

Sydney Children's Hospital Foundation

Financial Statements

For the Year Ended 30 June 2013

Sydney Children's Hospital Foundation

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For the Year Ended 30 June 2013

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Sydney Children's Hospital Foundation

Independent Audit Report to the Members of Sydney Children's Hospital Foundation

Report on the Financial Statements

We have audited the accompanying financial statements of Sydney Children's Hospital Foundation ("the Foundation"), which comprises the statement of financial position as at 30 June 2013, and the statement of surplus and deficit and other 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 notes and the directors of the trustee company's (the trustees') declaration.

Trustees' Responsibility for the Financial Statements

The trustees of the Foundation are responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the trust deed and for such internal control as the trustees determine is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. 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 statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Foundation's preparation and fair presentation of the financial statements 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 Foundation's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

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 Australian professional ethical pronouncements. We confirm that the independence declaration, provided to the trustees of Sydney Children's Hospital Foundation, is correct as at the date of this auditor's report.

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Sydney Children's Hospital Foundation

Independent Audit Report to the Members of Sydney Children's Hospital Foundation

Audit Opinion

In our opinion;

- (a) the financial statements gives a true and fair view of the financial position of Sydney Children's Hospital Foundation as at 30 June 2013 and of its performance and cash flows for the year then ended in accordance with Australian Accounting Standards and the trust deed;
- (b) the financial statements and associated records have been properly kept during the financial year in accordance with the provisions of the Charitable Fundraising Act 1991 and the regulations thereto;
- (c) money received as a result of fundraising appeals conducted during the financial year has been properly accounted for and applied in accordance with those provisions; and
- (d) at the date of this audit report, nothing has come to our attention that causes us to believe that the Foundation will not be able to pay its debts as and when they become due and payable.

HILL ROGERS SPENCER STEER

ASSURANCE PARTNERS



JOHN R WILCOX
Partner

Dated this 17th day of September 2013

Sydney

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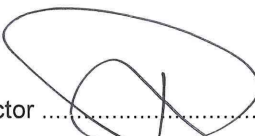
Sydney Children's Hospital Foundation

Directors' Declaration

The directors of the trustee company of Sydney Children's Hospital Foundation declare that:

1. The financial statements and notes, as set out on pages 4 to 22 present fairly the Foundation's financial position as at 30 June 2013 and its performance for the year ended on that date in accordance with Australian Accounting Standards; and
2. In the directors' opinion, there are reasonable grounds to believe that the Foundation will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the directors of the trustee company and is signed for and on behalf of the directors by:

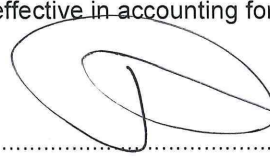
Director

Duncan Makeig

Dated this 17 day of September 2013 Sydney

Declaration by Chairman of The Board of Directors in Respect of Fundraising Appeals

I, Duncan Makeig, Chairperson of the Board of Directors of the Sydney Children's Hospital Foundation declare that in my opinion:

- (a) the financial statements give a true and fair view of all income and expenditure of the Sydney Children's Hospital Foundation with respect to fundraising appeals;
- (b) the statement of financial position gives a true and fair view of the state of affairs with respect to fundraising appeals;
- (c) the provisions of the Charitable Fundraising Act 1991 and the regulations under that Act and the conditions attached to the authority have been complied with; and
- (d) the internal controls exercised by the Sydney Children's Hospital Foundation are appropriate and effective in accounting for all income received.

Director

Duncan Makeig

Dated this 17 day of Sept 2013 Sydney

Sydney Children's Hospital Foundation

Statement of Surplus and Deficit and Other Comprehensive Income

For the Year Ended 30 June 2013

		2013	2012
	Note	\$	\$
Revenue from ordinary activities	2	22,428,250	15,460,578
Expenses from ordinary activities	3	<u>(4,763,616)</u>	<u>(4,310,697)</u>
Surplus for the year		<u>17,664,634</u>	<u>11,149,881</u>
Other comprehensive income:			
Items that will not be reclassified subsequently to surplus or deficit			
Gain on revaluation of property plant and equipment		<u>53,316</u>	-
Other comprehensive income for the year		<u>53,316</u>	-
Total comprehensive income for the year		<u>17,717,950</u>	<u>11,149,881</u>

The accompanying notes form part of these financial statements.

