

**SIR RODEN & LADY CUTLER FOUNDATION INC.  
A.B.N. 95 233 154 485**

**FINANCIAL REPORT  
FOR THE YEAR ENDED  
30 JUNE 2011**

**Liability limited by a scheme approved under  
Professional Standards Legislation**

**SIR RODEN & LADY CUTLER FOUNDATION INC.**  
**A.B.N. 95 233 154 485**

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**SIR RODEN & LADY CUTLER FOUNDATION INC.**  
**A.B.N. 95 233 154 485**

**COMMITTEE'S REPORT**

Your committee members submit the financial report of the Sir Roden & Lady Cutler Foundation Inc. for the financial year ended 30 June 2011.

**Committee Members**

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

Lady Joan Cutler  
Mr Vince Del Zio  
Mrs Tania Hayes  
Mr Peter Porteous  
Ms Deb Thompson  
Mr John Arrons  
Mr Peter Burrows

**Principal Activities**

The principal activities of the association during the financial year were:

SRCC Pick Me Up Service, Special Purpose Grants Scheme, Care for a Carer Program, NSW Wheelchair Roll, Sir Roden Cutler Medallist Celebration and fundraising activities.

**Significant Changes**

No significant change in the nature of these activities occurred during the year.

**Operating Result**

The loss after providing for income tax amounted to \$(98,415.78).

Signed in accordance with a resolution of the Members of the Committee.

**Committee Member:** \_\_\_\_\_  
Mr Vince Del Zio

**Committee Member:** \_\_\_\_\_  
Mr Peter Porteous

**Dated this 23<sup>rd</sup> day of November 2011**

**SIR RODEN & LADY CUTLER FOUNDATION INC.**  
**A.B.N. 95 233 154 485**

**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2011**

	Note	2011 \$	2010 \$
Other income	2	317,334.92	654,230.69
Finance costs	3	(440.97)	(3,529.88)
Occupancy expenses		(23,176.64)	(30,764.57)
Other expenses		<u>(392,133.09)</u>	<u>(606,717.47)</u>
<b>(Loss) Profit for the year</b>	<b>3</b>	<b>(98,415.78)</b>	<b>13,218.77</b>
<b>Total comprehensive income for the year</b>		<u><u>(98,415.78)</u></u>	<u><u>13,218.77</u></u>
Total comprehensive income attributable to members of the entity		(98,415.78)	13,218.77

The accompanying notes form part of these financial statements.

**SIR RODEN & LADY CUTLER FOUNDATION INC.**  
**A.B.N. 95 233 154 485**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2011**

	Note	2011 \$	2010 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	4	40,835.38	44,915.16
Trade and other receivables	5	249.57	10,796.85
<b>TOTAL CURRENT ASSETS</b>		<u>41,084.95</u>	<u>55,712.01</u>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	6	76,169.81	161,362.18
Intangible assets	7	7,000.00	7,000.00
<b>TOTAL NON-CURRENT ASSETS</b>		<u>83,169.81</u>	<u>168,362.18</u>
<b>TOTAL ASSETS</b>		<u>124,254.76</u>	<u>224,074.19</u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	8	5,661.46	259.19
Financial liabilities	9	22,864.89	29,670.81
<b>TOTAL CURRENT LIABILITIES</b>		<u>28,526.35</u>	<u>29,930.00</u>
<b>TOTAL LIABILITIES</b>		<u>28,526.35</u>	<u>29,930.00</u>
<b>NET ASSETS</b>		<u>95,728.41</u>	<u>194,144.19</u>
<b>EQUITY</b>			
Issued capital	10	6.00	6.00
Retained earnings	11	95,722.41	194,138.19
<b>TOTAL EQUITY</b>		<u>95,728.41</u>	<u>194,144.19</u>

The accompanying notes form part of these financial statements.

**SIR RODEN & LADY CUTLER FOUNDATION INC.**  
**A.B.N. 95 233 154 485**

**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 JUNE 2011**

	Note	Retained earnings \$	Total \$
<b>Balance at 1 July 2009</b>		180,919	180,919
Profit attributable to members		13,219	13,219
<b>Balance at 30 June 2010</b>		194,138	194,138
Profit attributable to members		(98,416)	(98,416)
<b>Balance at 30 June 2011</b>		95,722	95,722
 <b>Issued Capital</b>	<b>10</b>		<b>6</b>

The accompanying notes form part of these financial statements.

