

NEW ISRAEL FUND AUSTRALIA FOUNDATION

ABN: 70151140377

**Financial Report For The Year Ended
31 December 2011**

New Israel Fund Australia Foundation

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Financial Report For The Year Ended 31 December 2011

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NEW ISRAEL FUND AUSTRALIA FOUNDATION
ABN: 70151140377
DIRECTORS' REPORT

Your directors present this report on the company for the financial year ended 31 December 2011.

Directors

The names of each person who has been a director during the year and to the date of this report are:

Irving Harry Wallach appointed (27/05/2011)
Ric Samuel Benjamin appointed (27/05/2011)
Liam Max Getreu appointed (27/05/2011)
Robin Fabian Margo appointed (27/05/2011)
Mandi Katz appointed (27/05/2011)

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

Principal Activities

The principal activity of the entity during the financial year was:

- raising financial and other resources to support its programmes and priorities and those of the New Israel Fund;
- increasing the awareness and interest of individuals, communities, business and government of the importance of, and issues pertaining to human rights, equality, tolerance, diversity, reconciliation and peace;
- stimulating and fostering desire by individuals and communities to do right in the world, to combat human rights abuses, racism and racial stereotyping, and to contribute to social inclusion, respect, and dignity of each other and of others less fortunate;
- sharing learning (both domestic and international) on how to combat and reduce human rights abuses and the effects of such abuse;
- advancing education about the natural environment and cooperation to protect it;
- cooperating with other organisations that share a common purpose with the company; and
- providing internships, seminars, study tours and exchange opportunities.

The entity's short term objectives are to:

- to raise funds to support programs that protect and promote human rights, advance community and social welfare, access to justice and education and the protection of the natural environment;
- to undertake educational programs and campaigns that advance and strengthen democracy, tolerance for diversity and principles of equality of opportunity;
- to actively collaborate and build partnerships with other organisations to promote reconciliation, conflict resolution, religious and racial harmony.

The entity's long term objectives are to:

- to protect and promote the human rights, fundamental freedoms and dignity of all people including civil, political, social, economic and cultural rights, with a focus on women, children and people with disability;
- to advance community and social welfare, with a focus on promoting self-determination, reducing poverty and advancing access to justice, education and affordable housing and health care;
- to advance education about, and cooperation in the protection of, the natural environment;
- to advance and strengthen democracy, tolerance for diversity and principles of equality of opportunity and antidiscrimination;
- to promote reconciliation, conflict resolution, religious and racial harmony and mutual respect; and
- to advance peace and good community relations.

To achieve these objectives, the entity has adopted the following strategies:

- Attract and retain staff and volunteers who are committed to working towards the advancement of our objectives. This strategy will ensure that the organisation's key objectives remain the motivator for all our programs and initiatives. This strategy will be measured by the rate of staff/volunteer turnover.
- To increase the number of relevant program areas. This strategy will ensure that the organisation is taking a holistic view of our objectives by looking at issues of appropriate funding, the type and scope of educational programs. This strategy will be measured by the creation of programs addressing these issues and stakeholder feedback as to their efficacy and relevance.
- To increase the number of collaborations. This strategy will enable the organisation to demonstrate the bi-directional benefits of collaboration in the promotion of our objectives. This strategy will be measured by the number of collaborations and stakeholder feedback as to their efficacy and relevance.

Information on Directors

Irving Harry Wallach	—	NIFAF board member
Qualifications	—	Bachelor of Laws (LL. B.)
Ric Samuel Benjamin	—	NIFAF Hon Treasurer, member of fundraising committee
Qualifications	—	BA, Dip Ed, MBA (Executive)
Liam Max Getreu	—	NIFAF Executive Director, member of finance committee, member of Melbourne and Sydney committees
Qualifications	—	BA (Deakin University)
Robin Fabian Margo	—	NIFAF President, Chairperson of board of directors
Qualifications	—	BA LLB (Rand) MA (Oxon)

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DIRECTORS' REPORT

Mandi Katz	—	Member of communication and events committee
Qualifications	—	BA LLB
Steven Glass	—	NIFAF board member
Qualifications	—	BSc LLB (UNSW) LLM (Usyd)

Meetings of Directors

During the financial year, 6 meetings of directors were held. Attendances by each director were as follows:

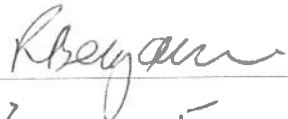
	Directors' Meetings	
	No. eligible to attend	No. attended
Irving Harry Wallach	7	2
Ric Samuel Benjamin	7	5
Liam Max Getreu	7	3
Robin Fabian Margo	7	7
Mandi Katz	7	6
Steven Glass	7	5

Auditor's Independence Declaration

The lead auditor's independence declaration for the year ended 31 December 2011 has been received and can be found on page 3 of the financial report.

This directors' report is signed in accordance with a resolution of the Board of Directors.

Director



Dated this

28

day of

5

2013

AUDITOR'S INDEPENDENCE DECLARATION FOR THE YEAR ENDED 31 December 2011

As lead auditor for the audit of New Israel Fund Australia Foundation for the year ended 31 December 2011, I declare that, to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of New Israel Fund Australia Foundation.



