



# **GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD**

**A.C.N. 116 997 427**

**FINANCIAL REPORT  
FOR THE YEAR ENDED  
30 JUNE 2014**

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# **GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD**

**ACN 116 997 427**

## **DIRECTORS' REPORT**

The directors present this report on the consolidated entity consisting of Gay and Lesbian Foundation of Australia Ltd and the entities it controlled during the financial year ended 30 June 2014. Throughout the report the consolidated entity is referred to as the group. The controlled entities during the year comprise the GALFA Public Fund (ABN 82 567 934) and GALFA Charitable Fund (ABN 45 880 774 771), for which the company acts as Trustee.

### **Directors**

The names of each person who has been a director during the year and to the date of this report are:

Mr Damian Douglas-Meyer  
Mr Ian Gould  
Ms Sarina Jackson  
Mr Colin Krycer  
Ms Ruth McNair  
Ms Carol Wilkinson

All the above directors have been in office since the start of the financial year to the date of this report.

### **Company Secretary**

The following person held the position of secretary since the start of the financial year to the date of this report:

Ms Sarina Jackson – Solicitor, partner of Douros Lawyers, has been a legal practitioner for 15 years, admitted to practice in New South Wales and Victoria. Sarina practices in the areas of commercial law, banking and finance, insolvency and litigation.

### **Principal Activities**

The principal activities of the group during the financial year were publicising the foundation, raising funds from donations and making grants. No significant change in the nature of the group's activities occurred during the financial year.

### **Operating Results**

The operating profit of the group amounted to \$11,458 (2013: \$1,148) from which one grant of \$1,000 (2013: \$5,000) was awarded as follows:-

#### **Lesbian Parenting Australia**

This grant is towards the development of a website resource to be hosted by Lesbian Parenting Australia for GLBTIQ women wanting to start a family. This project is being jointly funded with a grant from the Australian Lesbian Medical Association.

# **GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD**

**ACN 116 997 427**

## **DIRECTORS' REPORT**

### **Dividends Paid or Recommended**

Item 5 of the Constitution states that company property and income must be applied solely towards promoting the company's objective, and that no distribution may be made to Members. Therefore no dividends were paid or declared since the start of the financial year and a recommendation for payment of a dividend cannot be made.

### **Review of Operations**

The results of the operations of the group during the financial year reflect ongoing fundraising and grant making activities.

### **Significant Changes in State of Affairs**

No significant changes in the group's state of affairs occurred during the financial year.

### **After Balance Date 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 group, the results of those operations, or the state of affairs of the group in future financial years.

### **Future Developments**

The Board has plans to further develop the charitable and grant giving capacity and to attract donations, seek co-funding from other philanthropic organisations and offer grants to organisations that meet approved criteria. Where volunteer resources allow, GALFA will assist GLBTI organisations access mainstream philanthropy.

### **Environmental Issues**

The group's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a state or territory.

# **GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD**

**ACN 116 997 427**

## **DIRECTORS' REPORT**

### **Information on Directors**

- **Dr Ruth McNair** - Chair of Directors  
Qualifications - MBBS, PhD, DRANZCOG, DA(UK), FRACGP  
A general practitioner specialising in lesbian health and women's health. She is also Associate Professor at the Department of General Practice, University of Melbourne. She is a member of the Victorian Ministerial Advisory Committee on GLBTI health and wellbeing, and was on Victorian Attorney General's Advisory Committee on Gay and Lesbian Issues from 2001 to 2007. She was the founding Convener of the Fertility Access Rights Lobby from 1999 to 2004 and was Convener of the Australian Lesbian Medical Association from 2002 to 2005. She was the inaugural treasurer of the Rainbow Families Council. In 2007, she received the Quiet Achiever Rainbow Award, and in 2008, she was made a life member of the Victorian Gay and Lesbian Rights lobby.
- **Ms Sarina Jackson** - Secretary  
Qualifications - LLB, GDipLegPrac  
Solicitor and partner of a law firm and based in Sydney and Melbourne. When living in Melbourne, she was on various boards of the ALSO Foundation including a time as resident. She has been involved with JOY 94.9, HIV/AIDS Legal Centre and Victorian AIDS Council.
- **Mr Ian Gould** - Treasurer  
Qualifications - Dip Agr Sci, M Agr Sci, GMQ, MAICD  
With a career as a research engineer/scientist and senior manager with Victorian and Commonwealth Governments, a Member of the Australian Institute of Company Directors, and Board experience on CRC's and Centres of Excellence, Ian recently chose to retire from professional work. Ian has been a volunteer and activist in the GLBTI community for 26 years, including volunteer then Board member of the Victorian Aids Council/Gay Men's Health Centre (1986-96), Committee Member and Treasurer of the Victorian Gay and Lesbian Rights Lobby (2000-04), volunteer with the Reichstein Foundation's GALFA formation committee (2004-5) and Deputy Chair of the Victorian Governments Advisory Committee on GLBTI Health and Wellbeing.
- **Mr Damian Douglas-Meyer** - Director  
Qualifications - BSc (CompSci Hons)  
An information technology professional and gay and lesbian activist from Western Australia, former chair of Gay and Lesbian Equality (WA) Inc, former board member of GLBTI Retirement Association Inc (GRAI), former board member of Human Rights WA Inc.
- **Mr Colin Krycer** - Director  
Qualifications - n/a  
A committed volunteer in the HIV/AIDS field and the general Gay and Lesbian community for the past twenty years. Colin has been successful in fundraising and served on numerous committees. He is one of the earliest members of JOY 94.9.

# GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD

ACN 116 997 427

## DIRECTORS' REPORT

### Information on Directors (continued)

- Ms Carol Wilkinson - Director  
Qualifications - BEdTr, Grad Dip Soc Sc, Post Grad Cert Prof Ethics, Centenary of Federation Medal.  
An active member of the LGBTI community since the early 1990s. As a small business owner, she has over 30 years experience of employee and financial management. Carol's other managerial experience includes the committees or boards of: The Deafness Foundation (Victoria), Gay & Lesbian Switchboard, Joy Melbourne Inc, and Aids Hepatitis & Sexual Health Line. She is a Life Member of Switchboard and JOY 94.9. In 2001, she was awarded the Centenary of Federation Medal for services to the Gay and Lesbian community.

### Meetings of Directors

During the financial year, 7 meetings of the directors were held. Attendances by each director were as follows:

NAME	MEETINGS ELIGIBLE	MEETINGS ATTENDED
Damian Douglas-Meyer	7	7
Ian Gould	7	7
Sarina Jackson	7	5
Colin Krycer	7	6
Ruth McNair	7	7
Carol Wilkinson	7	5

### Indemnifying Officers or Auditor

The company has no insurance to indemnify the officers acting in their capacity as officers of the company. During or since the end of the financial year, no other indemnities have been given in relation to the officers of the company.

The company carries no other insurance cover, as no significant insurable risks exist at this time. It is the policy of the company that insurance cover shall be obtained where risks arise, such as during the conduct of public fundraising events. No indemnities have been given, during or since the end of the financial year, on behalf of the auditor of the company.

### Proceedings on Behalf of the Group

No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings. The company was not a party to any such proceedings during the year.

**GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD**

**ACN 116 997 427**

**DIRECTORS' REPORT**

**Auditor's Independence Declaration**

The auditor's independence declaration for the year ended 30 June 2014 has been received and can be found on page 7 after the directors' report.

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



.....  
Ian Gould  
Director

Dated this 21st day of December 2014



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**AUDITOR'S INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001**

**TO THE DIRECTORS OF  
GAY AND LESBIAN FOUNDATION OF AUSTRALIA LIMITED**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2014 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.

*Hayes Knight Audit*

Hayes Knight Audit Pty Ltd  
Melbourne

*Andrew S. Wehrens*

Andrew S. Wehrens FCA  
Director

Dated this *21st* day of *December* 2014

# GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD

ACN 116 997 427

## CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2014

	Notes	2014 \$	2013 \$
Revenue	2	17,506	9,101
ASIC fees		(1,442)	280
Audit fees	3	(1,895)	(1,760)
Bank charges		(100)	(57)
Grants awarded		(1,000)	(5,000)
Insurance		(943)	(1,046)
Other expenses		(107)	(129)
Publications, printing and stationery expenses		(561)	(241)
Profit / (loss) before income tax		11,458	1,148
Income tax expenses	1(f)	-	-
Profit / (loss) after income tax		11,458	1,148

## CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION FOR THE YEAR ENDED 30 JUNE 2014

	Retained Earnings \$	Total Equity \$
Balance at 1 July 2012	9,331	9,331
Profit attributable to the group	1,148	1,148
Balance at 30 June 2013	10,479	10,479
Profit attributable to the group	11,458	11,458
Balance at 30 June 2014	21,937	21,937

The accompanying notes form part of the financial statements

**GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD**

**ACN 116 997 427**

**CONSOLIDATED BALANCE SHEET  
AS AT 30 JUNE 2014**

	Notes	2014 \$	2013 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	4	15,691	7,147
Trade and other receivables	5	7,683	3,440
Other current assets	6	-	943
<b>TOTAL CURRENT ASSETS</b>		<b>23,374</b>	<b>11,530</b>
<b>TOTAL ASSETS</b>		<b>23,374</b>	<b>11,530</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	7	1,437	1,051
<b>TOTAL CURRENT LIABILITIES</b>		<b>1,437</b>	<b>1,051</b>
<b>TOTAL LIABILITIES</b>		<b>1,437</b>	<b>1,051</b>
<b>NET ASSETS</b>		<b>21,937</b>	<b>10,479</b>
<b>EQUITY</b>			
Retained Earnings		21,937	10,479
<b>TOTAL EQUITY</b>	8	<b>21,937</b>	<b>10,479</b>

The accompanying notes form part of the financial statements

# GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD

ACN 116 997 427

## CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2014

	Notes	2014 \$	2013 \$
Cash Flows from Operating Activities		13,262	5,661
Receipts from donors		(3,719)	(3,268)
Payments to suppliers		(1,000)	(5,000)
Grants paid		-	-
Interest received		-	-
Net cash from / (used by) operating activities	A	8,544	(2,607)
Cash Flow from Financing Activities		-	-
Net cash used in financing activities		-	-
Cash Flows from Investing Activities		-	-
Net cash used in investing activities		-	-
Net increase / (decrease) in cash and cash equivalents		8,544	(2,607)
Cash and cash equivalents at the beginning of the financial year		7,147	9,754
Cash and cash equivalents at the end of the financial year	4	15,691	7,147

The accompanying notes form part of the financial statements.

### A. NOTE TO THE CONSOLIDATED CASH FLOW STATEMENT

Reconciliation of cash flow from operations with profit after income tax

Operating Profit after Income Tax	11,458	1,148
Changes in Assets and Liabilities:		
(Increase) / decrease in Trade receivables	(4,243)	(3,440)
(Increase) / decrease in Prepayments	942	(86)
Increase / (decrease) in Payables	387	(229)
Cash from / (used by) operating activities	8,544	(2,607)

# **GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD**

**ACN 116 997 427**

## **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014**

### **1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

The directors have prepared the financial statements on the basis that the company is a non-reporting entity because there are no users who are dependent on general-purpose financial reports. This financial report is therefore a special purpose financial report that has been prepared in order to meet the requirements of the Corporations Act 2001.

The consolidated financial report is for Gay and Lesbian Foundation of Australia Ltd (a company limited by guarantee), incorporated and domiciled in Australia, and the entities it controlled during the financial year ended 30 June 2014. Throughout the report the consolidated entity is referred to as the group. The controlled entities during the year comprise the GALFA Public Fund (ABN: 82 567 458 934) and GALFA Charitable Fund (ABN: 45 880 774 771), for which the company acts as Trustee.

#### **Basis of Preparation**

The report has been prepared in accordance with the requirements of the Corporations Act 2001, and the following applicable Australian Accounting Standards and Australian Accounting Interpretations.

AASB 10:	Consolidated Financial Statements;
AASB 101:	Presentation of Financial Statements;
AASB 107:	Cash Flow Statements;
AASB 108:	Accounting Policies, Changes in Accounting Estimates and Errors;
AASB 110:	Events after the Balance Sheet Date;
AASB 1031:	Materiality; and
AASB 1048:	Interpretation and Application of Standards.

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

#### **Reporting Basis and Conversions**

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. It does not take into account changing money values or, except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

# GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD

ACN 116 997 427

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

### 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont)

The following is a summary of the material accounting policies adopted by the group in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

#### Accounting Policies

##### a. Revenue

- (i) Donations and grants received are recognised as revenue when received unless they are for a specific purpose, where they are carried forward as prepaid income on the balance sheet.
- (ii) Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets is the rate inherent in the instrument.

##### b. Financial Instruments

###### *Recognition and Initial Measurement*

Financial instruments, incorporating financial assets and financial liabilities, are recognised when the entity becomes a party to the contractual provisions of the instrument.

Trade date accounting is adopted for financial assets that are delivered within timeframes established by marketplace convention.

Financial instruments are initially measured at fair value plus transactions costs where the instrument is not classified at fair value through profit or loss. Transaction costs related to instruments classified as at fair value through profit or loss are expensed to profit or loss immediately. Financial instruments are classified and measured as set out below.

###### *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 expire. The difference between the carrying value of the financial liability 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.

# GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD

ACN 116 997 427

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

### 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont)

#### b. Financial Instruments (cont)

##### *Classification and Subsequent Measurement*

##### *(i) Financial assets at fair value through profit or loss*

Financial assets are classified at fair value through profit or loss when they are held for trading for the purpose of short term profit taking, where they are derivatives not held for hedging purposes, or designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Realised and unrealised gains and losses arising from changes in fair value are included in profit or loss in the period in which they arise.

##### *(ii) 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 using the effective interest rate method.

##### *(iii) 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 company's intention to hold these investments to maturity. They are subsequently measured at amortised cost using the effective interest rate method.

##### *(iv) Available-for-sale financial assets*

Available-for-sale financial assets are non-derivative financial assets that are either designated as such or that are not classified in any of the other categories. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

##### *(v) Financial liabilities*

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost using the effective interest rate method.

##### *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.

##### *Impairment*

At each reporting date, 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 impairment has arisen. Impairment losses are recognised in the Income Statement.

# **GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD**

**ACN 116 997 427**

## **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014**

### **1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont)**

#### **c. Impairment of Assets**

At each reporting date, the group reviews the carrying values of its tangible and intangible 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 cost to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the Income Statement.

Where the future economic benefits of the asset are not primarily dependent upon on the assets ability to generate net cash inflows and when the entity would, if deprived of the asset, replace its remaining future economic benefits, value in use is depreciated replacement cost of an asset.

Where it is not possible to estimate the recoverable amount of a class of asset, the entity estimates the recoverable amount of the cash-generating unit to which the asset belongs.

#### **d. 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.

#### **e. Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised inclusive of the amount of GST, as GST incurred is not currently 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.

Cash flows are presented in the Cash Flow Statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

#### **f. Income Tax Expenses**

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

#### **g. Provisions**

Provisions are recognised when the group 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.

**GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD**

**ACN 116 997 427**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2014**

**1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont)**

**h. Comparative Figures**

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

**i. Critical Accounting Estimates and Judgments**

The directors evaluate estimates and judgments incorporated into the financial report 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 entity.

The financial report was authorised for issue on 21<sup>st</sup> December 2014 by the board of directors.

# GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD

ACN 116 997 427

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

	2014 \$	2013 \$
<b>2. REVENUE OPERATING ACTIVITIES</b>		
Donations	17,506	9,101
	<u>17,506</u>	<u>9,101</u>
Non-operating revenue:	-	-
Interest	-	-
	<u>17,506</u>	<u>9,101</u>
<b>3. PROFIT / (LOSS) BEFORE INCOME TAX</b>		
Expenses:		
Auditors remuneration:		
- Auditing the financial statements		
Current year	1,410	1,760
Under provision - Prior year	485	-
	<u>1,895</u>	<u>1,760</u>
The auditors did not receive any other benefits.		
<b>4. CASH AND CASH EQUIVALENTS</b>		
Cash at bank	15,691	7,147
	<u>15,691</u>	<u>7,147</u>
<b>5. TRADE AND OTHER RECEIVABLES</b>		
Donations receivable - Give Now	7,683	3,440
	<u>7,683</u>	<u>3,440</u>
<b>6. OTHER CURRENT ASSETS</b>		
Prepayments	-	943

# GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD

ACN 116 997 427

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

	2014 \$	2013 \$
<b>7. TRADE AND OTHER PAYABLES</b>		
Other payables	1,437	1,051
	<u>1,437</u>	<u>1,051</u>
<b>8. TOTAL EQUITY</b>		
The balance of equity reserves is attributed to:		
Gay and Lesbian Foundation of Australia Ltd	-	-
GALFA Public Fund Trust	19,522	8,214
GALFA Charitable Fund Trust	2,415	2,265
	<u>21,937</u>	<u>10,479</u>

### 9. EVENTS AFTER BALANCE DATE

There were no significant events after the balance date that should be brought to account in the financial report at 30 June 2014.

### 10. ENTITY DETAILS

The registered office and principal place of business for the company is:

C/o Douros Lawyers  
Level 28  
31 Market Street  
Sydney, NSW 2000

### 11. 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 \$100 each towards meeting any outstanding obligations of the company. At 30 June 2014 the number of members was 6 being the directors of the company (2013: 7).

**GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD**

**ACN 116 997 427**

**DIRECTORS' DECLARATION**

The company is not a reporting entity because, in the Directors' opinion, there are unlikely to exist users who are unable to command the preparation of reports tailored so as to satisfy specifically all of their information needs. This financial report is, therefore a "special purpose financial report" that has been prepared solely to meet the Corporations Act 2001 requirements to prepare a financial report in accordance with the accounting policies outlined in Note 1 to the financial statements.

The directors of the company declare that: -

- (a) the consolidated financial statements and notes as set out on pages 8 to 17 are in accordance with the Corporations Act 2001, comply with Accounting Standards and Corporations Regulations 2001 and give a true and fair view of the group's financial position as at 30 June 2014, and of its performance for the year ended on that date; and
- (b) In the directors' opinion there are reasonable grounds to believe that the group 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.

  
.....  
Ian Gould  
Director

Dated this 26<sup>th</sup> day of December 2014



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Registered Audit Company 291969

## **INDEPENDENT AUDIT REPORT TO THE DIRECTORS OF GAY AND LESBIAN FOUNDATION OF AUSTRALIA LIMITED**

### *Report on the Financial Report*

We have audited the accompanying financial report, being a special purpose financial report of Gay and Lesbian Foundation of Australia Ltd and the entities it controlled during the financial year, which comprises the statement of financial position as at 30 June 2014, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

### *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 1 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.

### *Auditor's Responsibility*

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement.

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 company's 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 company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

The financial report has been prepared for distribution to members for the purpose of fulfilling the directors' financial reporting responsibilities under the *Corporations Act 2001*. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

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

### *Independence*

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Gay and Lesbian Foundation of Australia Ltd, would be in the same terms if given to the directors as at the time of this auditor's report.

*Opinion*

In our opinion the financial report of Gay and Lesbian Foundation of Australia Ltd and is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the company's financial position as at 30 June 2014 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 Accounting*

Without modifying our opinion, we draw attention to Note 1 to the financial report which describes the basis of accounting. The financial report is 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.

*Hayes Knight Audit*

**Hayes Knight Audit Pty Ltd**  
Melbourne

*A. Wehrens*

**Andrew S. Wehrens FCA**  
Director

Dated this *21st* day of *December* 2014

