



Edwards Marshall

FOUNDATION DAW PARK INC

Financial Report
for the year ended 30 June 2009

Level 3 153 Flinders Street
Adelaide SA 5000
GPO Box 2163 Adelaide SA 5001
DX 240 Adelaide

Telephone 08 8139 1111
Facsimile 08 8139 1100
info@edwardsmarshall.com.au
edwardsmarshall.com.au



Supporting medical research
at Repatriation General Hospital

FOUNDATION DAW PARK INC

FINANCIAL REPORT

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2009

FOUNDATION DAW PARK INC

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FOUNDATION DAW PARK INC
BOARD OF DIRECTOR'S REPORT

Your board members submit the financial report of Foundation Daw Park Inc for the financial year ended 30 June 2009.

Board Members

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

Robert Willis – Chairman
 David Bubner – Treasurer
 Peter Bridge – Resigned 30 June 2009
 Peter Buberis
 Peter Croser
 Paul Merrow
 Gary Verstegen – Ceased as (RGH) Hospital Representative on 16 February 2009.
 Donny Walford
 John Rawson
 John McCourt – Appointed 17 November 2008
 Geoff Tattersall - Commenced as (RGH) Hospital Representative on 16 February 2009.
 Susan Neuhaus – Appointed 11 July 2009

Principal Activities

The principal activities of Foundation Daw Park Inc in the course of the year were to promote and support medical, scientific and other research relevant to the Repatriation General Hospital, and to promote the education and training of Repatriation General Hospital staff.

Significant Changes

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

Operating Result

The net result of operations attributable to the Foundation's activities was a loss of \$200,123 (2008 loss of \$54,897).

This year, the Foundation continued with its strategy to broaden its donor base and revenue streams through increased profile building and engagement with business, academia, military and community sectors. The major events continued to achieve profit and profite success, although impacted by the global financial crisis, while the investment portfolio was significantly impacted. The fund raising activities undertaken during 2009 achieved \$531,399 (2008 \$669,824); the decrease for the year was attributable to the effects of the financial crises. Application of prudent business practices ensured costs were contained to levels very similar to 2008.

The operating loss includes a write down of the Foundation Investment Portfolio of \$140,882 (2008 \$187,161) reflecting the decline in the market value of the Investment Portfolio. The write down was brought to account in 2009 as required for end of year reporting purposes.

The effect of the write down was to offset the profit from fund raising activities for 2009.

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 Association, the results of those operations, or the state of affairs of the Association in future financial years.

FOUNDATION DAW PARK INC
BOARD OF DIRECTOR'S REPORT (CONT)

BENEFITS RECEIVED

In the opinion of the Board of Management of FOUNDATION DAW PARK INC:

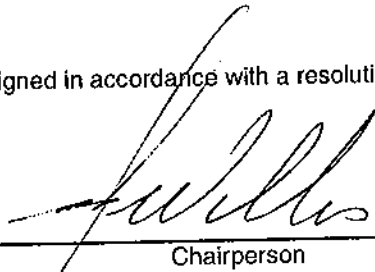
a) During the year ended 30 June 2009 no:

- i) officer of the Association;
- ii) firm of which the officer is a member; or
- iii) body corporate in which the officer has a substantial financial interest,

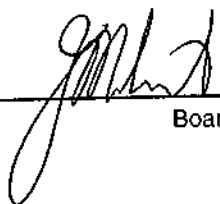
has received or become entitled to receive a benefit as a result of a contract between the officer, firm or body corporate and the Association; and

b) during the year ended 30 June 2009 no officer of the Association received directly or indirectly from the Association any payment or other benefit of a pecuniary value.

Signed in accordance with a resolution of the Members of the Board:



Chairperson



Board Member

Dated this 19 day of October 2009

FOUNDATION DAW PARK INC**INCOME STATEMENT FOR THE FINANCIAL YEAR ENDED 30 JUNE 2009**

	Notes	2009	2008
		\$	\$
Revenues from ordinary activities:			
Revenues and other income		511,367	642,719
Interest		20,032	27,105
Total revenues from ordinary activities	2	531,399	669,824
Expenses from ordinary activities:			
Depreciation Expense		5,400	2,250
Employee Expenses		210,009	195,218
Finance Expenses		1,295	-
Grant Expenses		148,278	107,612
Investment Portfolio Losses – Movements in Market Value 2009		140,882	187,161
Supplies and Services		225,658	232,480
Total expenses from ordinary activities		731,522	724,721
Loss from Operations	2	(200,123)	(54,897)
Retained Earnings at the beginning of Financial Year		1,193,967	1,248,864
Retained Earnings at the End of Financial Year		\$993,844	\$1,193,967

