

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
NATIONAL RED BALLOON DAY**

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report, of National Red Balloon Day, which comprises the balance sheet as at 31 March 2017, and the profit & loss statement, a summary of significant accounting policies, other explanatory notes and the statement by members of the committee.

Committee's Responsibility for the Financial Report

The committee of the National Red Balloon Day 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 Associations Incorporation Reform Act 2012 and are appropriate to meet the needs of the members. The committee's responsibility also includes establishing and maintaining internal controls to enable the preparation of the financial report that gives a true and fair view and 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 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 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.

The financial report has been prepared for distribution to members for the purpose of fulfilling the committee's financial reporting under the Associations Incorporation Reform Act 2012. 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 Australian professional ethical pronouncements.

Qualification

Receipts

As is common for organisations of this type, it is not practicable for the National Red Balloon Day to maintain an effective system of internal control over receipts until their initial entry in the accounting records. Accordingly, our audit in relation to receipts was limited to amounts recorded.

Qualified Auditor's Opinion

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had the limitation discussed in the qualification paragraph not existed, the financial report of National Red Balloon Day is in accordance with the Associations Incorporation Reform Act 2012, including:

- a. giving a true and fair view of the association's financial position as at 31 March 2017 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1; and
- b. complying with Australian Accounting Standards to the extent described in Note 1 and complying with the Associations Incorporation Reform Act 2012.



Warren Pollock
MGR ACCOUNTANTS
mgr@mgr.com.au

23 May 2017

5:41 PM
 18/05/17
 Accrual Basis

National Red Balloon Day Profit & Loss April 2016 through March 2017

	Apr 16 - Mar 17
Income	
Discounts Given	-1,364.00
Donations Received	4,810.15
Grants Received	5,000.00
Postage Income	1,464.70
Sales	15,229.50
Uniforms	-3.00
Total Income	25,137.35
Cost of Goods Sold	
Cost of Goods Sold	5,240.45
Total COGS	5,240.45
Gross Profit	19,896.90
Expense	
Accommodation	185.00
Accountancy fees	572.00
Administration costs	30.01
Advertising	140.00
Bank Fees	1.05
Distributions	
New South Wales	435.36
Northern Territory	69.77
Queensland	472.90
South Australia	1,366.72
Tasmania	22.38
Victoria	3,918.39
Western Australia	1,588.02
Total Distributions	7,873.54
Event Costs	16.00
General expenses	30.00
Grant Expenditure	
Computer Equipment	994.11
Office Equipment	163.37
Outdoor Furniture and Equipment	796.95
Reimbursement of Fuel	3,000.00
Total Grant Expenditure	4,954.43
Insurance	972.00
Paypal Expenses	216.78
Payroll Expenses	0.00
Permits,licences,fees	114.90
Postage	1,575.50
Printing and stationery	313.30
Stocktake adjustment	-121.39
Telephone	1,170.88
Travelling expenses	199.70
Total Expense	18,243.70
Net Income	1,653.20

11:26 AM
23/05/17
Accrual Basis

National Red Balloon Day
Balance Sheet
As of March 31, 2017

	<u>Mar 31, 17</u>
ASSETS	
Current Assets	
Chequing/Savings	
National Red Balloon Day	10,873.55
Total Chequing/Savings	10,873.55
Accounts Receivable	
Trade receivables	3.00
Total Accounts Receivable	3.00
Other Current Assets	
Inventory Asset	5,748.81
Petty Cash Opening Balance	90.00
Total Other Current Assets	5,838.81
Total Current Assets	16,715.36
TOTAL ASSETS	<u>16,715.36</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	
Trade creditors	12.38
Total Accounts Payable	12.38
Other Current Liabilities	
Committed Pledges	7,873.53
Total Other Current Liabilities	7,873.53
Total Current Liabilities	7,885.91
TOTAL LIABILITIES	<u>7,885.91</u>
NET ASSETS	<u>8,829.45</u>
EQUITY	
Opening Bal Equity	1,100.00
Retained Earnings	6,076.25
Net Income	1,653.20
TOTAL EQUITY	<u>8,829.45</u>

NATIONAL RED BALLOON DAY

STATEMENT BY MEMBERS OF THE COMMITTEE


The committee has determined that the association is not a reporting entity 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 of National Red Balloon Day, the Profit & Loss Statement, Balance Sheet, and Notes to the Financial Statements:

1. present a true and fair view of the financial position of National Red Balloon Day as at 31 March 2017 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the Associations Incorporation Reform Act 2012; and
2. at the date of this statement there are reasonable grounds to believe that National Red Balloon Day will be able to pay its debts as and when they fall due.

This statement is signed for and on behalf of the committee by:

Committee Member



Committee Member