**SIR RODEN & LADY CUTLER FOUNDATION INC.**  
**A.B.N. 95 233 154 485**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2011**

	2011	2010
	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from customers	316,690.53	648,043.74
Payments to suppliers and employees	(348,416.07)	(724,434.02)
Interest received	3,136.97	6,186.95
Finance costs paid	(440.97)	(3,529.88)
<b>Net cash provided by (used in) operating activities</b> <b>12</b>	<b>(29,029.54)</b>	<b>(73,733.21)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sale of property, plant and equipment	36,250.00	-
Payments for property, plant and equipment	-	(58,567.18)
<b>Net cash provided by (used in) investing activities</b>	<b>36,250.00</b>	<b>(58,567.18)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from financial liabilities	-	-
Repayment of financial liabilities	(11,300.24)	(29,640.57)
<b>Net cash provided by (used in) financing activities</b>	<b>(11,300.24)</b>	<b>(29,640.57)</b>
Net increase (decrease) in cash held	(4,079.78)	(161,940.96)
Cash at beginning of financial year	44,915.16	206,856.12
Cash at end of financial year <b>4</b>	<b>40,835.38</b>	<b>44,915.16</b>

The accompanying notes form part of these financial statements.

**SIR RODEN & LADY CUTLER FOUNDATION INC.  
A.B.N. 95 233 154 485**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2011**

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**1 Statement of Significant Accounting Policies**

The financial statements cover Sir Roden & Lady Cutler Foundation Inc. as an individual entity. Sir Roden & Lady Cutler Foundation Inc. is an association incorporated in NSW under the Associations Incorporation Act 1984.

**Basis of Preparation**

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations and the Associations Incorporation Act 1984.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards as issued by the IASB. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

The financial statements were authorised for issue on by the members of the association.

**Accounting Policies**

**Property, Plant and Equipment**

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



**SIR RODEN & LADY CUTLER FOUNDATION INC.  
A.B.N. 95 233 154 485**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2011**

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**Plant and equipment**

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment.

In the event the carrying value of plant and equipment is greater than the estimated recoverable amount, the carrying value is written down immediately to the estimated recoverable amount. A formal assessment of recoverable amount is made when impairment indicators are present.

The cost of fixed assets constructed within the association includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the association and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of comprehensive income during the financial period in which they are incurred.

**Depreciation**

The depreciation method and useful life used for items of property, plant and equipment (excluding freehold land) reflects the pattern in which their future economic benefits are expected to be consumed by the association. Depreciation commences from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements. The depreciation method and useful life of assets is reviewed annually to ensure they are still appropriate.

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at the end of the reporting period.

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 and losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation relating to that asset are transferred to retained earnings.

**SIR RODEN & LADY CUTLER FOUNDATION INC.  
A.B.N. 95 233 154 485**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2011**

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**Leases**

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset (but not the legal ownership) are transferred to the association, are classified as finance leases.

Finance leases are capitalised by recognising an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight-line basis over their estimated useful lives where it is likely that the association will obtain ownership of the asset or over the lease term.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are recognised as expenses in the periods in which they are incurred.

Lease incentives under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

**Financial Instruments**

**Initial Recognition and Measurement**

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the association commits itself to either purchase or sell the asset (i.e. trade date accounting adopted).

Financial instruments are initially measured at fair value plus transactions costs except where the instrument is classified 'at fair value through profit or loss', in which case transaction costs are expensed to profit or loss immediately.

**SIR RODEN & LADY CUTLER FOUNDATION INC.**  
**A.B.N. 95 233 154 485**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2011**

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### **Impairment of Assets**

At the end of each reporting period, the association reviews the carrying amounts 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 costs to sell and value in use, is compared to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in the income and expenditure statement.

Where it is not possible to estimate the recoverable amount of an individual asset, the association estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Impairment testing is performed annually for goodwill and intangible assets with indefinite lives.

### **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 borrowings in current liabilities on the statement of financial position.

### **Revenue and Other Income**

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument.

Revenue recognition relating to the provision of services is determined with reference to the stage of completion of the transaction at the end of the reporting period and where outcome of the contract can be estimated reliably. Stage of completion is determined with reference to the services performed to date as a percentage of total anticipated services to be performed. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent that related expenditure is recoverable.

Revenue from the provision of membership subscriptions is recognised on a straight line basis over the financial year.

All revenue is stated net of the amount of goods and services tax (GST).

**SIR RODEN & LADY CUTLER FOUNDATION INC.**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2011**

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**Trade and Other Payables**

Trade and other payables represent the liabilities for goods and services received by the association that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of liability.

**Borrowing Costs**

Borrowing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

**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 Tax 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 with other receivables or payables in the statement of financial position.

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

**Comparative Figures**

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

**SIR RODEN & LADY CUTLER FOUNDATION INC.**  
**A.B.N. 95 233 154 485**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2011**

	<b>2011</b>	<b>2010</b>
	<b>\$</b>	<b>\$</b>
<hr/>		
<b>2 Revenue and Other Income</b>		
<b>Revenue</b>		
Rendering of services:		
Donations received	245,665.95	324,259.29
Grants received	34,200.00	25,000.00
Charity functions	28,525.00	238,061.03
Special projects	-	12,868.67
Other revenue:		
Interest received	3,136.97	6,186.95
Other revenue	5,807.00	47,854.75
	<u>254,609.92</u>	<u>378,300.99</u>
Total revenue	<u>317,334.92</u>	<u>654,230.69</u>
<b>3 Profit for the year</b>		
Profit before income tax from continuing operations includes the following specific expenses:		
<b>Expenses</b>		
Borrowing Expenses	60.00	60.00
Interest paid	380.97	3,469.88.00
Total finance costs	<u>440.97</u>	<u>3,529.88</u>
Employee benefits expense:		
contributions to superannuation funds	5,661.46	2,250.00
salaries & wages	195,190.20	181,390.43
workers' compensation insurance	(990.14)	1,477.00
Depreciation of property, plant and equipment	26,432.00	44,573.00

**SIR RODEN & LADY CUTLER FOUNDATION INC.**  
**A.B.N. 95 233 154 485**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2011**

	<b>2011</b>	<b>2010</b>
	<b>\$</b>	<b>\$</b>
<hr/>		
<b>4 Cash and Cash Equivalents</b>		
Cash in Hand	556.40	550.24
Cash at Bank - Westpac Cheque Account	588.52	2,504.29
MMPCU Working Account S42	(2,543.26)	1,486.52
Power Credit Union (MMPCU AMEX Clearing acct S42)	342.24	9,658.82
Gift Account S1	41,879.84	28,644.82
MMPCU Loan Account	-	(97,929.53)
MMPCU-Pick Me Up S6.1	5.59	-
MMPCU-Special Circumstances6.2	5.60	-
MMPCU- Medal S6.3	0.45	-
MMPCU Term Deposit	-	100,000.00
	<u>40,835.38</u>	<u>44,915.16</u>
<b>5 Trade and Other Receivables</b>		
<b>Current</b>		
Other Debtors	-	2,155.00
Pledges Receivable	-	8,613.00
GST on acquisitions	0.26	-
GST on supplies	249.31	28.85
	<u>249.57</u>	<u>10,796.85</u>

The association does not hold any financial assets whose terms have been renegotiated, but which would otherwise be past due or impaired.

**SIR RODEN & LADY CUTLER FOUNDATION INC.**  
**A.B.N. 95 233 154 485**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2011**

	<b>2011</b>	<b>2010</b>
	<b>\$</b>	<b>\$</b>
<b>6 Property, Plant and Equipment</b>		
Motor Vehicles - at Cost	172,458.12	256,094.49
Less Prov'n for Depreciation	<u>(99,385.82)</u>	<u>(98,079.82)</u>
	73,072.30	158,014.67
Furniture & Fittings - at Cost	<u>3,097.51</u>	<u>3,347.51</u>
<b>Total Plant and Equipment</b>	<u>76,169.81</u>	<u>161,362.18</u>
<b>Total Property, Plant and Equipment</b>	<u>76,169.81</u>	<u>161,362.18</u>
<b>7 Intangible Assets</b>		
Formation Expenses at Cost	<u>7,000.00</u>	<u>7,000.00</u>
<b>Total</b>	<u>7,000.00</u>	<u>7,000.00</u>
<b>8 Trade and Other Payables</b>		
<b>Current</b>		
GST on acquisitions	-	259.19
Other Creditors	<u>5,661.46</u>	<u>-</u>
	5,661.46	259.19
<b>9 Borrowings</b>		
<b>Current</b>		
Hire Purchase Tarago AQT73S	-	5,933.36
Term Charges Tarago AQT73S	-	(195.35)
Hire Purchase RAV4	23,173.92	28,540.80
Term Charges RAV4	(3,050.87)	(4,728.00)
Deposits Refundable	<u>2,741.84</u>	<u>120.00</u>
Total current borrowings	<u>22,864.89</u>	<u>29,670.81</u>
Total borrowings	<b>5</b> <u>22,864.89</u>	<b>5</b> <u>29,670.81</u>

**SIR RODEN & LADY CUTLER FOUNDATION INC.**  
**A.B.N. 95 233 154 485**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2011**

	<b>2011</b>	<b>2010</b>
	<b>\$</b>	<b>\$</b>
<hr/>		
<b>10 Issued Capital</b>		
Membership Fees	<u>6.00</u>	<u>6.00</u>
<p>There are no externally imposed capital requirements.</p> <p>There have been no changes in the strategy adopted by management to control the capital of the association since the prior year.</p>		
<b>11 Retained Earnings</b>		
Retained earnings at the beginning of the financial year	194,138.19	180,919.42
(Net loss) Net profit attributable to the association	<u>(98,415.78)</u>	<u>13,218.77</u>
Retained earnings at the end of the financial year	<u>95,722.41</u>	<u>194,138.19</u>
<b>12 Cash Flow Information</b>		
<b>Reconciliation of Cash Flow from Operations with Profit after Income Tax</b>		
Profit (Loss) after income tax	(98,415.78)	13,218.77
<b>Non-cash flows in profit</b>		
Depreciation	26,432.00	44,573.00
<p>Changes in assets and liabilities, net of the effects of</p> <p>(Increase)/decrease in trade and other receivables</p>		
	10,547.28	31,182.27
Increase/(decrease) in trade and other payables	5,402.27	(42,677.25)
Increase/(decrease) in other liabilities	<u>27,004.69</u>	<u>(120,030.00)</u>
	<u>(29,029.54)</u>	<u>(73,733.21)</u>



**SIR RODEN & LADY CUTLER FOUNDATION INC.**  
**A.B.N. 95 233 154 485**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2011**

2011	2010
\$	\$

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**13 Financial Risk Management**

The association's financial instruments consist mainly of deposits with banks, local money market instruments, short-term investments, accounts receivable and payable, bills and leases.

The chairman's overall risk management strategy seeks to assist the association in meeting its financial targets, whilst minimising potential adverse effects on financial performance.

The association does not have any derivative instruments at 30 June 2011.

**14 Association Details**

The registered office of the association is:

Sydney Football Stadium  
Driver Avenue  
Moore Park NSW 2021

The principal place of business is:

Sydney Football Stadium  
Driver Avenue  
Moore Park NSW 2021

**SIR RODEN & LADY CUTLER FOUNDATION INC.**  
**A.B.N. 95 233 154 485**

**STATEMENT BY MEMBERS OF THE COMMITTEE**

In the opinion of the committee the financial statements as set out on pages 1 to 15:

1. Presents a true and fair view of the financial position of Sir Roden & Lady Cutler Foundation Inc. as at 30 June 2011 and its performance for the year ended on that date in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board.
2. At the date of this statement, there are reasonable grounds to believe that Sir Roden & Lady Cutler Foundation Inc. will be able to pay its debts as and when they fall due.

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

**President:** \_\_\_\_\_  
Vince Del Zio

**Treasurer:** \_\_\_\_\_  
Peter Porteous

**Dated this 23<sup>rd</sup> day of November 2011**

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF SIR RODEN & LADY CUTLER FOUNDATION INC.  
A.B.N. 95 233 154 485**

**Report on the Financial Report**

I have audited the accompanying financial report of Sir Roden & Lady Cutler Foundation Inc. (the association) which comprises the statement of financial position as at 30 June 2011 and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, a summary of significant accounting policies, other explanatory information and the statement by members of the committee.

**Committee's Responsibility for the Financial Report**

The committee of the association is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Associations Incorporation Act 1981 and for 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.

