

# **EARTH GARDEN FOUNDATION AUSTRALIA LTD**

## **FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2019**



# EARTH GARDEN FOUNDATION AUSTRALIA LTD

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# **EARTH GARDEN FOUNDATION AUSTRALIA LTD**

## **DIRECTORS' REPORT**

Your directors present their report on the company for the financial year ended 30 June 2019.

### **Directors**

The names of the directors in office at anytime during or since the end of the year are:

Alan Thomas Gray  
Judith Katherine Gray  
Anthony Charles Hurren  
Gerard Lethbridge  
Brian Emlyn Walters  
Marcus Snowden Ward

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

### **Review of Operations**

The loss of the company for the financial year after providing for income tax amounted to \$4,577 (2018: profit of \$1,833).

A review of the operations of the company during the financial year and the results of those operations are as follows:

### **Significant Changes in the State of Affairs**

No significant changes in the company's state of affairs occurred during the financial year.

### **Principal Activities**

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

Investment in low risk assets in order to provide funding to TEAM Nepal and the Himalayan Light Foundation.

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

### **Events Subsequent to the End of the Reporting Period**

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in future financial years.

### **Likely Developments and Expected Results of Operations**

Likely developments in the operations of the company and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the company.

### **Environmental Regulation**

The company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of the State.

### **Dividends**

No dividends have been paid or declared since the start of the financial year.

# EARTH GARDEN FOUNDATION AUSTRALIA LTD

## DIRECTORS' REPORT

### Options

No options over issued shares or interests in the company were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

### Indemnification of Officers

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of the company.

### Proceedings on Behalf of Company

No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

The company was not a party to any such proceedings during the year.

### Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under Section 307C of the Corporations Act 2001 is attached to this financial report.

This directors' report is signed in accordance with a resolution of the board of directors:

Director

  
\_\_\_\_\_  
Alan Thomas Gray

Director

  
\_\_\_\_\_  
Judith Katherine Gray

Dated:

# EARTH GARDEN FOUNDATION AUSTRALIA LTD

## TRADING, PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019 \$	2018 \$
<b>SALES</b>			
Sales - Snow Leopard Gear		-	680
<b>LESS COST OF GOODS SOLD</b>			
Opening Stock		1,581	1,658
Closing Stock		1,581	1,581
		-	77
<b>GROSS PROFIT</b>		-	603
<b>LESS EXPENDITURE</b>			
Bank Charges		61	70
Contract Work		31,200	31,200
Merchant Fees		67	57
Professional	2	2,530	2,750
Project Funding - TEAM Nepal		11,640	11,080
Project Funding - Solar Installations		23,252	19,334
		68,750	64,491
		(68,750)	(63,888)
<b>OTHER INCOME</b>			
Interest		23	28
Donations		63,789	65,035
Membership Fees		361	638
Freight And Postage		-	20
		64,173	65,721
<b>NET OPERATING PROFIT (LOSS)</b>		(4,577)	1,833
Retained Profits at the beginning of the financial year		36,464	34,631
<b>TOTAL AVAILABLE FOR APPROPRIATION</b>		31,887	36,464
<b>RETAINED PROFITS AT THE END OF THE FINANCIAL YEAR</b>		<b>31,887</b>	<b>36,464</b>

The accompanying notes form part of these financial statements.

# EARTH GARDEN FOUNDATION AUSTRALIA LTD

## STATEMENT OF FINANCIAL POSITION

**AS AT 30 JUNE 2019**

	Note	2019 \$	2018 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	<b>3</b>	30,892	35,469
Trade and other receivables	<b>4</b>	132	31,332
Inventories	<b>5</b>	1,581	1,581
<b>TOTAL CURRENT ASSETS</b>		<u>32,605</u>	<u>68,382</u>
<b>TOTAL ASSETS</b>		<u><u>32,605</u></u>	<u><u>68,382</u></u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	<b>6</b>	-	31,200
<b>TOTAL CURRENT LIABILITIES</b>		<u>-</u>	<u>31,200</u>
<b>NON-CURRENT LIABILITIES</b>			
Borrowings	<b>7</b>	718	718
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>718</u>	<u>718</u>
<b>TOTAL LIABILITIES</b>		<u><u>718</u></u>	<u><u>31,918</u></u>
<b>NET ASSETS</b>		<u><u>31,887</u></u>	<u><u>36,464</u></u>
<b>EQUITY</b>			
Retained earnings		<u>31,887</u>	<u>36,464</u>
<b>TOTAL EQUITY</b>		<u><u>31,887</u></u>	<u><u>36,464</u></u>

The accompanying notes form part of these financial statements.

# EARTH GARDEN FOUNDATION AUSTRALIA LTD

## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2019

	Retained Earnings \$	Total \$
<b>Balance at 1 July 2017</b>	34,631	34,631
<b>Comprehensive income</b>		
Profit for the year	1,833	1,833
<b>Total comprehensive income for the year attributable to members of the association</b>	<u>1,833</u>	<u>1,833</u>
<b>Balance at 30 June 2018</b>	<u>36,464</u>	<u>36,464</u>
<b>Balance at 1 July 2018</b>	36,464	36,464
<b>Comprehensive income</b>		
Profit (loss) for the year	(4,577)	(4,577)
<b>Total comprehensive income for the year attributable to members of the association</b>	<u>(4,577)</u>	<u>(4,577)</u>
<b>Balance at 30 June 2019</b>	<u>31,887</u>	<u>31,887</u>

The accompanying notes form part of these financial statements.