FOUNDATION DAW PARK INC
BALANCE SHEET AS AT 30 JUNE 2009

	Notes	2009 \$	2008 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	44,732	161,661
Trade and other receivables	5	37,482	12,851
Inventories	6	6,032	7,014
TOTAL CURRENT ASSETS		<u>\$88,246</u>	<u>\$181,526</u>
NON-CURRENT ASSETS			
Financial Assets	7	944,542	1,038,684
Intangible Assets	8	8,935	14,335
TOTAL NON-CURRENT ASSETS		<u>\$953,477</u>	<u>\$1,053,019</u>
TOTAL ASSETS		<u>\$1,041,723</u>	<u>\$1,234,545</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	9	36,266	26,322
Short Term Provisions	10	10,920	9,947
TOTAL CURRENT LIABILITIES		<u>\$47,186</u>	<u>\$36,269</u>
NON-CURRENT LIABILITIES			
Long term provisions	10	693	4,309
TOTAL NON-CURRENT LIABILITIES		<u>\$693</u>	<u>\$4,309</u>
TOTAL LIABILITIES		<u>\$47,879</u>	<u>\$40,578</u>
NET ASSETS		<u>\$993,844</u>	<u>\$1,193,967</u>
EQUITY			
Retained earnings		993,844	1,193,967
TOTAL EQUITY		<u>\$ 993,844</u>	<u>\$1,193,967</u>

The accompanying notes form part of these financial statements.

FOUNDATION DAW PARK INC**STATEMENT OF RECOGNISED INCOME AND EXPENSE FOR THE YEAR ENDED 30 JUNE 2009**

	Retained Earnings \$	Total \$
Balance at 1 July 2007	1,248,864	1,248,864
Operating loss for 2008 year	(54,897)	(54,897)
	<hr/>	<hr/>
Balance at 30 June 2008	\$1,193,967	\$1,193,967
Operating loss for 2009 year	(200,123)	(200,123)
	<hr/>	<hr/>
Balance at 30 June 2009	\$993,844	\$993,844

The accompanying notes form part of these financial statements.

FOUNDATION DAW PARK INC

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2009

	Notes	2009 \$	2008 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
<i>Cash receipts from operations</i>			
Donations – General and Bequests		216,297	397,871
Trading Activities		13,273	15,390
Interest received		3,793	27,105
Other		157,154	229,458
GST Received (NET)		5,226	3,009
<i>Payments</i>			
Wages and salaries and salary related charges		(210,009)	(195,218)
Suppliers		(254,628)	(337,367)
Interest and bank charges		(1,295)	(787)
Net cash provided by (used in) operating activities	15(ii)	<u>(70,189)</u>	<u>139,461</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for intangible assets		-	-
Proceeds from sale of intangible assets		-	-
Payments for investments (net)		(46,740)	(74,629)
Net cash provided by (used in) investing activities		<u>(46,740)</u>	<u>(74,629)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Loan advances		-	-
Repayment of Loans		-	-
Net cash provided by (used in) by financing activities		<u>-</u>	<u>-</u>
Net increase/(decrease) in cash held		(116,929)	64,832
Cash at the beginning of the financial year		161,661	96,829
Cash at the end of the financial year	15(i)	<u>\$44,732</u>	<u>\$161,661</u>

The accompanying notes form part of these financial statements.

FOUNDATION DAW PARK INC

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

1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations and the requirements of the Associations Incorporation Act, 1985.

The financial report covers Foundation Daw Park Inc as an individual entity. Foundation Daw Park Inc is an Association incorporated in South Australia under the Association Incorporation Act, 1985.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions to which they apply. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of this financial report are presented below. They have been consistently applied unless otherwise stated.

The financial report has been prepared on an accruals basis including the going concern assumption and is based on historic costs, modified, where applicable by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

The accounting policies used in the preparation of this report are described below and are, in the opinion of the Board of Directors, appropriate to meet the needs of the Association.

a) **Income Tax**

No Income Tax is payable by the Foundation as Section 50-5 of the Income Tax Assessment Act exempts Charitable Institutions from Income Tax.

b) **Inventories**

Inventories are measured at cost, adjusted when applicable for any loss of service potential. Costs are assigned a specific identification basis.

c) **Intangible Assets**

(i) **Web Site**

Web Site is recorded at cost less, where applicable, any accumulated depreciation and impairment losses. Intangible assets recognised by the Association at 30 June 2009 comprise solely the development of the Association's Web Site. It has an estimated useful life of between one and three years. It is assessed annually for impairment.

The carrying amount of intangible assets is reviewed annually by the Association to ensure it is not in excess of the recoverable amount from those assets. The recoverable amount is assessed on the basis of the expected net cash flows, which will be received from the assets' employment and subsequent disposal. The expected net cash flows have been discounted to present values in determining recoverable amounts.

The depreciable amount of the Web Site is depreciated on a straight line basis over the useful life of the asset to the Association, commencing from the time the asset is held ready for use. The depreciation rate used for this class of depreciable asset is:

Web site	30%
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FOUNDATION DAW PARK INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009 (CONT)

d) **Financial Instruments***Recognition and Initial Measurement*

Financial instruments, incorporating financial assets and financial liabilities, are recognised when the Association 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.

Impairment

At each reporting date, the Association assesses where 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 an impairment has arisen. Impairment losses are recognised in the income statement.

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 Association 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 Association's intention to hold these investments to maturity. They are subsequently measured at amortised cost using the effective interest rate method.

FOUNDATION DAW PARK INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009 (CONT)

d) **Financial Instruments (cont)**(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.

e) **Impairment of Assets**

At each reporting date, the entity reviews the carrying value 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 value. Any excess of the asset's carrying value over its recoverable amount is expensed to the Income 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.

f) **Employee Benefits**

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. These cashflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cashflows.

g) **Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks and 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 on the balance sheet.

h) **Revenue and Other Income**

Revenues and expenses are recognised in the Foundation's Income Statement, when and only when the flow or consumption or loss of economic benefits has occurred and can be reliably measured.

Foundation Daw Park Incorporated received \$7,260 for the year ended 30 June 2009 (2008 \$135,000) from Bequests and Legacies.

Bequests and Legacies are brought to account as revenue only when received by the Association.

FOUNDATION DAW PARK INC**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009 (CONT)****h) Revenue and Other Income (cont)**

Revenue from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and the cessation of all involvement in these goods.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

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).

i) 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 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.

j) Comparative Figures

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

k) Critical Accounting Estimates and Judgements

Members of the Board of Directors evaluate estimates and judgements 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 Association.

l) Continued Funding of Operations

The research and development programs conducted by Foundation Daw Park Incorporated are dependent on donations and bequests from the Public.

The ability for the Association to maintain and expand on its current level of operations, programs and activities, is dependent upon the continued support of the Public, its sponsors and upon the outcomes of Foundation Daw Park Incorporated achieving expected levels of financial performance during the next financial year, including operating surpluses and positive operating cash flows.

m) New Accounting Standards for Application in Future Periods

The AASB has issued new, revised and amended Standards and Interpretations that have mandatory application dates for future reporting periods and which the Association has

FOUNDATION DAW PARK INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009 (CONT)

m) **New Accounting Standards for Application in Future Periods (cont)**

decided not to adopt early. A discussion of those future requirements and their impact on the Association is as follows:

- AASB 8: Operating Segments and AASB 2007-3: Amendments to Australian Accounting Standards arising from AASB 8 (AASB 5, AASB 102, AASB 107, AASB 119, AASB 127, AASB 134, AASB 136, AASB 1023 and AASB 1038) (applicable for annual reporting periods commencing from 1 January 2009). This Standard replaces AASB 114 and requires identification of operating segments on the basis of internal reports that are regularly reviewed by the Association's board for the purposes of decision making. Whilst the impact of this Standard cannot be assessed at this stage, there is the potential for more segments to be identified. Given the lower economic level at which segments may be defined, and the fact that cash generation units cannot be bigger than operating segments, impairment calculations may be affected. Management presently do not believe impairment will result however.
- AASB 101: Presentation of Financial Statements, AASB 2007-8: Amendments to Australian Accounting Standards arising from AASB 101, and AASB 2007-10: Further Amendments to Australian Accounting Standards arising from AASB 101 (all applicable to annual reporting periods commencing from 1 January 2009). The revised AASB 101 and amendments supersede the previous AASB 101 and redefine the composition of financial statements including the inclusion of a statement of comprehensive income. There will be no measurement or recognition impact on the Association. If an entity has made a prior period adjustment or reclassification, a third balance sheet as at the beginning of the comparative period will be required.
- AASB 123: Borrowing Costs and AASB 2007-6: Amendments to Australian Accounting Standards arising from AASB 123 (AASB 1, AASB 101, AASB 107, AASB 111, AASB 116 and AASB 138 and Interpretations 1 and 12) (applicable for annual reporting periods commencing from 1 January 2009). The revised AASB 123 has removed the option to expense all borrowing costs and will therefore require the capitalisation of all borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset. Management has determined that there will be no effect on the Association as a policy of capitalising qualifying borrowing costs has been maintained by the Association.
- AASB 2008-5: Amendments to Australian Accounting Standards arising from the Annual Improvements Project (July 2008) and AASB 2008-6: Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project (July 2008) detail numerous non-urgent but necessary changes to accounting standards arising from the IASB's annual improvements project. No changes are expected to materially affect the Association.
- AASB 2008-8: Amendments to Australian Accounting Standards – Eligible Hedged Items [AASB 139] (applicable for annual reporting periods commencing from 1 July 2009). This amendment clarifies how the principles that determine whether a hedged risk or portion of cash flows is eligible for designation as a hedged item should be applied in particular situations and is not expected to materially affect the Association.

The Association does not anticipate early adoption of any of the above reporting requirements and does not expect them to have any material effect on the association's financial statements.

FOUNDATION DAW PARK INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009 (CONT)

	2009 \$	2008 \$
NOTE 2: OPERATING RESULTS		
(i) Revenue		
Operating Activities		
Anzac Gala Ball	91,403	112,502
Corporate Income	65,586	31,720
Dividends - Investment Securities (Macquarie)	41,257	31,326
Dividends - Other	-	482
Donations - General	209,037	253,871
Donations - Bequests	7,260	135,000
Interest - Bank	3,793	5,321
Interest - Investment Securities (Macquarie)	16,239	21,784
Memberships	5,084	3,250
Merchandise Income	13,273	15,390
Miscellaneous Income	14,281	-
Special Events	26,314	28,484
Telethon	37,872	21,694
Other Income	-	9,000
	<u>\$531,399</u>	<u>\$669,824</u>
ii) Charging Expenses		
Expenses		
- Auditors Remuneration - audit	3,500	600
- Depreciation	5,400	2,250
- Provision for Long Service Leave	-	4,309
	<u>\$8,900</u>	<u>\$7,159</u>
iii) Significant Items of Revenue and Expenditure		
Expenditure:		
Investment Portfolio Losses - Movements in Market Value 2009	<u>\$140,882</u>	<u>\$187,161</u>

NOTE 3: KEY MANAGEMENT PERSONNEL COMPENSATION

	Short Term Benefits	Post-Employment Benefits	Total
<i>2009</i>			
Total compensation	92,333	8,531	100,864
	<u>92,333</u>	<u>8,531</u>	<u>100,864</u>
<i>2008</i>			
Total compensation	94,664	8,111	102,775
	<u>94,664</u>	<u>8,111</u>	<u>102,775</u>

FOUNDATION DAW PARK INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009 (CONT)

	2009 \$	2008 \$
NOTE 4: CASH AND CASH EQUIVALENTS		
Cash on Hand	300	300
Cash at Bank	44,432	161,361
	<u>\$44,732</u>	<u>\$161,661</u>
NOTE 5: TRADE AND OTHER RECEIVABLES		
CURRENT		
Trade Receivables	23,449	550
Less Provision for Impairment of Receivables	-	-
Total Trade Receivables	<u>23,449</u>	<u>550</u>
Entertainment Books – Clearing Account	945	260
Franking Credits	564	565
GST receivable	-	9,814
Prepayments	10,862	-
TFN Withholding Tax	1,662	1,662
Total Other Receivables	<u>\$14,033</u>	<u>\$12,301</u>
Total Current Trade and Other Receivables	<u>\$37,482</u>	<u>\$12,851</u>

Current trade receivables are non-interest bearing loans and generally are receivable within 30 days. A provision for impairment is recognised against subscriptions where there is objective evidence that an individual trade receivable is impaired. No impairment was required at 30 June 2009 (2008: Nil).

