

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

**FINANCIAL REPORT  
FOR THE YEAR ENDED  
30TH JUNE 2021**

**INDIGO FOUNDATION INC.**

**ABN: 81 765 707 413**

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**MEMORANDUM FOR THE RECORD**  
**DATE: 10/10/2012**  
**SUBJECT: [Illegible]**  
**TO: [Illegible]**

[Illegible text]

**Background:**

[Illegible text]

[Illegible]	[Illegible]
[Illegible]	[Illegible]
[Illegible]	[Illegible]
[Illegible]	[Illegible]
[Illegible]	[Illegible]
[Illegible]	[Illegible]
[Illegible]	[Illegible]

**Analysis:**

[Illegible text]

**Conclusion:**

[Illegible text]

**Recommendation:**

[Illegible text]

[Illegible text]

[Illegible text]

  
[Illegible text]

  
[Illegible text]

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

**BALANCE SHEET**  
**AS AT 30 JUNE 2021**

	Note	2021 \$	2020 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	2	410,770	448,540
Trade and other receivables	3	-	9,000
Inventories		2,444	4,228
Other assets	4	1,867	1,602
<b>TOTAL CURRENT ASSETS</b>		<u>415,082</u>	<u>463,370</u>
<b>TOTAL ASSETS</b>		<u>415,082</u>	<u>463,370</u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	5	14,638	16,455
Employee provisions	6	12,780	9,324
Other			
- Deferred revenue	7	158,589	214,438
<b>TOTAL CURRENT LIABILITIES</b>		<u>186,007</u>	<u>240,217</u>
<b>TOTAL LIABILITIES</b>		<u>186,007</u>	<u>240,217</u>
<b>NET ASSETS</b>		<u>229,075</u>	<u>223,153</u>
<b>MEMBERS FUNDS</b>			
Retained Surplus		223,154	207,661
Excess/(Shortfall) of Revenue over Expenditure		5,921	15,492
<b>TOTAL MEMBERS' FUNDS</b>		<u>229,075</u>	<u>223,154</u>

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 2021**

	Note	2021 \$	2020 \$
<b>REVENUE</b>			
Donations and gifts			
- Monetary		295,777	278,604
Grant Received			
- Other Australian Grants		52,167	36,500
Commercial Activities (Fundraising) Income		5,338	4,915
Other Income		233	1,009
COVID-19 Government Subsidy		41,500	37,000
<b>TOTAL REVENUE</b>		<b>395,015</b>	<b>358,027</b>
<b>EXPENDITURE</b>			
International Aid and Development Programs			
- Funds to International Aid and Development Programs	8	187,499	171,877
- Accountability and Administration costs		10,973	7,980
Commercial Activities (Fundraising) Expenditure		13,432	3,187
Other Expenditure			
- Advertising and Marketing		3,177	2,224
- Communications		-	872
- Postage, Print and Stationery		9,723	4,726
- Administration Expenses		3,171	17,769
- Human Resources		156,880	129,600
- Insurance		4,239	4,300
<b>TOTAL EXPENDITURE</b>		<b>389,094</b>	<b>342,535</b>
<b>EXCESS/(SHORTFALL) OF REVENUE OVER EXPENDITURE</b>		<b>5,921</b>	<b>15,492</b>

The accompanying notes form part of these financial statements

INDIGO FOUNDATION INC.  
ABN 81 765 707 413

STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2021

	Accumulated Funds \$	Total \$
<b>Balance as at 1st July 2019</b>	207,661	207,661
Excess/(Shortfall) of Revenue over Expenditure	15,492	15,492
<b>Balance as at 30th June 2020</b>	<b>223,154</b>	<b>223,154</b>
<b>Balance as at 1st July 2020</b>	223,154	223,154
Excess/(Shortfall) of Revenue over Expenditure	5,921	5,921
<b>Balance as at 30th June 2021</b>	<b>229,075</b>	<b>229,075</b>

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

**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2021**

	Note	2021 \$	2020 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from membership		18	173
Donations received		239,929	364,325
Grant received		52,167	36,500
Receipts from fundraising activities		16,121	(1,051)
Payments to partner organisations and suppliers		(387,720)	(342,726)
Interest received		215	836
COVID-19 Government Subsidy		41,500	37,000
<b>Net cash provided by (used in) operating activities</b>	9	<u>(37,770)</u>	<u>95,057</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		(37,770)	95,057
Cash at the beginning of the financial year		448,540	353,484
<b>Cash at the end of the financial year</b>	9	<u><u>410,770</u></u>	<u><u>448,540</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 2021**

**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.

**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. 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.**

**ABN 81 765 707 413**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021**

**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 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.

**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

**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 2021**

<b>NOTE 2: CASH AND CASH EQUIVALENTS</b>	<b>2021</b> \$	<b>2020</b> \$
Cash at bank - restricted	234,048	275,295
Cash at bank - unrestricted	176,722	173,245
Total cash and cash equivalents	<u>410,770</u>	<u>448,540</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 for which no tax deductible receipts are issued.

**NOTE 3: TRADE AND OTHER RECEIVABLES**

Other Receivables	-	9,000
	-	9,000

**NOTE 4: OTHER ASSETS**

GST Paid	867	602
Deposits paid	1,000	1,000
	<u>1,867</u>	<u>1,602</u>

**NOTE 5: TRADE AND OTHER PAYABLES**

PAYG and Superannuation	8,940	7,319
Accrued Expenses	5,698	9,136
	<u>14,638</u>	<u>16,455</u>

**NOTE 6: EMPLOYEE PROVISIONS**

Provision for Annual Leave	12,780	9,324
	<u>12,780</u>	<u>9,324</u>

INDIGO FOUNDATION INC.

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NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021

	2021	2020
	\$	\$
<b>NOTE 7: DEFERRED REVENUE</b>		
Africa Projects - Namibia and Rwanda	77,707	77,707
Afghanistan Projects	71,598	111,780
Perpetual Grant for Pekka Logan Doe	9,283	24,950
	<u>158,589</u>	<u>214,438</u>
 <b>NOTE 8: INTERNATIONAL AID AND DEVELOPMENT PROGRAMS</b>		
Lua Lemba Foundation, Rote - Indonesia	12,710	5,442
Nefo Ko'u Farmers' Cooperative, West Timor - Indonesia	-	3,271
PEKKA Lodan Doe - Indonesia	15,120	9,829
Afghan schools project (Borjegai and Jirghi) - Afghanistan	47,755	15,000
Hako Women's Collective, Bougainville - Papua New Guinea	17,844	19,019
Program for Education and Awareness Building - India	23,470	20,795
Mahalir Sakthi- India	17,520	21,150
Orphans and vulnerable children project, Budaka - Uganda	3,370	20,021
Otjiwarongo Development Fund Project - Namibia	3,020	1,485
Wedweil Schools - South Sudan	-	18,788
Women's Empowerment and Education Centre, Kabul - Afghanistan	-	7,213
Club Rafiki - Rwanda	46,690	29,864
	<u>187,499</u>	<u>171,877</u>

INDIGO FOUNDATION INC.

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NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021

**NOTE 9: CASH FLOW INFORMATION**

**Reconciliation of cash**

Cash at the end of the financial year as shown in the cash flow statement is reconciled to

Cash and Cash Equivalents	410,770	448,540
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**Reconciliation of Cash Flow from Operations with  
Profit after Income Tax**

Profit/(loss) after income tax	5,921	15,492
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**Changes in assets and liabilities, net of the effects  
of purchase and disposal of subsidiaries**

(Increase)/decrease in trade and other receivables	9,000	(5,291)
Increase/(decrease) in trade and other payables	(1,817)	456
Increase/(decrease) in deferred revenue	(55,849)	85,721
Increase/(decrease) in other current liability	(0)	(278)
Increase/(decrease) in provisions	3,456	(818)
(Increase)/decrease in inventories	1,783	(675)
(Increase)/decrease in other assets	(265)	449
	<u>(37,770)</u>	<u>95,057</u>

**NOTE 10: EVENTS AFTER THE REPORTING PERIOD**

Other than the following, the committee are not aware of any significant events since the end of the reporting period.

During the 2021 financial year, the Board determined that the Namibia Project was to be terminated. Upon advice from legal counsel, the Board has indicated a two prong approach to dealing with this program. Donors will be given the opportunity for funds to be refunded or to re-purpose the funds to other closely related projects on the African continent. All funds for this project are held in Deferred Revenue (Note 7). These decisions are expected to be made in the first six months of the 2022 financial year.

