

FINANCIAL REPORT

Lungitude Foundation

ABN 85466300424

For the year ended 30 June 2018

Prepared by HTA Advisory

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Committee's Report

Lungitude Foundation

For the year ended 30 June 2018

Committee's Report

Your committee members submit the financial report of Lungitude Foundation for the financial year ended 30 June 2018.

Committee Members

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

Committee Member	Position	Date Started	Experience	Qualification
Gordon Jenkins	Chair	05/09/2016	Board member of The Margaret Pratt Heart Lung Research Transplant Foundation for 8 years, non-executive director of DIG Ltd, a digital innovation firm, and advisor to family boards in pastroles.	BSc (Hons) Systems Modelling and various qualifications specific to the Australian Financial Services industry
Julie Cameron	Treasurer	05/09/2016	7 years experience as an Accountant.	Bachelor of Accounting, Certified Practising Accountant (CPA)
Wendy Jenkins	Secretary	05/09/2016	Chair & committee member of the fundraising committee of The Margaret Pratt Heart Lung Transplant Research Foundation for 8 years. Industry steering committee member of the Employee Mobility Institute for 3 years. Human resources professional.	Bachelor of Applied Science (Hons) Post Grad Dip in Human Resources & Industrial Relations (Melb Uni)
Bronwyn Levvey	Member	05/09/2016	More than 36 years of clinical nursing experience, primarily in acute cardiothoracic and ICU nursing, along with academic qualifications in education and clinical epidemiology and research. Over 20 years of experience in the field of thoracic organ transplantation at The Alfred Hospital in Melbourne	Since 2008 has held the appointment of Adjunct Honorary Clinical Associate Professor in the Department of Medicine (Faculty of Nursing & Health Sciences) at Monash University, Melbourne
Peter Ligidopoulos	Member	05/09/2016	Risk management and insurance expert with 15 years industry experience gained in Australia, Japan and the UK. Previously worked with the Smith Family in Victoria and the Prince's Trust in the UK.	Bachelor of Business (Banking and Finance)
Duncan Shave	Member	05/09/2016	Experience in Commercial Business Strategy, Human Resource Consulting, FMCG Strategic Planning, Marketing & Branding.	Marketing

Meetings of Committee Members

During the financial year, a number of committee meetings were held. Attendances by each of committee member during the year were as follows:

Committee Members Name	Number Eligible to Attend	Number Attended
Gordon Jenkins	4	4
Victoria Johnson	1	0
Julie Cameron	4	4
Wendy Jenkins	4	4
Bronwyn Levvey	4	4
Peter Ligdopoulos	4	4
Duncan Shave	4	3

Principal Activities

To facilitate, undertake and publish medical and health research for lung transplantation, and where appropriate other humanorgan transplants, to address the clinical syndrome of Chronic Lung Allograft Dysfunction (CLAD) and associated diseases and medical conditions including, but not limited to, Bronchiolitis Obliterans Syndrome (BOS), Restrictive Allograft Syndrome (RAS), Cytomegalovirus (CMV) disease, fungal diseases and associated complications; together with promoting and supporting improvements in medical procedures, treatments and strategies for patients pre, during and post-transplantation; and to maximise the range of choices and opportunities to enrich the quality of their lives of people who need or receive a lung transplant, and/or other organ transplants, and their carers with the aim of reducing patient morbidity and mortality.

Significant Changes

21 August 2017 - Resignation of Deputy Chair Victoria Johnson

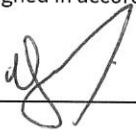
Operating Result

The loss after providing for income tax for the financial year amounted to \$11,183.85

Going Concern

This financial report has been prepared on a going concern basis which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. The ability of the association to continue to operate as a going concern is dependent upon the ability of the association to generate sufficient cash flows from operations to meet its liabilities. The members of the association believe that the going concern assumption is appropriate.