Credit Risk

The Association has no significant concentration of credit risk with respect to any single counterparty or group of counterparties. The main source of credit risk to the entity is considered to relate to the class of assets described as trade receivables. As at 30 June 2009, the Association has \$23,449 trade receivables (2008: \$550).

The balances of receivables that remain within initial terms (as detailed in the table) are considered to be of high credit quality.

FOUNDATION DAW PARK INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009 (CONT)

	2009 \$	2008 \$					
NOTE 5: TRADE AND OTHER RECEIVABLES (CONT)							
	Gross amount	Past due and impaired	Past due but not impaired (days overdue)				Within initial trade terms
	\$	\$	< 30	31- 60	61- 90	> 90	\$
2009							
Trade receivables	23,449	-	-	-	-	-	23,449
Other receivables	14,033	-	-	-	-	-	14,033
	<u>\$37,482</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$37,482</u>
Trade receivables	550	-	-	-	-	-	550
Other receivables	12,301	-	-	-	-	-	12,301
Total	<u>\$12,851</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$12,851</u>

The Association does not hold any financial assets whose terms have been renegotiated, but which would otherwise be past due or impaired. No collateral is held as security for any of the trade and other receivable balances.

<i>Financial assets classified as loans and receivables</i>	2009 \$	2008 \$
Trade and other receivables		
- total current	<u>\$37,482</u>	<u>\$12,851</u>

No collateral has been pledged for any of the trade and other receivable balances.

NOTE 6: INVENTORIES

CURRENT

Stock – Chocolates at cost	-	314
Stock – Iris Pins at cost	6,032	6,700
	<u>\$6,032</u>	<u>\$7,014</u>

NOTE 7: FINANCIAL ASSETS

Available for Sale Financial Assets at fair value:

Macquarie MPPM Account - at market value	\$944,542	1,038,684
Total available-for-sale financial assets	<u>\$944,542</u>	<u>\$1,038,684</u>

FOUNDATION DAW PARK INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009 (CONT)

	Notes	2009 \$	2008 \$
NOTE 7: FINANCIAL ASSETS (CONT)			
The Market Value of the Macquarie MPPM investment portfolio as at 30 September 2009 is \$1,067,071 (2008: \$995,764).			
It is the intention of the Board of Directors to hold the investment securities underlying this portfolio for the long term. Any movement in the investment's fair value subsequent to 30 June 2009, will be reflected in the next year's financial statements.			
NOTE 8: INTANGIBLE ASSETS			
Web site at cost		16,585	16,585
Accumulated depreciation		(7,650)	(2,250)
Net carrying value		<u>\$8,935</u>	<u>\$14,335</u>
NOTE 9: TRADE AND OTHER PAYABLES			
CURRENT			
Trade creditors		-	1,534
Income in advance		15,696	2,370
Accrued Liabilities		13,055	4,424
Chapel/Chaplains Fund		1,199	669
PAYG Payable		1,508	12,318
Super Payable		4,648	5,007
GST Payable		160	-
Total Trade and Other Payables		<u>\$36,266</u>	<u>\$26,322</u>
NOTE 10: PROVISIONS			
EMPLOYEE BENEFITS			
CURRENT			
Provision for Annual Leave		10,920	9,947
		<u>\$10,920</u>	<u>\$9,947</u>
NON-CURRENT			
Provision for Long Service Leave		693	4,309
		<u>\$693</u>	<u>\$4,309</u>
Total Provisions		<u>\$11,613</u>	<u>\$14,256</u>

FOUNDATION DAW PARK INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009 (CONT)

Notes	2009 \$	2008 \$
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NOTE 11: CAPITAL AND LEASING COMMITMENTS

There were no capital or operating lease commitments for the Foundation for the year ended 30 June 2009 (2008 NIL).

NOTE 12: CONTINGENT LIABILITIES

The Association has a credit card facility limit of \$20,000 for cardholders Chris Jenner and Tim Williams (2008: \$20,000). As at 30 June 2009 the Association had used \$415 (2008: \$335) and had available an unused credit facility of \$19,585 (2008: \$19,665).

The Association has a Tape Negotiation Authority for payroll for \$8,500 (2008: \$NIL) with Bank of South Australia.

NOTE 13: EVENTS AFTER THE BALANCE DATE

- a) The financial report was authorised for issue on 19 October 2009 by the Board of Directors.
- b) There have been no significant events which have occurred subsequent to 30 June 2009 (2008 NIL).

NOTE 14: RELATED PARTY DISCLOSURES

- i) The following persons were members of the Board during the year ended 30 June 2009.

Robert Willis – Chairman
 David Bubner – Treasurer
 Peter Bridge – Resigned 30 June 2009
 Peter Buberis
 Peter Croser
 Paul Merrow
 Gary Verstegen – Ceased as (RGH) Hospital Representative on 16 February 2009.
 Donny Walford
 John Rawson
 John McCourt – Appointed 17 November 2008
 Geoff Tattersall - Commenced as (RGH) Hospital Representative on 16 February 2009.

- ii) Related party transactions of Board Members:

There were no transactions with related parties during the year. Board Members receive no remuneration for their services.

FOUNDATION DAW PARK INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009 (CONT)

	Notes	2009 \$	2008 \$
NOTE 15: CASH FLOW INFORMATION			
(i)	Reconciliation of Cash and Cash Equivalents		
	Cash on hand	3 44,432	161,361
	Cash at bank	3 300	300
		<u>\$44,732</u>	<u>\$161,661</u>
(ii)	RECONCILIATION OF OPERATING LOSS TO THE NET CASH FLOWS USED FROM OPERATIONS		
	OPERATING LOSS	(200,123)	(54,897)
	<i>Cash flows excluded from profit (loss) attributable to operating activities</i>		
	<i>Non-cash flows in profit (loss)</i>		
	Depreciation expense	5,400	2,250
	Investment Portfolio Losses – Movement in Market Value (Profit)/Loss on disposal of plant and equipment	140,882 -	187,161 310
	<i>Changes in Assets and Liabilities</i>		
	Decrease/(increase) in Trade and Other Receivables	(24,631)	(6,410)
	Decrease/(increase) in Inventories	982	1,739
	(Decrease)/increase in Trade and Other Payables	9,944	1,884
	(Decrease)/increase in Employee Entitlements	(2,643)	7,424
	NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>(\$70,189)</u>	<u>\$139,461</u>

NOTE 16: FINANCIAL RISK MANAGEMENT

(a) Financial Risk Management Policies

The Association's financial instruments consist mainly of deposits with banks, local money market instruments, short-term investments, accounts receivable and payable and shares in listed equities.

The entity does not have any derivative instruments at 30 June 2009.

i. Treasury Risk Management

A governance committee consisting of senior board members meet on a regular basis to analyse financial risk exposure and to evaluate treasury management strategies in the context of the most recent economic conditions and forecasts.

FOUNDATION DAW PARK INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009 (CONT)

Notes	2009 \$	2008 \$
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NOTE 16: FINANCIAL RISK MANAGEMENT (CONT)

a) Financial Risk Management Policies (cont)

ii. Financial Risk Exposures and Management

The main risks the Association is exposed to through its financial instruments are interest rate risk, liquidity risk and credit risk.

Interest rate risk

Interest rate risk relates to the rollover of short term deposits.

Foreign currency risk

The Association is not exposed to fluctuations in foreign currencies.

Liquidity risk

The Association manages liquidity risk by monitoring forecast cash flows and ensuring that adequate deposit funds are available.

Credit risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets, is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the balance sheet and notes to the financial statements. The Association does not have any material credit risk exposure to any single receivable or group of receivables under financial instruments entered into by the entity.

There are no material amounts of collateral held as security at 30 June 2009.

Credit risk is managed by the Association and reviewed regularly by the governance committee.

(b) Financial Instrument Composition and Maturity Analysis

The table below reflects the undiscounted contractual settlement terms for financial instruments of a fixed period of maturity, as well as management's expectations of the settlement period for all other financial instruments.

FOUNDATION DAW PARK INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009 (CONT)

	Notes	2009 \$	2008 \$
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NOTE 16: FINANCIAL RISK MANAGEMENT (CONT)

	Interest Maturing In					Total
	Weighted average interest rate	Floating interest rate	Fixed 1 year or less	Fixed Over 1 to 5 years	Non interest bearing	
30 June 2009						
Financial Assets						
Cash	0.18%	44,432	-	-	300	44,732
Receivables	-	-	-	-	37,482	37,482
Investments	4.63%	-	944,542	-	-	944,542
Total Financial Assets		\$44,432	\$944,542	\$ -	\$37,782	\$1,026,756
Financial Liabilities						
Trade and Other Payables	-	-	-	-	36,266	36,266
Total Financial Liabilities		\$ -	\$ -	\$ -	\$36,266	\$36,266
30 June 2008						
Financial Assets						
Cash	.3%	161,361	-	-	300	161,661
Receivables	-	-	-	-	12,851	12,851
Investments	5.1%	-	1,038,684	-	-	1,038,684
Total Financial Assets		\$161,361	\$1,038,684	\$ -	\$13,151	\$1,213,196
Financial Liabilities						
Trade and Other Payables	-	-	-	-	26,322	26,322
Total Financial Liabilities		\$ -	\$ -	\$ -	\$26,322	\$26,322

(c) Net Fair Values

Methods and assumptions used in determining net fair value.