**Auditor's Responsibility**

My responsibility is to express an opinion on the financial report based on my audit. I conducted my audit in accordance with Australian Auditing Standards. These Auditing Standards require that I 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 committee, as well as evaluating the overall presentation of the financial report.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF SIR RODEN & LADY CUTLER FOUNDATION INC.  
A.B.N. 95 233 154 485**

**Auditor's Opinion**

In my opinion:

The financial report of Sir Roden & Lady Cutler Foundation Inc. is in accordance with the Associations Incorporation Act NSW 1984 including:

- (i) giving a true and fair view of the Association's financial position as at 30 June 2011 and of their performance and cash flows for the year ended on that date; and
- (ii) complying with the Australian Accounting Standards.

**Name of Firm:** R L Rodgers & Associates  
Chartered Accountants

**Name of Principal:** \_\_\_\_\_  
Richard Rodgers

**Address:** 408/251 Oxford St Bondi Junction NSW 2022

**Dated this 23<sup>rd</sup> day of November 2011**

**SIR RODEN & LADY CUTLER FOUNDATION INC.  
A.B.N. 95 233 154 485**

**CERTIFICATE BY MEMBERS OF THE COMMITTEE**

I, Peter Porteous, certify that:

- (a) I attended the annual general meeting of the association held on 23<sup>rd</sup> November 2011.
- (b) The financial statements for the year ended 30 June 2011 were submitted to the members of the association at its annual general meeting.

**Dated this 23<sup>rd</sup> day of November 2011**

**Committee Member:** \_\_\_\_\_  
Peter Porteous

**SIR RODEN & LADY CUTLER FOUNDATION INC.**  
**A.B.N. 95 233 154 485**

**INCOME AND EXPENDITURE STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2011**

	2011	2010
	\$	\$
<hr/>		
<b>REVENUE</b>		
Special Projects	-	12,868.67
Grants Received	34,200.00	25,000.00
Charity Functions	28,525.00	238,061.03
Miscellaneous Income	1.08	10.91
Hiring Income- EJ Ward Centre	5,805.92	35,770.52
Interest Received	3,136.97	6,186.95
Profit on sale of Non Current Assets	-	12,073.32
	<u>71,668.97</u>	<u>329,971.40</u>
<b>OTHER REVENUE</b>		
Donations Received	<u>245,665.95</u>	<u>324,259.29</u>
	<u>317,334.92</u>	<u>654,230.69</u>

The accompanying notes form part of these financial statements.

**SIR RODEN & LADY CUTLER FOUNDATION INC.**  
**A.B.N. 95 233 154 485**

**INCOME AND EXPENDITURE STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2011**

	2011	2010
	\$	\$
<b>EXPENDITURE</b>		
Accountancy	4,622.73	5,850.01
Advertising & Promotion	12,568.39	7,318.17
Bank Charges	603.46	80.75
Bank Card Charges	336.65	2,191.49
Borrowing Expenses	60.00	60.00
EJ Wards Centre Costs	4,955.55	8,625.87
Consultants Fees	15,552.50	75,000.00
Computer Expenses	7,218.69	4,977.79
Depreciation	26,432.00	44,573.00
Electricity	1,686.86	1,029.48
Employment Expenses	450.00	-
Entertainment	-	2,333.44
Fines	-	225.00
Fundraising Expenses	25,522.59	153,497.79
General Expenses	2,419.39	2,012.71
Special Projects Costs	-	13,062.50
Hire of Plant	-	5,740.09
Hire Purchase Charges	1,872.47	3,522.54
Insurance	4,366.14	6,140.83
Interest - Bank	380.97	3,469.88
Licences, Registrations &Permits	140.00	86.36
Loss on Sale of Non Current Assets	22,510.37	-
Motor Vehicle Expenses	37,776.45	28,299.73
Miscellaneous	-	1,308.52
Postage	1,391.48	525.44
Printing & Stationery	5,940.86	3,390.93
Rates	308.59	384.97
Rent	8,198.07	16,380.11
Repairs & Maintenance	1,229.90	478.87
Service Fees	7,804.19	12,019.24
Staff Amenities	204.29	82.28
Superannuation	5,661.46	2,250.00
Telephone	13,291.71	13,354.98
Travelling Expenses	2,231.79	4,631.80
Volunteer & Board Expenses	5,813.09	35,239.92
Wages	195,190.20	181,390.43
Workers Compensation	(990.14)	1,477.00
	<u>415,750.70</u>	<u>641,011.92</u>
(Loss) Profit before income tax	(98,415.78)	13,218.77

The accompanying notes form part of these financial statements.