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.

**MEMORANDUM FOR THE COMMISSION**

**DATE: 05/03/2011**

**Statement of Assets of the Foundation  
for the 2010-2011 Fiscal Year**

The Commission has determined that the major foundation for which a reporting order has been issued (the "Foundation") is a 501(c)(3) organization and is subject to the provisions of the Internal Revenue Code. The Commission is required to determine the assets of the Foundation for the 2010-2011 fiscal year. The Commission has reviewed the financial statements of the Foundation for the 2010-2011 fiscal year and has determined that the financial statements of the Foundation for the 2010-2011 fiscal year are accurate and complete. The Commission has also reviewed the financial statements of the Foundation for the 2010-2011 fiscal year and has determined that the financial statements of the Foundation for the 2010-2011 fiscal year are accurate and complete.

The Commission has also reviewed the financial statements of the Foundation for the 2010-2011 fiscal year and has determined that the financial statements of the Foundation for the 2010-2011 fiscal year are accurate and complete.

**Assets of the Foundation for the 2010-2011 Fiscal Year**

1. The major foundation for which a reporting order has been issued (the "Foundation") is a 501(c)(3) organization and is subject to the provisions of the Internal Revenue Code. The Commission is required to determine the assets of the Foundation for the 2010-2011 fiscal year. The Commission has reviewed the financial statements of the Foundation for the 2010-2011 fiscal year and has determined that the financial statements of the Foundation for the 2010-2011 fiscal year are accurate and complete.
2. The Commission has also reviewed the financial statements of the Foundation for the 2010-2011 fiscal year and has determined that the financial statements of the Foundation for the 2010-2011 fiscal year are accurate and complete.
3. The Commission has also reviewed the financial statements of the Foundation for the 2010-2011 fiscal year and has determined that the financial statements of the Foundation for the 2010-2011 fiscal year are accurate and complete.
4. The Commission has also reviewed the financial statements of the Foundation for the 2010-2011 fiscal year and has determined that the financial statements of the Foundation for the 2010-2011 fiscal year are accurate and complete.
5. The Commission has also reviewed the financial statements of the Foundation for the 2010-2011 fiscal year and has determined that the financial statements of the Foundation for the 2010-2011 fiscal year are accurate and complete.
6. The Commission has also reviewed the financial statements of the Foundation for the 2010-2011 fiscal year and has determined that the financial statements of the Foundation for the 2010-2011 fiscal year are accurate and complete.
7. The Commission has also reviewed the financial statements of the Foundation for the 2010-2011 fiscal year and has determined that the financial statements of the Foundation for the 2010-2011 fiscal year are accurate and complete.
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10. The Commission has also reviewed the financial statements of the Foundation for the 2010-2011 fiscal year and has determined that the financial statements of the Foundation for the 2010-2011 fiscal year are accurate and complete.

The Commission has also reviewed the financial statements of the Foundation for the 2010-2011 fiscal year and has determined that the financial statements of the Foundation for the 2010-2011 fiscal year are accurate and complete.

  
[Name]

  
[Name]

Date: 05/03/2011

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

**Opinion**

We have audited the financial report of Indigo Foundation Incorporated, being a special purpose financial report, which comprises the balance sheet as at 30th June 2021, 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 the Association 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:

- (a) giving a true and fair view of the Association's financial position as at 30 June 2021 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 the 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 Association 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**

We draw attention to the following:

1. 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.
2. The impact of COVID-19 pandemic on economic activity globally, combined with the uncertainties it has created locally has created operational challenges for the Association. At the date of signing this financial report, the committee have considered the potential impact of the COVID-19 pandemic on the Association's financial position and have determined that no material adjustments are required to be disclosed in the financial report for the year ended 30<sup>th</sup> June 2021.

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

### **Responsibilities of the Committee for the Financial Report**

The committee of the Association are responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies described in Note 1 to the financial statements, is appropriate to meet the requirements of the *ACNC Act*, the *ACFID Code of Conduct* 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 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 relating 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 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.

#### **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*.

**Dated this 25<sup>th</sup> day of October 2021**

**McCARTHY SALKELD  
CHARTERED ACCOUNTANTS**



**Jane Perry FCA**

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