Sydney Children's Hospital Foundation

Statement of Financial Position

As At 30 June 2013

	Note	2013 \$	2012 \$
ASSETS			
Current assets			
Cash and cash equivalents	6	4,564,864	4,420,895
Trade and other receivables	7	492,521	1,035,648
Inventories	8	58,880	52,766
Financial assets	9	8,000,000	11,500,000
Total current assets		13,116,265	17,009,309
Non-current assets			
Financial assets	9	22,239,833	19,499,954
Property, plant and equipment	10	2,902,928	2,782,669
Investment property	11	1,205,004	1,220,737
Total non-current assets		26,347,765	23,503,360
TOTAL ASSETS		39,464,030	40,512,669
LIABILITIES			
Current liabilities			
Trade and other payables	12	1,670,731	563,686
Short-term provisions	13	158,977	127,576
Other current liabilities	14	3,635	3,012
Total current liabilities		1,833,343	694,274
Non-current liabilities			
Long-term provisions	13	76,881	54,299
Total non-current liabilities		76,881	54,299
TOTAL LIABILITIES		1,910,224	748,573
NET ASSETS		37,553,806	39,764,096
EQUITY			
Settlement capital		100	100
Revaluation reserve		819,640	766,324
Reserves		36,734,066	38,997,672
TOTAL EQUITY		37,553,806	39,764,096

The accompanying notes form part of these financial statements.

Sydney Children's Hospital Foundation

Statement of Changes in Equity

For the Year Ended 30 June 2013

2013

	Settlement Capital \$	Capital Funds - Gene ral \$	Asset Revaluation Reserve \$	Total \$
Balance at 1 July 2012	100	38,997,672	766,324	39,764,096
Surplus attributable to the entity	-	17,664,634	-	17,664,634
Contributions distributed or distributable	-	(19,928,240)	-	(19,928,240)
Other comprehensive income for the year	-	-	53,316	53,316
Balance at 30 June 2013	100	36,734,066	819,640	37,553,806

2012

	Settlement Capital \$	Capital Funds - Gene ral \$	Asset Revaluation Reserve \$	Total \$
Balance at 1 July 2011	100	34,734,038	766,324	35,500,462
Surplus attributable to the entity	-	11,149,881	-	11,149,881
Contributions distributed or distributable	-	(6,886,247)	-	(6,886,247)
Other comprehensive income for the year	-	-	-	-
Balance at 30 June 2012	100	38,997,672	766,324	39,764,096

The accompanying notes form part of these financial statements.

Sydney Children's Hospital Foundation

Statement of Cash Flows

For the Year Ended 30 June 2013

	2013	2012
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Bequests, donations, appeals and other receipts	17,467,373	11,967,470
Receipts from cafe and gift shop customers	1,808,407	1,836,431
Payments to suppliers and employees	(4,634,930)	(4,138,705)
Interest received	602,549	761,426
Contributions paid	(18,801,965)	(6,886,247)
Net cash provided by (used in) operating activities	17 <u>(3,558,566)</u>	<u>3,540,375</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of plant and equipment	2,637	-
Purchase of property, plant and equipment	(28,120)	(66,305)
Net movement in investments	3,728,018	(7,593,406)
Net cash provided by (used in) investing activities	<u>3,702,535</u>	<u>(7,659,711)</u>
Net increase (decrease) in cash and cash equivalents held	143,969	(4,119,336)
Cash and cash equivalents at beginning of year	4,420,895	8,540,231
Cash and cash equivalents at end of financial year	6 <u>4,564,864</u>	<u>4,420,895</u>

The accompanying notes form part of these financial statements.

Sydney Children's Hospital Foundation

Notes to the Financial Statements

For the Year Ended 30 June 2013

1 Statement of Significant Accounting Policies

(a) General information

The financial statements cover Sydney Children's Hospital Foundation. Sydney Children's Hospital Foundation is incorporated and domiciled in Australia.

(b) Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board (AASB). The Foundation is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

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 to which they apply. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards (IFRS). Material accounting policies adopted in the preparation of these financial statements are presented below. They 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.

(c) Income Tax

The Foundation is a charitable institution for the purposes of Australian taxation legislation and is therefore exempt from income tax. This exemption has been confirmed by the Australian Taxation Office. The Foundation holds deductible gift recipient status.

(d) Inventories

Inventories are measured at the lower of cost and net realisable value.

(e) Property, Plant and Equipment

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

Property

Freehold land and buildings are measured on a cost basis.

Plant and equipment

Plant and equipment are measured on a cost basis less depreciation and impairment losses.

Sydney Children's Hospital Foundation

Notes to the Financial Statements

For the Year Ended 30 June 2013

1 Statement of Significant Accounting Policies continued

(e) Property, Plant and Equipment continued

Plant and equipment continued

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Depreciation

The depreciable amount of all fixed assets excluding freehold land, is depreciated on a straight-line basis over their useful lives to the Foundation commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

Buildings	2%
Motor Vehicles	20%
Office Equipment	20%
Computer Equipment	33%

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

Plant and equipment that have been contributed at no cost, or for nominal cost are valued and recognised at the fair value of the asset at the date it is acquired.

An item of property, plant and equipment is derecognised upon disposal, when the item is no longer used in the operations of the company or when it has no sale value. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in surplus or deficit in the year the asset is derecognised.

(f) Investment property

Investment property is held at cost which includes expenditure that is directly attributable to the acquisition of the investment property. The investment property is depreciated on a straight line basis.

(g) Financial Instruments

Recognition

Financial instruments are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

Sydney Children's Hospital Foundation

Notes to the Financial Statements

For the Year Ended 30 June 2013

1 Statement of Significant Accounting Policies continued

(g) Financial Instruments continued

Financial assets at fair value through profit and loss

A financial asset is classified in this category if acquired principally for the purpose of selling in the short term or if so designated by management and within the requirements of AASB 139: Recognition and Measurement of Financial Instruments. Derivatives are also categorised as held for trading unless they are designated as hedges. Realised and unrealised gains and losses arising from changes in the fair value of these assets are included in the income statement in the period in which they arise.

(h) Provisions

Provisions are recognised when the Foundation has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(i) Trade and other payables

Trade payables and other payables represent liabilities for goods and services provided to the Foundation before the end of the financial year that are unpaid. These amounts are usually settled in 30 days. The carrying amount of the creditors and payables is deemed to reflect fair value.

(j) Employee Benefits

Provision is made for the Foundation'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, plus related on-costs. Employee benefits payable later than one year have been measured at present value of the estimated future cash outflows to be made for those benefits.

(k) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand and deposits held at call with banks.

(l) Revenue

Donations, pledges and bequests are only recognised upon receipt and no provision is made to record income, as income, from funds that have been pledged or promised.

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 those goods.

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

Sydney Children's Hospital Foundation

Notes to the Financial Statements

For the Year Ended 30 June 2013

1 Statement of Significant Accounting Policies continued

(l) Revenue continued

Dividend revenue is recognised when the right to receive a dividend has been established.

Investment property revenue is recognised on a straight-line basis over a period of the lease term so as to reflect a constant periodic rate of return on the net investment.

The gain or loss on disposal of all non-current assets is determined as the difference between the carrying amount of the asset at the time of the disposal and the net proceeds on disposal.

No amounts are included in the financial statements for services donated by volunteers.

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

(m) 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. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

(n) Comparative Figures

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

Sydney Children's Hospital Foundation

Notes to the Financial Statements

For the Year Ended 30 June 2013

	2013	2012
	\$	\$
2 Revenue		
Revenue from ordinary operating activities		
Donations and fundraising appeal revenue	12,958,363	10,924,035
Bequests revenue	1,759,208	642,675
Appeals	2,300,150	825,983
Cafe and Gift Shop revenue	1,810,684	1,827,694
Net investment revenue	3,537,309	1,167,276
Miscellaneous income	2,286	7,915
Rental income	60,250	65,000
	<u>22,428,250</u>	<u>15,460,578</u>
3 Expenses from ordinary activities		
Fundraising expenses	1,085,839	845,767
Cafe and Gift Shop expenses	1,433,107	1,449,060
Operational expenses	2,244,670	2,015,870
Total expenses from ordinary activities	<u>4,763,616</u>	<u>4,310,697</u>
4 Surplus from ordinary activities has been determined after:		
(a) Expenses		
Depreciation		
- property, plant and equipment	61,181	63,079
- investment property	15,733	17,380
Total depreciation	<u>76,914</u>	<u>80,459</u>
(b) Crediting as income		
Interest	579,068	730,975
Investment income	3,120,663	599,232
Management and brokerage fees	(162,422)	(162,931)
Net investment revenue	<u>3,537,309</u>	<u>1,167,276</u>

Sydney Children's Hospital Foundation

Notes to the Financial Statements

For the Year Ended 30 June 2013

	2013	2012
	\$	\$
5 Auditors' Remuneration		
Remuneration of the auditor of the Foundation:		
- Auditing or reviewing the financial statements	<u>20,000</u>	<u>20,000</u>
6 Cash and Cash Equivalents		
Cash on hand	5,000	5,000
Cash at bank	<u>4,559,864</u>	<u>4,415,895</u>
	<u>4,564,864</u>	<u>4,420,895</u>
7 Trade and Other Current Receivables		
Other receivables	<u>492,521</u>	<u>1,035,648</u>
8 Inventories		
Merchandise and food	<u>58,880</u>	<u>52,766</u>
9 Other Financial Assets		
Current investments		
Term deposits with financial institutions	<u>8,000,000</u>	<u>11,500,000</u>
Non-current investments		
Funds in managed investments (designated at fair value through statement of surplus and deficit and other comprehensive income)	<u>22,239,833</u>	<u>19,499,954</u>

Sydney Children's Hospital Foundation

Notes to the Financial Statements

For the Year Ended 30 June 2013

	2013	2012
	\$	\$
10 Property Plant and Equipment		
LAND AND BUILDINGS		
Freehold land		
At cost	866,000	866,000
Total freehold land	<u>866,000</u>	<u>866,000</u>
Buildings		
At cost	1,308,909	1,308,909
Less accumulated depreciation	(255,274)	(229,096)
Total buildings	<u>1,053,635</u>	<u>1,079,813</u>
PLANT AND EQUIPMENT		
Furniture, fixture and fittings		
At cost	81,805	78,887
Less accumulated depreciation	(76,160)	(74,210)
Total furniture, fixture and fittings	<u>5,645</u>	<u>4,677</u>
Motor vehicles		
At cost	77,053	77,053
Less accumulated depreciation	(52,583)	(45,292)
Total motor vehicles	<u>24,470</u>	<u>31,761</u>
Office equipment		
At cost	319,956	298,382
Less accumulated depreciation	(289,738)	(264,288)
Total office equipment	<u>30,218</u>	<u>34,094</u>
Artworks		
At independent valuation	922,960	766,324
Total artworks	<u>922,960</u>	<u>766,324</u>
Total property, plant and equipment	<u><u>2,902,928</u></u>	<u><u>2,782,669</u></u>

Sydney Children's Hospital Foundation

Notes to the Financial Statements

For the Year Ended 30 June 2013

10 Property Plant and Equipment continued

Artwork has been valued by Adrienne Carlson in May 2013 at \$922,960. Valuation was made on the basis of ascertaining current market value through examination of the artist's recent sales records. The revaluation increment was credited to the asset revaluation reserve in equity.

(a) Movements in Carrying Amounts

	Land	Buildings	Furniture, Fixtures and Fittings	Motor Vehicles	Office Equipment	Artworks	Total
	\$	\$	\$	\$	\$	\$	\$
Current Year							
Balance at the beginning of year	866,000	1,079,813	4,677	31,761	34,094	766,324	2,782,669
Additions	-	-	6,546	-	21,574	103,320	131,440
Disposals	-	-	(3,316)	-	-	-	(3,316)
Depreciation expense	-	(26,178)	(2,262)	(7,291)	(25,450)	-	(61,181)
Revaluation increase recognised in equity	-	-	-	-	-	53,316	53,316
Carrying amount at the end of year	866,000	1,053,635	5,645	24,470	30,218	922,960	2,902,928
Prior Year							
Balance at the beginning of year	866,000	1,105,991	580	-	40,548	766,324	2,779,443
Additions	-	-	5,519	36,455	24,331	-	66,305
Depreciation expense	-	(26,178)	(1,422)	(4,694)	(30,785)	-	(63,079)
Carrying amount at the end of year	866,000	1,079,813	4,677	31,761	34,094	766,324	2,782,669

Sydney Children's Hospital Foundation

Notes to the Financial Statements

For the Year Ended 30 June 2013

	2013	2012
	\$	\$
11 Investment Property		
Balance at beginning of the year	1,220,737	1,238,117
Depreciation	<u>(15,733)</u>	<u>(17,380)</u>
Balance at end of the year	<u>1,205,004</u>	<u>1,220,737</u>
<p>The investment property at 15 Eurimbla Avenue, Randwick was acquired on 1 December 2010. The investment property yielded rental income of \$60,250 (2012: \$65,000) which is shown under Note 2 in the financial statements.</p>		
12 Trade and Other Payables		
CURRENT		
Unsecured liabilities		
Sundry payables and accrued expenses	<u>1,670,731</u>	563,686
	<u>1,670,731</u>	<u>563,686</u>
13 Provisions		
CURRENT		
Employee entitlements	<u>158,977</u>	127,576
	<u>158,977</u>	<u>127,576</u>
NON-CURRENT		
Employee entitlements	<u>76,881</u>	54,299
	<u>76,881</u>	<u>54,299</u>
14 Other Current Liabilities		
Income in advance	<u>3,635</u>	3,012
	<u>3,635</u>	<u>3,012</u>

Sydney Children's Hospital Foundation

Notes to the Financial Statements

For the Year Ended 30 June 2013

	2013	2012
	\$	\$
15 Capital Commitments		
Capital expenditure commitments	<u>1,845,422</u>	15,000,000
	<u>1,845,422</u>	15,000,000
Payable:		
- no later than 1 year	<u>1,845,422</u>	15,000,000
	<u>1,845,422</u>	15,000,000

A Capital Funding Agreement has been executed on 22 February 2010 between the Health Administration Corporation, South Eastern and Illawarra Area Health Service and the Sydney Children's Hospital Foundation, for the development of the Clinical Services and Child and Adolescent Mental Health Inpatient Services project at the Sydney Children's Hospital. The estimated total cost of the development is \$27.727 million (exclusive of GST). Sydney Children's Hospital Foundation has agreed to provide Health Administration Corporation with a maximum of \$15 million (exclusive of GST) over 2011/2012 and 2012/2013 years. Health Administration Corporation has agreed to provide the balance of the total funding (including all extras and contingencies) and to procure that the Motor Accident Authority also provides \$0.5 million (exclusive of GST) towards the cost of the project. Sydney Children's Hospital Foundation's maximum aggregate contribution is \$15 million (exclusive of GST) and it is not liable for any sum in excess of that amount under any circumstances whatsoever. Sydney Children's Hospital Foundation's contribution of \$15 million will not be due until Health Administration Corporation's contribution of \$12.227 million has been expended. Sydney Children's Hospital Foundation has contributed \$13,154,578 in the financial year ended 30 June 2013.

Sydney Children's Hospital Foundation

Notes to the Financial Statements

For the Year Ended 30 June 2013

	2013	2012
	\$	\$
16 Cash Flow Information		
Reconciliation of cash		
Cash at the end of the financial year as shown in the cash flow statement is reconciled to items in the statement of financial position as follows:		
Cash and cash equivalents	<u>4,564,864</u>	<u>4,420,895</u>
	<u>4,564,864</u>	<u>4,420,895</u>
17 Cash Flows		
Reconciliation of net surplus to cash provided by operating activities:		
Net surplus for the year before contributions	17,664,634	11,149,881
Less: Contributions	(19,928,240)	(6,886,247)
Add/(Subtract): non-cash flows in surplus from ordinary activities		
Depreciation	76,914	80,459
Artworks donated	(103,320)	-
Net loss on disposal of property, plant and equipment	679	-
Decrease/(increase) in value of managed investments	(2,967,898)	(514,496)
Changes in assets and liabilities:		
(Increase)/decrease in other receivables	543,751	(562,915)
Increase/(decrease) in creditors and accruals	1,107,045	258,367
(Increase)/decrease in inventories	(6,114)	(8,525)
Increase/(decrease) in employee entitlements	53,983	23,851
	<u>(3,558,566)</u>	<u>3,540,375</u>

Sydney Children's Hospital Foundation

Notes to the Financial Statements

For the Year Ended 30 June 2013

18 Financial Instruments

(a) Interest Rate Risk

The economic entity's exposure to interest rate risk, which is the risk that a financial instruments value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on classes of financial assets and financial liabilities, is as follows:

	Weighted Average Effective Interest Rate		Floating Interest Rate		Non-interest Bearing		Total	
	2013	2012	2013	2012	2013	2012	2013	2012
	%	%	\$	\$	\$	\$	\$	\$
Financial Assets:								
Cash and cash equivalents	1.56	3.35	4,559,864	4,415,895	5,000	5,000	4,564,864	4,420,895
Receivables	-	-	-	-	492,521	1,035,648	492,521	1,035,648
Investments	4.15	5.10	9,694,875	13,135,104	20,544,958	17,864,850	30,239,833	30,999,954
Total Financial Assets			14,254,739	17,550,999	21,042,479	18,905,498	35,297,218	36,456,497
Financial Liabilities:								
Trade and sundry payables	-	-	-	-	1,670,731	563,686	1,670,731	563,686
Total Financial Liabilities			-	-	1,670,731	563,686	1,670,731	563,686

Sydney Children's Hospital Foundation

Notes to the Financial Statements

For the Year Ended 30 June 2013

(b) Net Fair Values

The net fair values of listed investments have been valued at the quoted market bid price at balance date adjusted for transaction costs expected to be incurred. For other assets and other liabilities the net fair value approximates their carrying values. No financial assets or financial liabilities are readily traded on organised markets in standardised form other than listed investments. Financial assets where the carrying amount exceeds net fair values have not been written down as the economic entity intends to hold these assets to maturity.

Aggregate net fair values and carrying amounts of financial assets and financial liabilities at balance date:

	2013		2012	
	Carrying amount \$	Net fair value \$	Carrying amount \$	Net fair value \$
Financial Assets				
Cash	4,564,864	4,564,864	4,420,895	4,420,895
Investments	30,239,833	30,239,833	30,999,954	30,999,954
Receivables	492,521	492,521	1,035,648	1,035,648
	35,297,218	35,297,218	36,456,497	36,456,497
Financial Liabilities				
Trade and other payables	1,670,731	1,670,731	563,686	563,686
	1,670,731	1,670,731	563,686	563,686

Sydney Children's Hospital Foundation

Notes to the Financial Statements

For the Year Ended 30 June 2013

19 Additional Information Required Under The Charitable Fundraising Act, 1991

(a) **Statement of Income and Expenditure for Fundraising Appeal:**

	2013	2012
	\$	\$
Gross income received from donations and fundraising appeals	15,321,049	11,822,933
Expenditure associated with fundraising appeals	<u>1,085,839</u>	<u>845,767</u>
Net Operating Surplus	<u>14,235,210</u>	<u>10,977,166</u>

(b) **Comparison of Certain Monetary Figures and Percentages:**

Fundraising Expenditure	<u>1,085,839</u>		
Gross Fundraising Income	15,321,049	7%	7%
Net Operating Surplus	<u>14,235,210</u>		
Gross Fundraising Income	15,321,049	93%	93%
Contributions Distributed or Distributable	<u>19,928,240</u>		
Total Expenditure	24,691,856	81%	61%
Contributions Distributed or Distributable	<u>19,928,240</u>		
Gross Income	22,428,250	89%	44%

(c) **Application of Funds for Charitable Purposes:**

Surplus from fundraising appeals	<u>14,235,210</u>	<u>10,977,166</u>
Contributions distributed or distributable	19,928,240	6,886,247
Expenditure on administration and indirect costs	<u>2,244,670</u>	<u>2,015,870</u>
Total operating expenditure	<u>22,172,910</u>	<u>8,902,117</u>
Surplus/(deficiency) for the year	<u>(7,937,700)</u>	<u>2,075,049</u>

(d) **Fundraising conducted jointly with traders:**

Included in Donations and Fundraising Appeal Revenue of \$15,321,049 (Note 2) is revenue from fundraising conducted jointly with traders disclosed as follows:

Total Revenue	159,613	261,282
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No expenditure was incurred in connection with the above during the year.

Sydney Children's Hospital Foundation

Notes to the Financial Statements

For the Year Ended 30 June 2013

20 Executives Remuneration

The board's policy for determining the nature and amount of compensation of key management is as follows:

The compensation structure for key management personnel is based on a number of factors, including length of service, particular experience of the individual concerned, and overall performance of the Foundation.

21 Number of Employees

At 30 June 2013 there were 45 (2012: 41) employees of the Foundation.

22 Segment information

The company operates in a single segment as a charitable foundation in Australia.

23 Company Details

Registered office

The registered office of the company is:

Sydney Children's Hospital Foundation

19 Eurimbla Avenue

Randwick NSW 2031

Sydney Children's Hospital Foundation

Auditors Independence Declaration

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2013 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

HILL ROGERS SPENCER STEER

ASSURANCE PARTNERS



JOHN R WILCOX
Partner

Dated this 17th day of September 2013 Sydney

Assurance Partners

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