Signed in accordance with a resolution of the Members of the Committee on:



Gordon Jenkins (Chair)

Date 22 / 11 / 18



Julie Cameron (Treasurer)

Date 22 / 11 / 18

Income and Expenditure Statement

Lungitude Foundation

For the year ended 30 June 2018

	2018	2017
Income		
Donations		
Cash Donations Received	127,457	197,821
Golf Event 02.06.17	859	20,225
Launch Event 03.03.17	25	19,617
Long Lazy Lunch 22.04.18	40,010	-
Non-Cash Donations Received	-	47,376
Partnership Donation	2,370	-
Trivia Night 4.8.2018	700	-
Trivia Night 8.5.2017	6,572	-
Total Donations	177,992	285,039
Interest received	2,056	1,051
Total Income	180,049	286,090
Gross Surplus	180,049	286,090
Expenditure		
Accountancy	356	-
Advertising and promotion	3,016	157
Alfred Project Grant	90,000	-
Audit fees	750	-
Bank charges	100	25
Catering Cost	29,256	-
Computer Expenses	57	-
Entertainment	3,609	-
Filing fees	164	-
Filming and editing Cost	1,468	-
Golf Event Costs	-	13,418
Insurance	2,573	2,004
Interest	-	26
Launch Event Costs	-	14,925
Licences & permits	103	-
Marketing Materials	18,927	-
MPF Matched Funding Project	30,000	30,000
Office supplies	170	-
PayPal Fee's	874	197
Postage	929	169
Printing & stationery	976	-
Rent on land & buildings	455	-
Set Up Fees	-	19,872
Superannuation	475	-
Trivia Night Costs	513	420

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

	2018	2017
Uniform	1,169	-
Wages & Salaries	5,000	-
Website Fees	292	-
Total Expenditure	191,233	81,213
Current Year Surplus/(Deficit)	(11,184)	204,877

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Assets and Liabilities Statement

Lungitude Foundation

As at 30 June 2018

	30 JUN 2018	30 JUN 2017
Assets		
Current Assets		
Cash & Cash Equivalents		
Cash Management	7,193	2,541
Direct Debit Card	500	64
Gift Fund for Donations	57,627	67,077
High Interest Bearing	1	-
PayPal	210	12
Term Deposit Account	87,738	85,973
Total Cash & Cash Equivalents	153,269	155,667
Other Current Assets		
Accounts Receivable	9,510	-
Marketing Materials on Hand	28,449	47,376
GST	3,018	1,835
Total Other Current Assets	40,977	49,210
Total Current Assets	194,246	204,877
Total Assets	194,246	204,877
Liabilities		
Current Liabilities		
PAYG withholding	78	-
Superannuation payable	475	-
Total Current Liabilities	553	-
Total Liabilities	553	-
Net Assets	193,693	204,877
Member's Funds		
Capital Reserve		
Current Year Losses	(11,184)	204,877
Total Capital Reserve	(11,184)	204,877
Financial Instruments		
Retained Earnings	204,877	-
Total Financial Instruments	204,877	-
Total Member's Funds	193,693	204,877

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Notes of the Financial Statements

Lungitude Foundation

For the year ended 30 June 2018

1. Summary of Significant Accounting Policies

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act Victoria. The committee has determined that the association is not a reporting entity.

The financial statements have been prepared on an accruals basis and are based on historic costs and do not take into account changing money values or, except where stated specifically, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of these financial statements.

2. Impairment of Assets

At the end of each reporting period, the committee reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in the income and expenditure statement.

3. Cash on Hand

Cash on hand includes cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less.

4. Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

5. Revenue and Other Income

Revenue is measured at the fair 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 method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

If conditions are attached to the grant that must be satisfied before the association is eligible to receive the contribution, recognition of the grant as revenue will be deferred until those conditions are satisfied.

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

These notes should be read in conjunction with the attached compilation report.

6. 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 (ATO). Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the assets and liabilities statement.

Movements in Equity

Lungitude Foundation

For the year ended 30 June 2018

	2018	2017
Equity		
Opening Balance	204,877	-
Decreases		
Deficit for the Period		
Current year earnings	(11,184)	204,877
Total Deficit for the Period	(11,184)	204,877
Total Decreases	(11,184)	204,877
Total Equity	216,061	(204,877)

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Statement of Cash Flows

Lungitude Foundation

For the year ended 30 June 2018

	2018	2017
Cash flows from Operating Activities		
Receipts from customers	127,482	217,438
Interest received	2,056	1,051
Cash receipts from other operating activities	41,001	67,601
Cash payments from other operating activities	(174,120)	(132,258)
Total Cash flows from Operating Activities	(3,581)	153,832
Net increase/(decrease) in cash held	(3,581)	153,832
Cash Balances		
Opening cash balance	155,667	-
Closing cash balance	153,269	155,667
Movement in cash	(2,398)	155,667

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

True and Fair Position

Lungitude Foundation

For the year ended 30 June 2018

Annual Statements Give True and Fair View of Financial Position and Performance of the Association

We, Gordon Jenkins - Chair, and Julie Cameron - Treasurer, being members of the committee of Lungitude Foundation, certify that –

The statements attached to this certificate give a true and fair view of the financial position and performance of Lungitude Foundation during and at the end of the financial year of the association ending on 30 June 2018.

Signed:

Dated:

Signed:

Dated:

Certificate By Members of the Committee

Lungitude Foundation

For the year ended 30 June 2018

I, Gordon Jenkins of PO Box 25132, Melbourne, VIC, Australia, 3004 certify that:

1. I attended the annual general meeting of the association held on 26/06/2018.
2. The financial statements for the year ended 30 June 2018 were submitted to the members of the association at its annual general meeting.

Dated: 22/11/18

Compilation report

Lungitude Foundation

For the year ended 30 June 2018

Compilation report to Lungitude Foundation.

We have compiled the accompanying special purpose financial statements of Lungitude Foundation, which comprise the asset and liabilities statement as at 30 June 2018, income and expenditure statement, the statement of cash flows, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is set out in Note 1.

The Responsibility of the Committee Member's

The committee of Lungitude Foundation are solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and for the determination that the basis of accounting used is appropriate to meet their needs and for the purpose that financial statements were prepared.

Our Responsibility

On the basis of information provided by the partners we have compiled the accompanying special purpose financial statements in accordance with the basis of accounting as described in Note 1 to the financial statements and APES 315 *Compilation of Financial Information*.

We have applied our expertise in accounting and financial reporting to compile these financial statements in accordance with the basis of accounting described in Note 1 to the financial statements. We have complied with the relevant ethical requirements of APES 110 *Code of Ethics for Professional Accountants*.

Assurance Disclaimer

Since a compilation engagement is not an assurance engagement, we are not required to verify the reliability, accuracy or completeness of the information provided to us by management to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on these financial statements.

The special purpose financial statements were compiled exclusively for the benefit of the committee who are responsible for the reliability, accuracy and completeness of the information used to compile them. We do not accept responsibility for the contents of the special purpose financial statements.


HTA Advisory

Troy Townley

Dated: 22/11/2018.

TOWARDS A VISION SHARED



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**LUNGITUDE FOUNDATION
A.B.N. 85 466 300 424
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS**

Opinion

I have audited the accompanying financial report of Lungitude Foundation (the Association), which comprises the balance sheet as at 30 June 2018, and the income statement and statement of changes in equity for the year ended on that date, a summary of significant accounting policies and other explanatory notes and the statement by the members of the Board.

In my opinion, the financial report of the Association is in accordance with the Associations Incorporation Reform Act (Victoria 2012), including:

- i. giving a true and fair view of the Association's financial position as at 30 June 2018 and of its performance for the year ended; and
- ii. complying with Australian Accounting Standards as per Note 1 and the Associations Incorporation Reform Act (Victoria 2012).

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. I am independent of the Association in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that are relevant to my audit of the financial report in Australia. I have also fulfilled our other ethical responsibilities in accordance with the Code.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Emphasis of Matter - Basis of Accounting and Restriction on Distribution

I draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Lungitude Foundation to meet the requirements of the Associations Incorporation Reform Act (Victoria 2012). As a result, the financial report may not be suitable for another purpose. My opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance for the Financial Report

Management is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the applicable legislation and for such internal control as management determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's financial reporting process.

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Auditor's Responsibilities for the Audit of the Financial Report

My objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

As part of an audit in accordance with Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 registered entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the responsible entities.
- Conclude on the appropriateness of the responsible entities use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the registered entity's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the registered entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that I identify during my audit.

Frederik Ryk Ludolf Eksteen CA

Collins & Co
127 Paisley Street
FOOTSCRAY VIC 3011

Dated this 16th day of November 2018.