

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

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

## **FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2009**

### **CONTENTS**

Directors' Report

Auditor's Independence Declaration

Income Statement

Statement of Recognised Income and Expenditure

Balance Sheet

Cash Flow Statement

Notes to the Financial Statements

Directors' Declaration

Independent Auditor's Report

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

**ACN 116 997 427**

## **DIRECTORS' REPORT**

Your directors present this report on the entity for the financial year ended 30 June 2009.

### **Directors**

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

Ms Carol Wilkinson  
Mr Colin Krycer  
Mr Mark Burgess (Appointed 12 December 2008)  
Ms Ruth McNair  
Ms Sarina Jackson  
Ms Cath Smith (Resigned 30 April 2009)

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

### **Company Secretary**

The following person held the position of entity secretary at the end of the financial year:

Ms Sarina Jackson – Solicitor, partner of Douros Lawyers, has been a legal practitioner for 13 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 entity during the financial year were the establishing the foundation and planning for launch activities to publicise the foundation. No significant change in the nature of the entity's activities occurred during the financial year.

### **Operating Results**

The operating profit of the company amounted to \$665 (2008: \$189).

### **Dividends Paid or Recommended**

No dividends were paid or declared since the start of the financial year. No recommendation for payment of dividends has been made.

### **Review of Operations**

The results of the operations of the entity during the financial year reflect decisions taken by Directors to establish the Foundation and apply for Deductible Gift Recipient status under the Income Tax Assessment Act 1997 as amended.

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

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

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

**ACN 116 997 427**

## **DIRECTORS' REPORT**

### **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 entity, the results of those operations, or the state of affairs of the entity in future financial years.

### **Future Developments**

The entity has plans to develop charitable and grant giving plan to attract donations and offer grants to organisations, which meet approved criteria.

### **Environmental Issues**

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

### **Options**

No options over issued shares or interests in the entity were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

### **Information on Directors**

- Mr Mark Burgess - Treasurer
- Qualifications - Chartered Accountant, 20 years in private investment and general management. Since the mid 1990's Mark has volunteered for a number of UK and Australian GLBTI organisations including Lesbian and Gay Switchboard, the Albert Kennedy Trust (for homeless gay teens), and JOY 94.9.
- Mr Colin Krycer - Director
- Qualifications - 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.
- Dr Ruth McNair - Director
- Qualifications - A general practitioner specialising in lesbian health and women's health. She is also a Senior Lecturer 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 is 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.



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

**ACN 116 997 427**

### **DIRECTORS' REPORT**

- Ms Sarina Jackson - Director / Secretary
- Qualifications - 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 President. She has been involved with Joy 94.9, HIV/AIDS Legal Centre and Victorian AIDS Council.

Ms Sarina is also the entity's secretary.

- Ms Cath Smith - Director
- Qualifications – CEO of VCOSS (Victorian Council of Social Service) responsible for active policy work in the areas of children, young people and families, disability, education and training, emergency relief, energy and water, health, housing, human rights, justice, transport, community-government partnerships, welfare reform and other issues of social and economic disadvantage. She spent most of the 1990s working in international development; playing various senior roles in advocacy, operations, marketing and communications management at Community Aid Abroad (now Oxfam Australia). Prior to that, from 1985 to 1991, she worked in policy, fundraising and campaigning roles for the environment movement.
- Ms Carol Wilkinson - Director
- Qualifications - 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.

No directors have any special responsibilities unless stated otherwise. .

#### **Meetings of Directors**

During the financial year, 8 meetings of the directors were held. Attendances by each director were as follows:

NAME	MEETINGS ELIGIBLE	MEETINGS ATTENDED
Sarina Jackson	8	3
Colin Krycer	8	6
Ruth McNair	8	7
Mark Burgess	7	7
Cath Smith	7	3
Carol Wilkinson	8	6



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

**ACN 116 997 427**

## **DIRECTORS' REPORT**

### **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. No indemnities have been given or insurance premiums paid, during or since the end of the financial year, on behalf of the auditor of the company.

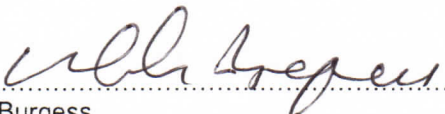
### **Proceedings on Behalf of the Entity**

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

### **Auditor's Independence Declaration**

The auditor's independence declaration for the year ended 30 June 2009 has been received and can be found on page 6 of the directors' report.

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

  
.....  
Mark Burgess  
Director

Dated this 29<sup>th</sup> day of October 2009



**GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD**

**ACN 116 997 427**

**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE  
CORPORATIONS ACT 2001 TO THE DIRECTORS OF  
GAY AND LESBIAN FEDERATION OF AUSTRALIA**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2009 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.

*Clements Dunne & Bell*

**Clements Dunne & Bell Partnership  
Level 14, 350 Queen Street  
Melbourne**

*Andrew Wehrens*

**Andrew Wehrens  
Partner**

Dated this 29<sup>th</sup> day of October 2009.

**GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD**

**ACN 116 997 427**

**INCOME STATEMENT  
FOR THE YEAR ENDED 30 JUNE 2009**

	Notes	2009 \$	2008 \$
Revenue	2	7,565	450
Audit fees	3	(3,135)	-
Bank charges		(88)	(153)
Bank interest		-	(32)
Publications printing and stationery expenses		(2,117)	(76)
Other expenses		(1,560)	-
Profit / (loss) before income tax		665	189
Income tax expenses	1(h)	-	-
Profit / (loss) after income tax		665	189

The accompanying notes form part of the financial statements

**GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD**

**ACN 116 997 427**

**STATEMENT OF RECOGNISED INCOME AND EXPENDITURE  
FOR THE YEAR ENDED 30 JUNE 2009**

	Retained Earnings \$	Total Equity \$
Balance at 1 July 2008	(148)	(148)
Profit attributable to the company	189	189
Balance at 30 June 2008	41	41
Profit attributable to the company	665	665
Balance at 30 June 2009	706	706

The accompanying notes form part of the financial statements



# GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD

ACN 116 997 427

## BALANCE SHEET AS AT 30 JUNE 2009

	Notes	2009 \$	2008 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	1,531	41
Other current assets	5	-	-
TOTAL CURRENT ASSETS		1,531	41
NON CURRENT ASSETS		-	-
TOTAL NON CURRENT ASSETS		-	-
TOTAL ASSETS		1,531	41
CURRENT LIABILITIES			
Trade and other payables	6	825	-
TOTAL CURRENT LIABILITIES		825	-
TOTAL LIABILITIES		825	-
NET ASSETS / (LIABILITIES)		706	41
EQUITY			
Retained Earnings		706	41
TOTAL EQUITY		706	41

The accompanying notes form part of the financial statements

# GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD

ACN 116 997 427

## CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2009

	Notes	2009 \$	2008 \$
Cash Flows from Operating Activities			
Receipts from donors		7,565	450
Payments to suppliers		(6,075)	(409)
Interest received		-	-
Net cash from / (used in) operating activities	A	1,490	41
Cash Flow from Financing Activities		-	-
Repayment of borrowings		-	-
Net cash used in financing activities		-	-
Cash Flows from Investing Activities		-	-
Payment for property, plant and equipment		-	-
Net cash used in investing activities		-	-
Net increase in cash held		1,490	41
Cash at the beginning of the financial year		41	-
Cash at the end of the financial year	4	1,531	41

The accompanying notes form part of the financial statements.

### A. NOTE TO THE CASH FLOW STATEMENT

Reconciliation of cash flow from operations with loss after income tax

Operating Profit / (Loss) after Income Tax	665	189
Changes in Assets and Liabilities:		
- Increase/(Decrease) in Payables	825	(148)
Cash provided by operating activities	1,490	41

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

**ACN 116 997 427**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009**

### **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 its 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 financial report is for Gay and Lesbian Foundation of Australia Ltd (a company limited by guarantee) as an individual entity, incorporated and domiciled in Australia.

#### **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 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.

The following is a summary of the material accounting policies adopted by the entity 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.



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

**ACN 116 997 427**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009**

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

#### **b. Property, Plant and Equipment**

Each class of property, plant and equipment is carried at cost or fair values as indicated, less, where applicable, accumulated depreciation and impairment losses.

##### **Property**

Freehold land and buildings are measured on the cost basis less depreciation and impairment losses.

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation reserve in equity. Decreases that offset previous increases of the same class of asset are charged against fair value reserves directly in equity; all other decreases are charged to the income statement. Each year the difference between depreciation based on the revalued carrying amount of the asset charged to the income statement and depreciation based on the asset's original cost is transferred from the revaluation reserve to retained earnings.

Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

##### **Plant and Equipment**

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

##### **Depreciation**

The depreciable amount of all fixed assets including buildings and capitalised leased assets, but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the economic entity commencing from the time the asset is held ready for use.

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

**ACN 116 997 427**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009**

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

#### **b. Property, Plant and Equipment (cont)**

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rate
Plant and equipment	12% to 25%
Furniture and Fittings	12% to 25%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

#### **c. 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.

# GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD

ACN 116 997 427

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

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

#### c. Financial Instruments (cont)

##### *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.

##### *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.



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

**ACN 116 997 427**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009**

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

#### **c. Financial Instruments (cont)**

##### **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.

#### **d. Impairment of Assets**

At each reporting date, the entity 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.

#### **e. Employee Benefits**

Provision is made for the entity's liability for employee benefits arising from services rendered by employees to Balance Sheet date. Employee benefits expected to be settled within one year together with benefits arising from wages, salaries and annual leave, which may be settled after one year, have been measured at the amounts expected to be paid when the liability is settled plus related on costs. Other employee benefits payable later than one year have been measured at the net present value.

Contributions are made by the entity to an employee superannuation fund and are charged as expenses when incurred.

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

**ACN 116 997 427**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009**

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

#### **f. 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.

#### **g. 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.

#### **h. 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.

#### **i. Provisions**

Provisions are recognised when the entity 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.

#### **j. Comparative Figures**

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

#### **k. 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 29<sup>th</sup> October 2009 by the board of directors.

# GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD

ACN 116 997 427

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

	2009 \$	2008 \$
<b>2. REVENUE OPERATING ACTIVITIES</b>		
Donations	7,565	450
Non-operating revenue:		
Interest	-	-
Miscellaneous	-	-
	<u>7,565</u>	<u>450</u>
<b>3. PROFIT / (LOSS) BEFORE INCOME TAX</b>		
Expenses:		
Auditors remuneration:		
- Auditing the financial statements – current year	825	-
- Auditing the financial statements – previous years 2006, 2007 & 2008	2,310	-
The auditors did not receive any other benefits.		
<b>4. CASH AND CASH EQUIVALENTS</b>		
Cash at bank	1,531	41
	<u>1,531</u>	<u>41</u>
<b>5. OTHER CURRENT ASSETS</b>		
Other	-	-



# GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD

ACN 116 997 427

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

	2009	2008
	\$	\$

### 6. TRADE AND OTHER PAYABLES

Other payables	825	-
	<u>825</u>	<u>-</u>

### 7. ACCOUNTING POLICIES

The following Australian Accounting Standards issued or amended and are applicable to the company but not yet effective and have not been adopted in preparation of the financial statements at reporting date.

AASB Amendment	Standards Affected	Outline of Amendment	Application Date of Standard	Application Date for Entity
AASB 2008-8 Amendments to Australian Accounting Standards	AASB 101	Presentation of Financial Statements	1.1.2009	1.7.2009
		The revised AASB 101: Presentation of Financial Statements issued in September 2008 requires the presentation of a statement of comprehensive income and makes changes to the statement of changes in recognised income and expenditure.		
AASB 101	AASB 101	Presentation of Financial Statements	1.1.2009	1.7.2009
		As above		

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

**ACN 116 997 427**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009**

### **8. Events after the Balance Date**

There were no significant events after the balance date that should be brought to account in the financial report at 30 June 2009.

### **9. Entity Details**

The registered office of company is:

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

### **10. Members' Guarantee**

The entity 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 outstandings and obligations of the company. At 30 June 2009 the number of members was 5 being the directors of the company (2008: 5).

**GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD**

**ACN 116 997 427**

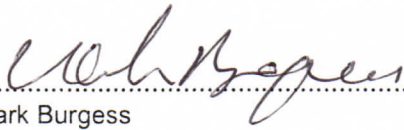
**DIRECTOR'S DECLARATION**

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 director's of the company declare that: -

- (a) the financial statements and notes as set out on pages 7 to 18 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 company's financial position as at 30 June 2009, and of its performance for the year ended on that date of the company; and
- (b) In the director's opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors

  
.....  
Mark Burgess  
Director

Dated this 29<sup>th</sup> day of October 2009.





**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF  
GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD  
ACN 116 997 427**

**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, which comprises the balance sheet as at 30th June 2009, and the income statement, statement of recognised income and expenditure and cash flow statement for the year then ended, a summary of significant accounting policies, other explanatory notes and the directors' declaration.

**The Responsibility of the Directors for the Financial Report**

The directors of the company 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, which form part of the financial report, are appropriate to meet the requirements of the Corporations Act 2001 and are appropriate to meet the needs of the members. The directors' responsibility also includes designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

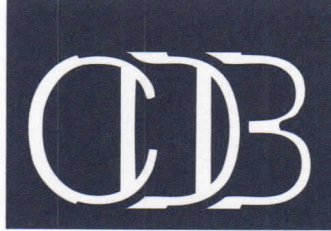
**Auditor's Responsibility**

Our responsibility is to express an opinion on the financial report based on our audit. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the members. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance 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 judgment, 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 entity's preparation and fair presentation of the financial report 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 entity'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 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.



**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF  
GAY AND LESBIAN FOUNDATION OF AUSTRALIA LTD  
ACN 116 997 427**

**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, provided to the directors Gay and Lesbian Foundation of Australia on 29<sup>th</sup> October 2009 would be in the same terms if provided to the directors as at the date of this auditor's report.

**Auditor's Opinion**

In our opinion, the financial report presents fairly, in all material aspects, the financial position of Gay and Lesbian Foundation of Australia Ltd as of 30th June 2009, and its financial performance and cash flows for the year then ended in accordance with the Corporations Act 2001 and the Australian Accounting Standards (including Australian Accounting Interpretations).

*Clements Dunne & Bell*

*A. Wehrens*

**Clements Dunne & Bell Partnership  
Level 14, 350 Queen Street  
Melbourne**

**Andrew Wehrens  
Partner**

Dated this 29<sup>th</sup> day of October 2009