

EARTH GARDEN FOUNDATION AUSTRALIA LTD

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30 June 2020**



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 2020.

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 amounted to \$1,814 (2019: loss of \$4,577).

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.

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

**PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2020**

	Note	2020	2019
		\$	\$
INCOME			
Donations		60,394	63,789
Membership Fees		496	361
Interest		11	23
		<hr/>	<hr/>
		60,901	64,173
		<hr/>	<hr/>
LESS EXPENDITURE			
Accountancy		1,650	1,650
Audit		880	880
Bad Debts - Membership Fees		132	-
Bank Charges		27	61
Contract Work		30,600	31,200
Donations		1,000	-
Merchant Fees		56	67
Project Funding - TEAM Nepal		10,921	11,640
Project Funding - Solar Installations		17,349	23,252
Subscriptions And Memberships		100	-
		<hr/>	<hr/>
		62,715	68,750
		<hr/>	<hr/>
		(1,814)	(4,577)
		<hr/>	<hr/>
NET OPERATING PROFIT (LOSS)		(1,814)	(4,577)
Retained Profits at the beginning of the financial year		<hr/>	<hr/>
		31,887	36,464
		<hr/>	<hr/>
TOTAL AVAILABLE FOR APPROPRIATION		30,073	31,887
		<hr/>	<hr/>
RETAINED PROFITS AT THE END OF THE FINANCIAL YEAR		30,073	31,887
		<hr/> <hr/>	<hr/> <hr/>

The accompanying notes form part of these financial statements.

EARTH GARDEN FOUNDATION AUSTRALIA LTD

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2020

	Note	2020 \$	2019 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	2	29,211	30,892
Trade and other receivables	3	-	132
Inventories	4	1,581	1,581
TOTAL CURRENT ASSETS		30,792	32,605
TOTAL ASSETS		30,792	32,605
LIABILITIES			
NON-CURRENT LIABILITIES			
Borrowings	5	719	718
TOTAL NON-CURRENT LIABILITIES		719	718
TOTAL LIABILITIES		719	718
NET ASSETS		30,073	31,887
EQUITY			
Retained earnings		30,073	31,887
TOTAL EQUITY		30,073	31,887

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 2020

	Retained Earnings \$	Total \$
Balance at 1 July 2018	36,464	36,464
Comprehensive income		
Profit (loss) for the year	(4,577)	(4,577)
Total comprehensive income for the year attributable to members of the association	<u>(4,577)</u>	<u>(4,577)</u>
Balance at 30 June 2019	<u>31,887</u>	<u>31,887</u>
Balance at 1 July 2019	31,887	31,887
Comprehensive income		
Profit (loss) for the year	(1,814)	(1,814)
Total comprehensive income for the year attributable to members of the association	<u>(1,814)</u>	<u>(1,814)</u>
Balance at 30 June 2020	<u>30,073</u>	<u>30,073</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 2020

	Note	2020 \$	2019 \$
Cash flows from operating activities			
Receipts from donations and income earning activities		60,890	64,150
Payments to suppliers		(62,583)	(68,750)
Interest		11	23
Net cash provided by (used in) operating activities	6	(1,682)	(4,577)
Net increase (decrease) in cash held		(1,682)	(4,577)
Cash and cash equivalents at beginning of financial year		30,892	35,469
Cash and cash equivalents at end of financial year	6	29,211	30,892

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 2020

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 2020, the number of members was 14 (2019: 13). Therefore, the total amount the members are liable to contribute if the company is wound up is \$14 (2019: \$13)

EARTH GARDEN FOUNDATION AUSTRALIA LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2020

	2020 \$	2019 \$
2. CASH AND CASH EQUIVALENTS		
ANZ 4804-93288	155	255
ANZ 3796-86392	27,091	28,421
PayPal Account	1,965	2,216
	29,211	30,892
	29,211	30,892
3. TRADE AND OTHER RECEIVABLES		
CURRENT		
Sundry Debtors	-	132
	-	132
	-	132
4. INVENTORIES		
CURRENT		
At cost:		
Stock On Hand	1,581	1,581
	1,581	1,581
	1,581	1,581
5. BORROWINGS		
NON-CURRENT		
Loan - A & J Gray	719	718
	719	718
	719	718
6. CASH FLOW INFORMATION		
(a) Reconciliation of Cash		
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	29,211	30,892
	29,211	30,892
	29,211	30,892
(b) Reconciliation of cash flow from operations with profit after income tax		
Profit/(loss)	(1,814)	(4,577)
Non-cash flows in profit:		
Bad debts	132	-
Sundry Debtors	-	31,200
Sundry Creditors	-	(31,200)
	-	(31,200)
Net cash provided by (used in) operating activities	(1,682)	(4,577)

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 9 presents fairly the company's financial position as at 30 June 2020 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: