

Pratham AUS Incorporated

ABN: 82 374 145 565

Financial Statements

For the year ended 30 June 2017

Pratham AUS Incorporated

ABN: 82 374 145 565

For the year ended 30 June 2017

CONTENTS

	<u>Page</u>
Financial Statements	
President's Report	1
Statement of Income and Expenditure	4
Statement of Financial Position	5
Notes to the Financial Statements	6
Executive Committee Declaration	9
Independent Audit Report	10

Pratham AUS Incorporated

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President's Report

For the year ended 30 June 2017

The Executive Committee submit the financial report of Pratham AUS Incorporated ("Pratham", "Pratham AUS" or "the association") for the financial year ended 30 June 2017.

Pratham AUS is an incorporated association registered in New South Wales under the *Associations Incorporation Act 2009*. Pratham was issued its registration on 9 February 2015 and has been registered without interruption until 30 June 2017.

Pratham AUS received Deductible Gift Recipient ("DGR") status from the ATO on 30 May 2015 and has retained this status since. DGR status allows donors to make tax deductible contributions to Pratham AUS.

Principal Activities

Pratham Education Foundation, India, established in 1995, is a non-profit organization headquartered in India, working towards the vision of "every child in India in school and learning well".

Pratham AUS support's Pratham India's continuing endeavours to provide a safe and healthy place and environment conducive to effective learning and teaching, establish, encourage and support educational and training institutions, establish and encourage active participation of students, teachers and communities to actively participate in range of community and environment restoration projects, promote team sports and healthy and hygienic activities (especially for children and women), provide a common meeting ground to exchange ideas, etc. so as to create opportunities for those under-privileged.

Pratham AUS's primary objectives include raising funds to support the activities of Pratham Education Foundation India's educational, vocational training, and related activities in India, providing oversight of the use of Pratham AUS funds in India, increasing awareness of the problems of the underprivileged in India, including educational deficits and their potential solutions, and overseeing the development and use of the Pratham AUS identity within Australia. Pratham AUS may partner with other organizations to further its aims and objectives, and indeed plans to do so.

No significant change in the nature of the company's activities occurred during the financial year. The predominant focus of the year was consociating the association's corporate structure and Executive Committee, devising further fundraising events and marketing strategies, and appointing Pratham's key posts and patrons.

Operating Results

Pratham AUS had a net deficit of \$7,067 (2016: surplus of \$28,975) for the year ended 30 June 2017. Additionally the association had cash and cash equivalents of \$21,468 (2016: \$30,130) as at 30 June 2017.

The Executive Committee is confident in its continued ability to raise sufficient funds to achieve its short and long-term objectives.

Pratham AUS Incorporated

ABN: 82 374 145 565

President's Report For the year ended 30 June 2017

Executive Committee

The Executive Committee ("the EC" or "the Board") is responsible for managing the affairs of the association, in accordance with its constitution and the *Associations Incorporations Act 2009* ("the Act").

The EC is responsible for managing the affairs of the association, in accordance with its constitution and the Act. Additionally the role of the EC includes:

- managing the association's financial affairs and maintaining its financial viability;
- ensuring the association acts in accordance with its objects or purposes; and
- meeting all legal requirements.

The members of the Executive Committee shall be elected by a single majority vote at an annual general meeting according to the rules laid down in the constitution and shall hold office for a period of two (2) years. All the members of the EC shall be eligible for re-election to their respective positions for a subsequent period of not more than two (2) consecutive terms. However, at the end of the first term they must become Life members of the association to be eligible to hold such an office for the second term. A period of four (4) years must lapse before these officers become eligible for re-nomination for the respective positions vacated after serving their full terms of office.

EC Meetings

During the year ended 30 June 2017, 6 meetings of the Executive Committee were held:

Name	Appointed	Post	Meetings Attended	Meetings Eligible
Ms Sarita Chand	9 February 2015	President	6	6
Ms Jill Weekes	23 February 2017	Director	2	2
Ms Victoria Smyth	9 February 2015	Vice President	4	6
Ms Alka Marwaha	9 February 2015	Vice President	4	6
Mr Richard Banks	22 June 2017	Director	1	1
Mr Saeed Mirzakhani	30 April 2015	Treasurer	3	6
Ms Deborah Berkhout	10 September 2015	Director	5	6
Mr Guy Beres	9 February 2015	CIO	3	6
Ms Anita Verma	9 February 2015	Secretary	6	6

Ms Lyn O'Brien resignation as a director, due to ongoing ill health, was accepted by the board on 11 May 2017.

Members

According to Pratham AUS's constitution, membership shall be open to those who are genuinely interested in furthering the aims and objects of the Association, and a person generally fit for the purpose of membership.

There are three (3) categories of membership: Ordinary, Life and Honorary. Additionally a Patron member may be nominated, being a person of prominence having regard to our stated objects.

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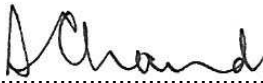
President's Report For the year ended 30 June 2017

Audit

As an incorporated association (Tier 1), the EC understands from NSW Fair Trading that undertaking an audit is not a statutory requirement. However per our Constitution, an auditor shall be appointed by the Executive Committee to annually examine our accounts and furnish an audit report thereon for presentation to members at the following annual meeting. An auditor shall not be a member of or related to a member of the Executive Committee.

On 7 April 2016, Robert Mayberry of Nexia Court was appointed as auditor of Pratham AUS.

Signed in accordance with a resolution of the Executive Committee:

President:

Sarita Chand

Dated: 22 December 2017

Pratham AUS Incorporated

ABN: 82 374 145 565

Statement of Income and Expenditure For the year ended 30 June 2017

	Note	2017 \$	2016 \$
Income			
Fundraising event income		8,588	14,656
Donations received		13,650	21,291
Membership fees		-	300
Interest income		5	6
Total income		22,243	36,253
Less: cost of sales			
Fundraising costs		4,200	7,240
Total cost of sales		4,200	7,240
Gross profit		18,043	29,013
Expenses			
Accounting fees		-	-
Bank fees		110	38
Donations – Pratham India		25,000	-
Total expenses		25,110	38
Net surplus/(deficit) for the year		(7,067)	28,975

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ABN: 82 374 145 565

Statement of Financial Position

30 June 2017

	Note	2017 \$	2016 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	2	21,468	30,130
TOTAL CURRENT ASSETS		21,468	30,130
TOTAL ASSETS		21,468	30,130
LIABILITIES			
CURRENT LIABILITIES			
Loan from member		-	1,595
TOTAL CURRENT LIABILITIES		-	1,595
TOTAL LIABILITIES		-	1,595
NET ASSETS / (LIABILITIES)		21,468	28,535
EQUITY			
Retained earnings		21,468	28,535
TOTAL EQUITY		21,468	28,535

Pratham AUS Incorporated

ABN: 82 374 145 565

Notes to the Financial Statements For the year ended 30 June 2017

Note 1 Summary of Significant Accounting Policies

Pratham AUS is an incorporated association registered in New South Wales under the *Associations Incorporation Act 2009*.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The material accounting policies have been adopted in the preparation of this report are as follows:

(a) Basis of Preparation

The directors have prepared the financial statements on the basis that the entity is a non-reporting entity because there are no users 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 needs of members.

The financial report has been prepared in accordance with the significant accounting policies disclosed below which the committee have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the previous period unless stated otherwise.

(b) 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. Bank overdrafts are shown within short-term borrowings in current liabilities in the statement of financial position.

(c) Revenue and Other Income

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the entity and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

Donations, gifts and events income is recognised at the earlier of receipt or notification that the monies have been secured.

Interest revenue is recognised as it accrues taking into account the interest rates applicable on the financial asset. Income on loans is recognised in accordance with the terms of the relevant agreement.

Grant income is recognised at fair value where there is reasonable assurance that the grant will be received and all attaching conditions will be complied with.

Pratham AUS Incorporated

ABN: 82 374 145 565

Notes to the Financial Statements

For the year ended 30 June 2017

Note 2 Cash and cash equivalents

Commonwealth Bank of Australia – Society Cheque Account #766	652	1,256
Commonwealth Bank of Australia – Society Cheque Account #864	20,816	28,874
	21,468	30,130

Note 3 Events After the Balance Sheet Date

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.

Note 4 Information and declarations to be furnished under the Charitable Fundraising Act 1991

(i) *Details of aggregate gross income and total expenses of fundraising events:*

	2017	2016
	\$	\$
Gross proceeds from fundraising activities:		
Fundraising events	8,588	14,656
Donations received	13,650	21,291
Membership fees	-	300
Total	22,328	36,247
Less total direct cost of fundraising activities:		
Fundraising costs	4,200	7,240
Total	4,200	7,240
Net surplus from fundraising events	18,038	29,007

Pratham AUS Incorporated

ABN: 82 374 145 565

Notes to the Financial Statements

For the year ended 30 June 2017

Note 5 Information and declarations to be furnished under the Charitable Fundraising Act 1991 (continued)

(ii) *Application of net surplus from fundraising events:*

Net surplus from fundraising events	18,038	29,007
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This surplus will be used to provide money, property or benefits to deliver social, cultural and professional advancement for Pratham in India.

(iii) Comparisons of certain monetary figures and percentages	2017 \$	2017 %	2016 \$	2016 %
Total cost of fundraising/gross income from fundraising	<u>4,200</u> 22,328	19	<u>7,240</u> 36,247	20
Net surplus from fundraising/gross income from fundraising	<u>18,037</u> 22,328	81	<u>29,007</u> 36,247	80
Total cost of services/total expenditure	<u>110</u> 4,200	3	<u>38</u> 7,240	1
Total cost of services/total income received (net surplus from fundraising)	<u>110</u> 18,038	1	<u>38</u> 36,253	0

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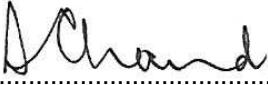
Executive Committee Declaration For the year ended 30 June 2017

The Executive Committee have determined that the entity is not a reporting company and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the committee the financial report as set out on pages 1 to 8:

1. Presents a true and fair view of the financial position of Pratham AUS Incorporated as at 30 June 2017 and its performance for the year ended on that date; and
2. At the date of this statement, there are reasonable grounds to believe that Pratham AUS Incorporated will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Executive Committee and is signed for and on behalf of the directors by:

President: .....
Sarita Chand

Treasurer: .....
Saeed Mirzakhani

Dated: 22 December 2017

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ABN: 82 374 145 565

Independent Audit Report to the members of Pratham AUS Incorporated

Report on the Audit of the Financial Report

Opinion

We have audited the financial statements, being a special purpose financial report, of Pratham AUS Incorporated which comprises the statement of financial position as at 30 June 2017, the statement of income and expenditure, and notes to the financial statements, including a summary of significant accounting policies, and the Executive Committee declaration.

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 statements' section of our report. We are independent of the 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 statements 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.

Other information

The Executive Committee are responsible for the other information. The other information comprises the information in the President's report for the year ended 30 June 2017, but does not include the financial report and the auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of the other information we are required to report that fact. We have nothing to report in this regard.

Executive Committee' responsibility for the financial statements

The Executive Committee of the Association are responsible for the preparation of the financial statements that gives a true and fair view in accordance with Australian Accounting Standards and the Associations Incorporation Act 2009 and for such internal control as the Executive Committee determine is necessary to enable the preparation of the financial statements that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Pratham AUS Incorporated

ABN: 82 374 145 565

Independent Audit Report to the members of Pratham AUS Incorporated

In preparing the financial statements, the Executive Committee are responsible for assessing the entity'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 Executive Committee either intend to liquidate the entity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibility for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements 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 statements.

A further description of our responsibilities for the audit of the financial statements is located at The Australian Auditing and Assurance Standards Board website at: <http://www.auasb.gov.au/Home.aspx>. This description forms part of our auditor's report.

We also confirm to the Executive Committee that we have complied with relevant ethical requirements regarding independence, and to communicate to them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



ROBERT MAYBERRY
Registered Company Auditor No.
185903 Chartered Accountant
PO Box H195
Australia Square, NSW 1215
22 December 2017
Sydney