The net fair values of financial assets and financial liabilities approximates their carrying value. No financial assets and financial liabilities are readily traded on organised markets in standardised form other than listed investments.

The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the balance sheet and in the notes to the financial statements.

FOUNDATION DAW PARK INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009 (CONT)

Notes	2009 \$	2008 \$
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NOTE 16: FINANCIAL RISK MANAGEMENT (CONT)

(d) Sensitivity Analysis

The association has performed a sensitivity analysis relating to its exposure to interest rate risk at balance date. This sensitivity analysis demonstrates the effect on current year results and equity which could result from a change in this risk.

As at 30 June 2009, the effect on profit and equity as a result of changes in the interest rate, with all other variables remaining constant would be as follows:

	2009 \$
Change in Profit	
<i>Deposits</i>	
- increase in interest rate by 2%	2,064
- decrease in interest rate by 2%	(2,064)
<i>Investments – Financial Assets</i>	
- increase in interest rate by 2%	19,832
- decrease in interest rate by 2%	(19,832)
Change in Equity	
- increase in interest rate by 2%	21,896
- decrease in interest rate by 2%	(21,896)

This sensitivity analysis has been performed on the assumption that all other variables remain unchanged.

NOTE 17: CAPITAL MANAGEMENT

The Board Members control the capital of the Association in order to maintain a good debt-to-equity ratio in order to ensure that the Association can fund its operations and continue as a going concern.

The Association's debt and capital includes financial liabilities, supported by financial assets. The Foundation had no financial liabilities for the year ended 30 June 2009.

There are no externally imposed capital requirements.

The Board members effectively manage the Association's capital by assessing the Association's financial risks and adjusting its capital structure in response to changes in these risks and in the market. These responses include the management of debt levels.

There have been no changes in the strategy adopted by management to control the capital of the Association since the prior year. This strategy is to ensure that there is sufficient cash to meet trade and sundry payables and borrowings. The Foundation has no borrowings for the year ended 30 June 2009.

FOUNDATION DAW PARK INC**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009 (CONT)**

	Notes	2009 \$	2008 \$
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NOTE 18: ASSOCIATION DETAILS

The principle place of business of Foundation Daw Park Inc is:

Foundation Daw Park Inc
Daws Road
DAW PARK SA 5041

NOTE 19: SEGMENT REPORTING

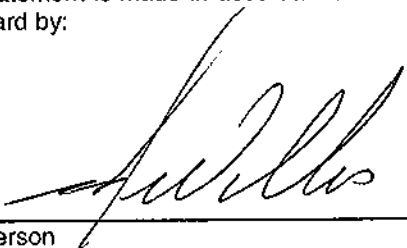
The Foundation operates predominantly in one business and geographical segment, being in the hospital care sector promoting research and training relevant to the Repatriation General Hospital.


FOUNDATION DAW PARK INC**STATEMENT BY THE BOARD OF DIRECTORS**

In the opinion of the members of the Board the financial report as set out on pages 1 to 19:

- a) Presents a true and fair view of the financial position of Foundation Daw Park Inc as at 30 June 2009 and its performance for the financial year ended on that date in accordance with Australian Accounting Standards (including Australian Accounting Interpretations), of the Australian Accounting Standards Board and the requirements of the Associations Incorporation Act, 1985; and
- b) At the date of this statement there are reasonable grounds to believe that Foundation Daw Park Inc will be able to pay its debts as and when they become due and payable.

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



Chairperson

Board Member

Dated this 19 day of October 2009.



EdwardsMarshall

Level 3, 153 Flinders Street
Adelaide, South Australia 5000
GPO Box 2163 Adelaide SA 5001
DX 240 Adelaide
Telephone 08 8139 1111
Facsimile 08 8139 1100
info@edwardsmarshall.com.au
edwardsmarshall.com.au

INDEPENDENT AUDITOR'S REPORT TO THE BOARD MEMBERS OF FOUNDATION DAW PARK INC

REPORT ON THE FINANCIAL REPORT

We have audited the accompanying financial report of Foundation Daw Park Inc, which comprises the balance sheet as at 30 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 and other explanatory notes.

The Responsibility of the Board Members for the Financial Report

The Board Members are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Associations Incorporation Act 1985*. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report, ensuring that it 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. We conducted our audit in accordance with Australian Accounting 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 judgement, 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 Board Members, as well as evaluating the overall presentation of the financial report.

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.



EdwardsMarshall

Level 3, 153 Flinders Street
Adelaide, South Australia 5000
GPO Box 2163 Adelaide SA 5001
DX 240 Adelaide
Telephone 08 8139 1111
Facsimile 08 8139 1100
info@edwardsmarshall.com.au
edwardsmarshall.com.au

**INDEPENDENT AUDITOR'S REPORT
TO THE BOARD MEMBERS OF FOUNDATION DAW PARK INC (CONT)**

BASIS FOR QUALIFIED AUDITOR'S OPINION

Donations, bequests and other fundraising activities are a significant source of revenue for Foundation Daw Park Incorporated. The Association has determined that it is impracticable to establish and maintain an effective system of control over the collection of donations, bequests and other fundraising activities prior to their entry into its financial records. Accordingly, as the evidence available to us regarding revenue from this source was limited, our audit procedures with respect to donations, bequests and other fundraising activities of the Association had to be restricted to the amounts recorded in the financial records.

We are therefore unable to express an opinion as to whether the donations, bequests and other fundraising activities of Foundation Daw Park Incorporated are complete.

Auditor's Opinion

In our opinion, except for the effects on the financial report of such adjustments, if any, as might have been required had the limitation on our audit procedures referred to in the qualification paragraph not existed, the financial report presents fairly, in all material respects the financial position of Foundation Daw Park Inc as of 30 June 2009, and of its financial performance and its cash flows for the year then ended in accordance with the Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Associations Incorporation Act 1985*.

We have obtained all of the information and explanations required from the Association.

Edwards Marshall

Chartered Accountants

Noel Clifford

Partner

Adelaide
South Australia

Dated *19 October 2009*

FOUNDATION DAW PARK INC

INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED 30 JUNE 2009

	2009	2008
	\$	\$
REVENUE		
Anzac gala ball	91,403	112,502
Corporate Philanthropy	65,586	31,720
Dividends – Investment Securities Macquarie	41,257	31,326
Dividends - Other	-	482
Donations - general	209,037	262,871
Donations - bequests	7,260	135,000
Interest - Bank	3,793	5,321
Interest – Investment Securities	16,239	21,784
Memberships	5,084	3,250
Merchandise Income	13,273	15,390
Miscellaneous Income	14,281	-
Special Events	26,314	28,484
Telethon	37,872	21,694
TOTAL INCOME	\$531,399	\$669,824

FOUNDATION DAW PARK INC

INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED 30 JUNE 2009

	2009	2008
	\$	\$
EXPENDITURE		
Accounting fees	3,500	5,786
Advertising	785	25,069
Anzac ball expenses	73,678	72,326
Bank charges	1,295	787
Bequest expenses	1,303	-
Computer expenses	1,917	4,896
Consultancy expenses	2,094	7,088
Contractors	10,241	4,769
Depreciation	5,400	2,250
Entertainment expenses	-	1,084
Events	8,610	16,302
Grants paid	148,278	107,612
Insurance	3,904	4,436
Investment Portfolio losses – change in market value	140,882	187,161
Long service leave	-	4,309
Mail house expenses	29,135	49,711
Macquarie investment fees	10,757	-
Marketing	19,340	1,416
Memberships and subscriptions	3,146	3,035
Merchandise	597	3,663
Office expenses	1,556	-
Postage	7,757	4,224
Printing and stationery	5,917	5,406
Repat appeal expenses	22,031	-
Salaries and wages	188,095	168,647
Staff training and welfare	2,274	290
Sundry purchases	2,343	1,539
Superannuation	16,633	14,591
Telephone	376	701
Telethon fees	11,640	15,000
Travel expenses	2,757	4,953
Workcover	5,281	7,671
TOTAL EXPENSES	\$731,522	\$724,721
OPERATING LOSS	(\$200,123)	(\$54,897)