**SIR RODEN & LADY CUTLER FOUNDATION INC.**  
**A.B.N. 95 233 154 485**

**INCOME AND EXPENDITURE STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2011**

	<b>2011</b>	<b>2010</b>
	<b>\$</b>	<b>\$</b>
<b>(Loss) Profit for the year</b>	<u>(98,415.78)</u>	<u>13,218.77</u>
Retained earnings at the beginning of the financial year	<u>194,138.19</u>	<u>180,919.42</u>
<b>Retained earnings at the end of the financial year</b>	<u>95,722.41</u>	<u>194,138.19</u>

The accompanying notes form part of these financial statements.



R L Rodgers & Associates  
Suite 408  
251 Oxford St  
Bondi Junction NSW 2022

17<sup>th</sup> November 2011

Dear Sir

### **Audit Representations**

This representation letter is provided in connection with your audit of the financial report of Sir Roden & Lady Cutler Foundation Inc (the Association) for the year ended 30<sup>th</sup> June 2011 for the purpose of you expressing an opinion on the financial report.

We acknowledge our responsibility for keeping proper accounts and records, and preparing the financial report. We approved the financial report on 17<sup>th</sup> November 2011.

We acknowledge our responsibility for ensuring that the financial report is fairly presented in accordance with:

- Australian Accounting Standards, including Australian Accounting Interpretations;
- the Associations Incorporation Act NSW 1984.

We confirm the financial report is free of material misstatements, including omissions.

We confirm, to the best of our knowledge and belief, the following representations made to you during your audit.

#### **1 GENERAL**

We believe that, in all material respects, the financial report presents a view which is consistent with our understanding of the Association's financial position as at 30<sup>th</sup> June 2011, results of its operations, changes in equity and cash flows for the year then ended.

There have been no deficiencies in financial reporting practices and any changes to accounting policies have been disclosed in the financial report.

#### **2 ACCOUNTING RECORDS AND TRANSACTIONS**

We have made available to you:

- all financial records and related data, other information, explanations and assistance necessary for the conduct of the audit;
- minutes of all meetings (e.g. Board meetings or other management meetings); and
- all legal issues and legal opinions which have the capacity to be relevant to the fairness of the financial report.

We have properly recorded all transactions in the accounting records. This includes all off-balance sheet agreements or instruments.

### **3 COMPLIANCE WITH LEGISLATION AND OTHER REQUIREMENTS**

We have no knowledge of any instances of non-compliance with laws and regulations, contracts or agreements involving management or employees who have significant roles in internal control.

We have no knowledge of any breaches or possible breaches of laws and regulations, contracts or agreements whose effects should be considered when preparing the financial report, or as a basis for recording an expense.

### **4 INTERNAL CONTROLS**

We have established and maintained adequate internal controls to ensure we:

- prepare a reliable financial report;
- maintain adequate financial records;
- record all material transactions in accounting records underlying the financial report;
- minimise the risk of fraud and error occurring and are able to detect them should they occur;
- minimise the risk of significant breaches of legislation and other mandatory requirements occurring; and
- detect significant breaches of legislation and other mandatory requirements should they occur.

### **5 FRAUD AND ERROR**

We acknowledge our responsibility for the design and implementation of internal controls to prevent and detect fraud and error.

We have disclosed to you the results of our assessment of the risk that the financial report may be materially misstated as a result of fraud.

We understand that fraud includes misstatements resulting from fraudulent financial reporting and misstatements resulting from misappropriation of assets. We have no knowledge of any fraud or suspect fraud affecting the entity involving management, employees who have significant roles in internal controls or others where the fraud could have a material effect on the financial report.

We have no knowledge of any allegations of fraud, or suspected fraud, affecting the entity's financial report communicated by employees, former employees, analysts, regulators or others.

### **6 FINANCIAL REPORT**

We have no plans or intentions that may materially affect the carrying values or classifications of assets or liabilities.

#### **Non-Current Assets**

The Association has satisfactory title to all assets. There are no liens or encumbrances on such assets nor has any asset been pledged as collateral.

We depreciate assets over their useful lives and we have adjusted depreciation charges for all material abandoned or otherwise unusable items of property, plant and equipment.

Depreciation rates have been reviewed against asset usage and the rate of technical and commercial obsolescence. Any adjustment to reflect the most recent assessment of the useful lives of all non-current assets has been recognised and disclosed in the financial report.

The carrying value of each physical non-current asset does not materially differ from its fair value at the reporting date.

We have considered the requirements of AASB 136 "Impairment of Assets", when assessing the impairment of assets and in ensuring no assets are stated in excess of their recoverable amount.

### **Impairment of Receivables**

The impairment of receivable is sufficient to provide for any losses on realisation and we have written off all known bad debts.

### **Inventories**

The Association has no obsolete or excess inventories, and no item of inventory is stated at an amount in excess of its net realisable value.

### **Other Current Assets**

We expect to realise all other current assets at least at the amounts at which they are stated in the financial report.

### **Liabilities**

We have recognised all known liabilities in the financial report.

### **Provisions, Contingent Assets and Contingent Liabilities**

Where applicable, we have properly recorded and/or disclosed in the financial report:

- arrangements involving restrictions on cash balances, compensating balances and line-of-credit or similar arrangements;
- agreements or options to repurchase assets previously sold; and
- material or contingent liabilities or assets including those arising under derivative financial instruments.

### **Commitments**

There are no material commitments for construction or acquisition of property, plant and equipment or to acquire other non-current assets, such as investments or intangibles, other than those disclosed in the financial report.

### **Taxation**

We confirm that our charity association is exempt for income tax purposes and, therefore, there is no tax liability. We have calculated and recognised all other applicable taxes according to relevant tax legislation.

## **Related Party Transactions**

We confirm that during the year there have been:

- no agreements or transactions between employee controlled entities and the Association; and
- no equity interests or directorships held by employees in other entities, which are party to, directly or indirectly, any agreements or transactions with the Association.

## **Environmental Issues**

We have considered whether environmental matters could have material impact on the financial report and conclude that:

- we are not aware of any material liabilities or contingencies arising from environmental matters, including those resulting from illegal or possibly illegal acts; and
- we are not aware of environmental matters that may result in a material impairment of assets.

## **Accounting Misstatements Detected by Audit**

We confirm that no uncorrected misstatements have been brought to our attention during the course of the audit.

We have advised you of, and adjusted the financial report for, all material misstatements that we have identified from previous periods.

We have also considered the impact of uncorrected misstatements from previous periods and conclude the aggregate amount of these misstatements is immaterial to the previous and current periods' financial reports.

## **Insurance**

We have established procedures to assess the adequacy of insurance cover on all assets and insurable risks, and where appropriate, assets and insurable risks are adequately covered by insurance.

## **Litigation and Claims**

We are not aware of any outstanding legal matters involving the Association.

## **Accounting Estimates**

We confirm the significant assumptions used in making accounting estimates are reasonable and have been disclosed in the financial report.

We confirm the measurement process, including related assumptions, used by management to determine accounting estimates in the context of the applicable financial reporting framework are appropriate and have been consistently applied.

We confirm the disclosures related to accounting estimates are complete and appropriate.

**Fair Value Measurements and Disclosures**

We confirm the significant assumptions used in fair value measurements and disclosures are reasonable, and appropriately reflect our intent and ability to carry out specific courses of action on behalf of the Association.

We confirm the measurement methods, including related assumptions, used by management in determining fair values within the applicable financial reporting framework are appropriate and have been consistently applied.

We confirm the disclosures related to fair value in the financial report are complete and appropriate.

**Going Concern**

We confirm the going concern basis is appropriate for the financial report.

**Events After Balance Sheet Date**

No events have occurred between the financial reporting date to the date of this letter that would require adjustment to, or disclosure in, the financial report.

We confirm the above representations are made on the basis of adequate enquiries of management and staff (and, where appropriate, inspection of evidence) sufficient to satisfy ourselves that we can properly make each of the above representations to you.

We understand your examination was made in accordance with Australian Auditing Standards and was, therefore, designed primarily for the purpose of expressing an opinion on the financial report of the entity taken as a whole, and your tests of the financial records and other auditing procedures were limited to those you considered necessary for that purpose.

.....  
Director

.....  
General Manager

**Sir Roden & Lady Cutler Foundation Inc**  
**Accounting Misstatements Detected by Audit**

Year ended 30<sup>th</sup> June 2011

Description	Correct Amount	Balance per Financial Report	Difference
N/A			