

## Report of the Independent Auditor on the Summary Financial Statement Report to the Members of ActionAid Australia

The accompanying Summary Financial Statement Report prepared by ActionAid Australia, which comprises the statement of financial position as at 31 December 2015, the statement of profit or loss and other comprehensive income, the statement of cash flows and the statement of changes in equity for the year then ended, is derived from the audited general purpose financial report of ActionAid Australia for the year ended 31 December 2015. We expressed an unmodified audit opinion on that financial report in our report dated 31 March 2016.

The Summary Financial Statement Report does not contain all the disclosures required by the Australian Accounting Standards for a general purpose financial report. Reading the Summary Financial Statement Report, therefore, is not a substitute for reading the audited financial report of ActionAid Australia.

### *Directors' Responsibility for the Summary Financial Statement Report*

The Directors of the company are responsible for the preparation of the Summary Financial Statement Report in accordance with Australian Accounting Standards Reduced Disclosures Requirements, the *Australian Charities and Not-for-profits Commission Act 2012* and the ACFID Code of Conduct and for compliance with the *Charitable Fundraising Act 1991*.

### *Auditor's Responsibility*

Our responsibility is to express an opinion on the Summary Financial Statement Report based on our procedures, which were conducted in accordance with Auditing Standard ASA 810 *Engagements to Report on Summary Financial Statements*.

### *Opinion*

In our opinion, the Summary Financial Statement Report derived from the audited financial report of ActionAid Australia for the year ended 31 December 2015 is consistent, in all material respects, with that audited financial report, in accordance with Australian Accounting Standards Reduced Disclosures Requirements, the *Australian Charities and Not-for-profits Commission Act 2012* and the ACFID Code of Conduct.



DELOITTE TOUCHE TOHMATSU



Gaille Pearce  
Partner  
Chartered Accountants  
Sydney, 21 April 2016

# OUR FINANCES

During 2015, ActionAid Australia's operating revenue increased by 15% to \$9.5m. The increase in operating revenue was mainly due to bequest income, DFAT and overseas grants, emergency appeals, and investment income.

Public funds raised totalled \$4.1m and comprised 44% of operating revenue for the year, compared with 43% in the previous year. Public funds included donations and gifts received from Australian individuals and organizations, as well as non-monetary income, such as volunteer or pro bono services. In 2015, ActionAid Australia also received funds from donors who left gifts in their wills, totalling \$636,258.

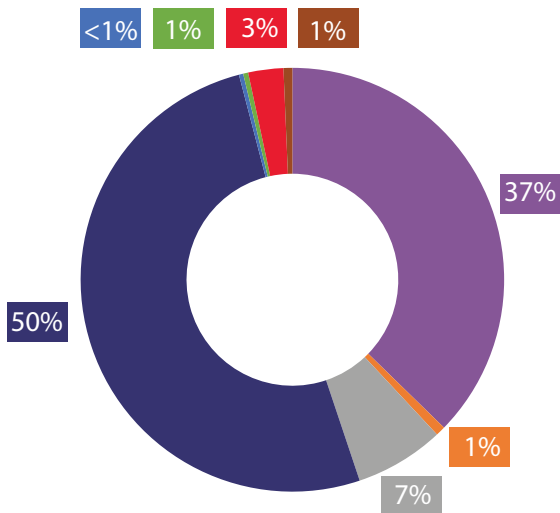
Grant income, valued at \$5.0m, contributed to 52% of operating revenue. Of this, \$4.8m was from DFAT and

\$30,627 from other Australian sources. Interest income received was \$0.3m; overseas income was \$152,921; and other income was \$102,629 (due mainly to additional fund raising activities, such as special events).

Our total program expenditure was 68% of expenditure for 2015, an increase compared to 66% in 2014. Of this, overseas projects received \$4.6m (48%), \$1.2m (13%) funded project management costs in Australia and \$0.7m (7%) funded campaigns and community education in Australia. Program expenditure includes ActionAid Australia's programs overseas as well as the costs of public campaigning in Australia.

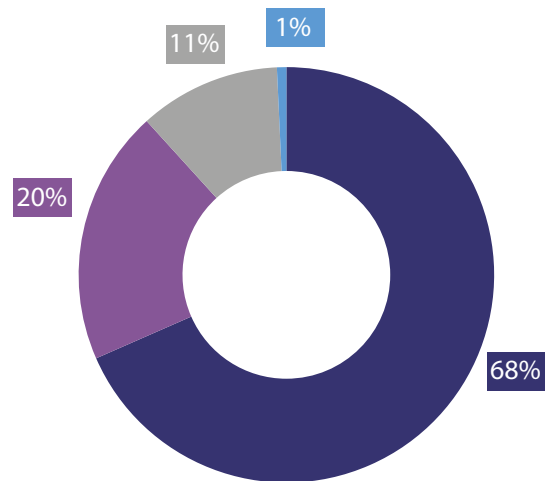
Fundraising costs accounted for 20% of total expenditure, a reduction compared to 21% in 2014. The significant acquisition of fundraising investment approved by the Board resulted in increased costs compared with 2014. Accountability and administration costs were 11% of expenditure in 2015, a reduction compared to 12% in 2014.