# EARTH GARDEN FOUNDATION AUSTRALIA LTD

## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019 \$	2018 \$
<b>Cash flows from operating activities</b>			
Receipts from donations and income earning activities		64,150	66,241
Payments to suppliers		(68,750)	(64,491)
Interest		23	28
<b>Net cash provided by (used in) operating activities</b>	<b>8</b>	<u>(4,577)</u>	<u>1,778</u>
<b>Cash flows from financing activities</b>			
Loans from related parties		-	(137)
<b>Net cash provided by (used in) financing activities</b>		<u>-</u>	<u>(137)</u>
Net increase (decrease) in cash held		(4,577)	1,641
Cash and cash equivalents at beginning of financial year		35,469	33,828
Cash and cash equivalents at end of financial year	<b>8</b>	<u><u>30,892</u></u>	<u><u>35,469</u></u>

The accompanying notes form part of these financial statements.



# **EARTH GARDEN FOUNDATION AUSTRALIA LTD**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019**

### **1 Summary of Significant Accounting Policies**

The financial statements are a special purpose report prepared for use by the director and the member. The director has determined that the company is not a reporting entity.

The financial statements have been prepared in accordance with the significant accounting policies disclosed below, which the directors have determined are appropriate to meet the needs of the member. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The accounting policies that have been adopted in the preparation of the financial statements are as follows:

#### **(a) Income Tax**

The company has received exemption from income tax under the provisions of Division 50 of the Income Tax Assessment Act 1997.

#### **(b) Inventories**

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

Costs are assigned on a first-in first-out basis and include direct materials, direct labour and an appropriate proportion of variable and fixed overhead expenses.

#### **(c) Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks and funds held short-term in trading accounts.

#### **(d) Revenue and Other Income**

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

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

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

#### **(e) Borrowings**

Loans are from directors, Alan and Judith Gray. No terms are in place and no interest is payable. There is no expected date for repayment of the loan.

#### **(f) Members' Guarantee**

The company is limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of one dollar (\$1.00) each towards meeting any outstanding obligations of the company. As at 30 June 2019, the number of members was 13 (2018: 15). Therefore, the total amount the members are liable to contribute if the company is wound up is \$13 (2018: \$15)

**EARTH GARDEN FOUNDATION AUSTRALIA LTD**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2019**

	<b>2019</b>	<b>2018</b>
	<b>\$</b>	<b>\$</b>
<b>2 Professional:</b>		
Accountancy Fees	1,650	1,870
Audit	880	880
	<u>2,530</u>	<u>2,750</u>

# EARTH GARDEN FOUNDATION AUSTRALIA LTD

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2019

	2019 \$	2018 \$
<b>3. CASH AND CASH EQUIVALENTS</b>		
ANZ 4804-93288	255	135
ANZ 3796-86392	28,421	31,263
PayPal Account	2,216	4,071
	<u>30,892</u>	<u>35,469</u>
<b>4. TRADE AND OTHER RECEIVABLES</b>		
<b>CURRENT</b>		
Sundry Debtors	<u>132</u>	<u>31,332</u>
<b>5. INVENTORIES</b>		
<b>CURRENT</b>		
<b>At cost:</b>		
Stock On Hand	<u>1,581</u>	<u>1,581</u>
<b>6. TRADE AND OTHER PAYABLES</b>		
<b>CURRENT</b>		
Sundry Creditors	<u>-</u>	<u>31,200</u>
<b>7. BORROWINGS</b>		
<b>NON-CURRENT</b>		
Loan - A & J Gray	<u>718</u>	<u>718</u>
<b>8. CASH FLOW INFORMATION</b>		
<b>(a) Reconciliation of Cash</b>		
Cash at the end of financial year as included in the statement of cash flows is reconciled to the related items in the statement of financial position as follows:		
Cash at Bank	<u>30,892</u>	<u>35,469</u>
	<u>30,892</u>	<u>35,469</u>
<b>(b) Reconciliation of cash flow from operations with profit after income tax</b>		
Profit after income tax	(4,577)	1,833
Non-cash flows in profit:		
(Increase)/decrease in inventories	-	77
Changes in assets and liabilities:		
Sundry Debtors	31,200	(31,332)
Sundry Creditors	(31,200)	31,200
<b>Net cash provided by (used in) operating activities</b>	<u>(4,577)</u>	<u>1,778</u>

# EARTH GARDEN FOUNDATION AUSTRALIA LTD

## DIRECTORS' DECLARATION

The directors have determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In accordance with a resolution of the directors of Earth Garden Foundation Australia Ltd, the directors of the company declare that:

1. The financial statements and notes as set out on pages 4 to 10 presents fairly the company's financial position as at 30 June 2019 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements;
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Director

  
\_\_\_\_\_  
Alan Thomas Gray

Director

  
\_\_\_\_\_  
Judith Katherine Gray

Dated: