projects - Namibia and Rwanda	94,228	99,181
Afghanistan Projects	34,649	29,531
India Projects	7,000	-
Travel Raffle	-	2,820
	<u>135,877</u>	<u>131,532</u>

**NOTE 8 - OTHER LIABILITIES**

Aminata Maternal Foundation Ltd	-	19,569
	<u>-</u>	<u>19,569</u>

Indigo foundation entered into an auspicing agreement to support the Aminata Maternal Foundation Ltd (Aminata) during its establishment phase. Under this agreement, donated funds were held until authorised release to fund Aminata projects were received. Indigo Foundation charged an agreed administration fee for providing this service. Aminata was successful in applying for their own Deductible Gift Recipient status. Therefore, the agreement was terminated effective March 2018 and all funds held by Indigo Foundation were distributed to Aminata by the end of May 2018.

**NOTE 9: CASHFLOW INFORMATION**

**Reconciliation of cash**

Cash 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:

Cash and Cash Equivalents	335,520	319,057
<b>Reconciliation of Cash Flow from Operations with Profit after Income Tax</b>		
Profit/(loss) after income tax	22,919	23,791
Prior period expense adjustment	-	-
<b>Changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries</b>		
(Increase)/decrease in trade and other receivables	320	(320)
Increase/(decrease) in trade and other payables	7,136	5,953
Increase/(decrease) in deferred revenue	4,345	(36,232)
Increase/(decrease) in other current liability	(19,569)	19,569
Increase/(decrease) in provisions	5,075	2,864
(Increase)/decrease in inventories	1,250	(1,326)
(Increase)/decrease in other assets	(5,013)	1,950
	<u>16,463</u>	<u>16,248</u>



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

**STATEMENT BY MEMBERS OF THE COMMITTEE  
FOR THE YEAR ENDED 30 JUNE 2018**

The committee has determined that the Indigo Foundation Inc is not a reporting entity and as such the Balance Sheet and Income and Expenditure Statement have been prepared in accordance with the accounting policies appropriate to meet the needs of the members of the Indigo Foundation Inc.

The financial report has been prepared on the basis of the financial reporting requirements of a Tier 2 association under Regulation 9 of the Associations Incorporation Regulation 2010.


In the opinion of the Committee the financial report:

- 1 Presents fairly the financial position of the Indigo Foundation Inc as at 30 June 2018 and its performance for the year ended on that date in accordance with the requirements of the Associations Incorporations Act (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 surplus derived by the Foundation for the year from fundraising appeals has been retained as cash to be applied against ongoing and future projects of the Foundation.
- 8 The financial statements and notes satisfy the requirements of the Australian Charities and Not-for-profits Commission Act 2012.

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:

Dated this 4th day of November 2018

  
Lyla Rogan (Chairperson)

  
Ronald Switzer (Treasurer)



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

**Auditor's Opinion**

We have audited the financial report of Indigo Foundation Incorporated, being a special purpose financial report, which comprises the statement of financial position as at 30 June 2018, the income and expenditure statement and statement of cashflows 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* and *Associations Incorporation Act 2009*, including:

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

**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 and Associations Incorporation Act. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

**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 needs of the members. 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.



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

### **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 association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee.
- 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.

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.



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

**Report on Other Legal and Regulatory Requirements**

In accordance with the *Charitable Fundraising Act 1991* the 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 the Indigo Foundation Incorporated has satisfied their obligations as required under the *Charitable Fundraising Act 1991* and *Charitable Fundraising Regulation 2008*.

Dated in North Parramatta on the 5th day of November 2018.

**McCARTHY SALKELD  
CHARTERED ACCOUNTANTS**

*McCarty Salkeld.*

*J Perry* FCA

**Jane Perry FCA  
Director**

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