## Income



- Donations & gifts - monetary
- Bequests and legacies
- Other Australian grants
- Investment income
- Donations & gifts non-monetary
- Australian Government grants
- Other overseas
- Other income

## Expenditure



- Program expenditure
- Accountability & administration
- Fundraising costs
- Non-monetary expenditure

The full financial report for the year ended 31 December 2015 is available on request or on the ActionAid Australia website at [www.actionaid.org/australia/publications](http://www.actionaid.org/australia/publications).

The Summary Financial Report has been prepared in accordance with the requirements set out in the Australian Council for International Development (ACFID) Code of Conduct. ActionAid Australia is committed to full adherence to this code.

For further information on the Code please refer to the ACFID Code of Conduct website at [www.acfid.asn.au/code-of-conduct](http://www.acfid.asn.au/code-of-conduct).

Where a breach of the ACFID Code of Conduct is considered to have occurred please see the ACFID website <http://www.acfid.asn.au/code-of-conduct/complaints> for contact details. We value your feedback and complaints can be lodged by emailing [complaints.au@actionaid.org](mailto:complaints.au@actionaid.org).



**ACFID**  
MEMBER

# Statement of profit or loss and other comprehensive income

For the year ended 31 December 2015

	Year ended 31 December 2015 Restricted \$	Year ended 31 December 2015 Unrestricted \$	Year ended 31 December 2015 Total \$	Year ended 31 December 2014 Total \$
<b>REVENUE</b>				
<b>OPERATING REVENUE</b>				
Donations and gifts				
- Monetary	1,101,078	2,381,561	3,482,639	3,079,643
- Non-monetary	-	68,989	68,989	132,542
Bequests and legacies	-	636,258	636,258	350,683
Grants				
- DFAT <sup>1</sup>	4,768,911	-	4,768,911	4,260,385
- Other Australian	30,627	-	30,627	216,225
- Other overseas	152,921	-	152,921	-
Investment income	156,347	112,846	269,193	214,246
Other income	-	102,629	102,629	36,064
<b>TOTAL REVENUE</b>	<b>6,209,884</b>	<b>3,302,283</b>	<b>9,512,167</b>	<b>8,289,788</b>
<b>EXPENDITURE</b>				
International programs:				
- Funds to programs	4,584,907	-	4,584,907	4,533,184
- Program support costs	1,220,131	-	1,220,131	811,201
Community education	-	666,874	666,874	475,043
Fundraising costs:				
- Public	-	1,876,941	1,876,941	1,814,691
- Government, multilateral	-	-	-	-
Accountability and administration	105,376	938,011	1,043,387	1,060,429
Non-monetary expenditure	-	68,989	68,989	132,542
<b>Total International Aid and Development Programs Expenditure</b>	<b>5,910,414</b>	<b>3,550,815</b>	<b>9,461,229</b>	<b>8,827,090</b>
<b>TOTAL EXPENDITURE</b>	<b>5,910,414</b>	<b>3,550,815</b>	<b>9,461,229</b>	<b>8,827,090</b>
- Operating excess/(shortfall) over expenditure	299,470	(248,532)	50,938	(537,304)
- Capital excess/(shortfall) over expenditure	-	-	-	-
<b>TOTAL EXCESS/(SHORTFALL) OF REVENUE OVER EXPENDITURE</b>	<b>299,470</b>	<b>(248,532)</b>	<b>50,938</b>	<b>(537,304)</b>
<b>TOTAL COMPREHENSIVE INCOME/(LOSS)</b>	<b>299,470</b>	<b>(248,532)</b>	<b>50,938</b>	<b>(537,304)</b>

DFAT<sup>1</sup> Department of Foreign Affairs and Trade

## Statement of changes in equity

For the year ended 31 December 2015

ActionAid Australia's retained earnings decreased by \$0.3m and its restricted funds reserve increased by \$0.3m over the year and we ended 2015 with a total reserve of \$4.8m. ActionAid Australia does not utilize all funds immediately so that it can ensure that the funds are best used for long-term, sustainable outcomes.

	Retained earnings \$	Restricted funds reserves \$	Unrestricted funds reserves \$	Total undistributed funds \$
<b>Opening balance at 1 January 2014</b>	1,251,022	3,941,021	50,000	5,242,043
Surplus/(deficit)	(537,304)	-	-	(537,304)
<b>Total comprehensive loss</b>	(537,304)	-	-	(537,304)
Transfers to/(from) reserves:	272,479	(272,479)	-	-
<b>Total Closing Balance at 31 December 2014</b>	986,198	3,668,542	50,000	4,704,740
	Retained earnings \$	Restricted funds reserves \$	Unrestricted funds reserves \$	Total undistributed funds \$
<b>Opening balance at 1 January 2015</b>	986,198	3,668,542	50,000	4,704,740
<b>Surplus/(deficit)</b>	50,938	-	-	50,938
<b>Total comprehensive income</b>	50,938	-	-	50,938
<b>Transfers to/(from) reserves:</b>	(299,470)	299,470	-	
<b>Total Closing Balance at 31 December 2015</b>	737,666	3,968,012	50,000	4,755,678
<b>Restricted funds reserve comprised of:</b>				
- <b>Capital Reserve</b>	-	3,018,577	-	3,018,577
- <b>Other Restricted</b>	-	949,435	-	949,435

# Statement of financial position

As at 31 December 2015

Of ActionAid Australia's total assets of \$7.5m, \$7.3m was held as cash, with around 77% of this amount being held in short-term term deposits at banks. The organization's largest liability, at \$2.1m, is deferred revenue. Deferred revenue is grant funds received in advance that are yet to be used for overseas projects and the management support costs of those projects.

	31 December 2015 \$	31 December 2014 \$
<b>ASSETS</b>		
<b>Current assets</b>		
Cash and cash equivalents	7,333,884	7,886,719
Trade and other receivables	74,297	89,199
<b>Total current assets</b>	<b>7,408,181</b>	<b>7,975,918</b>
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	113,997	133,276
<b>Total non-current assets</b>	<b>113,997</b>	<b>133,276</b>
<b>Total assets</b>	<b>7,522,178</b>	<b>8,109,194</b>
<b>LIABILITIES</b>		
<b>Current liabilities</b>		
Trade and other payables	458,343	332,708
Provisions - employee benefits	176,784	159,219
Other - deferred revenue	2,079,133	2,878,700
<b>Total current liabilities</b>	<b>2,714,260</b>	<b>3,370,627</b>
<b>NON-CURRENT LIABILITIES</b>		
Provisions - employee benefits	52,240	33,827
<b>Non-current liabilities</b>	<b>52,240</b>	<b>33,827</b>
<b>Total liabilities</b>	<b>2,766,500</b>	<b>3,404,454</b>
<b>Net assets</b>	<b>4,755,678</b>	<b>4,704,740</b>
<b>EQUITY</b>		
Restricted funds capital reserve	3,018,577	3,018,577
Restricted funds other reserves	949,435	649,965
Unrestricted funds reserves	50,000	50,000
Retained earnings	737,666	986,198
<b>Total equity</b>	<b>4,755,678</b>	<b>4,704,740</b>

# Statement of cash flows

For the year ended 31 December 2015

The cash position of ActionAid Australia during 2015 decreased by \$0.6m; this was mainly due to a net cash outflow of \$0.5m from operating activities through the disbursement of funds to projects during the year.

	Year ended 31 December 2015 \$	Year ended 31 December 2014 \$
<b>Cash flows from operating activities</b>		
Cash receipts from appeals, donations & fundraising activities	4,118,897	3,430,326
Cash receipts from DFAT grants	4,414,422	4,466,062
Cash receipts from other grants	139,781	136,812
Proceeds from other activities	82,946	(4,852)
Interest received	308,830	214,246
Cash payments to suppliers and employees	(3,115,328)	(3,391,512)
Cash payments for project expenditure	(6,471,912)	(5,819,429)
<b>Net cash provided by/(used in) operating activities</b>	<b>(522,364)</b>	<b>(968,347)</b>
<b>Cash flows from investing activities</b>		
Payments for property, plant and equipment	(30,469)	(131,009)
<b>Net cash provided by/(used in) investing activities</b>	<b>(30,469)</b>	<b>(131,009)</b>
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	-	-
Repayment of borrowings	-	-
<b>Net cash provided by/(used in) financing activities</b>	<b>-</b>	<b>-</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(552,832)</b>	<b>(1,099,356)</b>
<b>Cash and cash equivalents at beginning of year</b>	<b>7,886,719</b>	<b>8,986,075</b>
<b>Cash and cash equivalents at end of year</b>	<b>7,333,884</b>	<b>7,886,719</b>

## Table of cash movements for designated purposes

For the year ended 31 December 2015

	Cash available at 1 January 2015	Cash raised during the period	Cash disbursed during the period	Cash available at 31 December 2015
<b>Project/Purpose</b>				
Australia Africa Community Engagement Scheme (AACES)	830,991	1,255,182	1,519,534	566,639
Afghanistan Resilient Agriculture and Livelihoods Initiative for Socio Economic Empowerment (REALISE)	655,822	1,970,669	1,369,167	1,257,324
Total for other non-designated purposes	6,399,906	5,839,025	6,729,010	5,509,921
<b>Total</b>	<b>7,886,719</b>	<b>9,064,876</b>	<b>9,617,711</b>	<b>7,333,884</b>



## ActionAid Australia Director's Declaration

In the opinion of the directors of ActionAid Australia:

- (a) the financial statements and notes set out on pages 7 to 30 are in accordance with the Australian Charities and Not-for-Profits Commission Act 2012 including;
- (i) giving a true and fair view of the financial position of the Company as at 31 December 2015, and of its performance, for the financial year ended on that date; and
  - (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) Reduced Disclosure Requirements and Australian Charities and Not-for-Profits Commission Regulations 2013; and
  - (iii) complying with the ACFID Code of Conduct for non-governmental development organisations; and
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Dated at Sydney this 31st day of March 2016

Signed in accordance with a resolution of the Directors.



The Hon. John Dowd AO QC  
President



Carole Brownlee  
Director