MELANIE J LEYDIN
Registered Company Auditor
Registration: 212298

Dated: 23 May 2013

NEW ISRAEL FUND AUSTRALIA FOUNDATION
ABN: 70151140377
STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31
DECEMBER 2011

	Note	2011 \$
Revenue	2	94,191
Other income	2	24,478
Audit, legal and consultancy expense		(24,873)
Marketing expenses		(2,880)
Fundraising expense		(703)
Other expenses		(3,689)
Profit before income tax		86,524
Income tax expense		<u>86,524</u>
Profit for the year		<u>86,524</u>
 Total comprehensive income attributable to members of the entity		 <u>86,524</u>

The accompanying notes form part of these financial statements.

NEW ISRAEL FUND AUSTRALIA FOUNDATION
ABN: 70151140377
STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2011

	Note	2011 \$
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	3	83,315
Trade and other receivables	4	<u>3,209</u>
TOTAL CURRENT ASSETS		<u>86,524</u>
NON-CURRENT ASSETS		<u>-</u>
TOTAL NON-CURRENT ASSETS		<u>-</u>
TOTAL ASSETS		<u>86,524</u>
LIABILITIES		
CURRENT LIABILITIES		<u>-</u>
TOTAL CURRENT LIABILITIES		<u>-</u>
NON-CURRENT LIABILITIES		<u>-</u>
TOTAL NON-CURRENT LIABILITIES		<u>-</u>
TOTAL LIABILITIES		<u>-</u>
NET ASSETS		<u>86,524</u>
EQUITY		
Retained earnings		86,524
Reserves		<u>-</u>
TOTAL EQUITY		<u>86,524</u>

The accompanying notes form part of these financial statements.

NEW ISRAEL FUND AUSTRALIA FOUNDATION

ABN: 70151140377

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2011

	Note	2011
		\$
CASH FLOW FROM OPERATING ACTIVITIES		
Receipt of grants		94,191
Other receipts		24,478
Payments to suppliers and employees		(35,086)
Finance costs paid		(268)
Net cash generated from operating activities		<u>83,315</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Net cash used in investing activities		<u>-</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Net cash used in financing activities		<u>-</u>
Net increase/(decrease) in cash held		83,315
Cash and cash equivalents at the beginning of the financial year		<u>-</u>
Cash and cash equivalents at the end of the financial year	3	<u><u>83,315</u></u>

The accompanying notes form part of these financial statements.

NEW ISRAEL FUND AUSTRALIA FOUNDATION
ABN: 70151140377
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2011

Note 1 Summary of Significant Accounting Policies

Basis of Preparation

New Israel Fund Australia Foundation has elected to early adopt the Australian Accounting Standards – Reduced Disclosure Requirements as set out in AASB 1053: Application of Tiers of Australian Accounting Standards and AASB 2010-2: Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements. As a consequence, the entity has also early adopted the following Amending Standards containing reduced disclosure requirements.

- AASB 2011-2: Amendments to Australian Accounting Standards arising from the Trans-Tasman Convergence Project – Reduced Disclosure Requirements; and
- AASB 2011-6: Amendments to Australian Accounting Standards – Extending Relief from Consolidation, the Equity Method and Proportionate Consolidation – Reduced Disclosure Requirements

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements of the Australian Accounting Standards Board (AASB) and the Corporations Act 2001.

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. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements, except for the cash flow information, 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.

Accounting Policies

(a) Revenue

New Israel Fund Australia Foundation receives non-reciprocal contributions of assets from the government and other parties for zero or a nominal value. These assets are recognised at fair value on the date of acquisition in the statement of financial position, with a corresponding amount of income recognised in the statement of comprehensive income.

(b) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at-call with banks, 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 statement of financial position.

(c) 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 statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

(d) Income Tax

No provision for income tax has been raised as the entity is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

(e) Comparative Figures

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

Note 2 Revenue and Other Income

	Note	2011 \$
Revenue from government grants and other grants		
— State/federal government grants		-
— Other government grants		-
— Other organisations		94,191
		<u>94,191</u>
Other revenue		

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2011

		94,191
Total revenue		
Other income		24,478
— Charitable income and fundraising		24,478
Total other income		
Total revenue and other income		118,669
Note 3	Cash and Cash Equivalents	
		2011
		\$
CURRENT		
Cash at bank		83,315
Cash on hand		-
		83,315
Note 4	Trade and Other Receivables	
		2011
		\$
CURRENT		
Other receivables		-
GST		3,209
Total current trade and other receivables		3,209
Note 5	Financial Risk Management	
The company's financial statements consist mainly of deposits with banks, local money market instruments, short-term investments, accounts receivable and payable, and leases.		
The totals for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:		
		2011
		\$
Financial Assets		
Cash and cash equivalents	3	83,315
Loans and receivables	4	3,209
Total Financial Assets		86,524
Financial Liabilities		-
Total Financial Liabilities		

NEW ISRAEL FUND AUSTRALIA FOUNDATION
ABN: 70151140377
DIRECTORS' DECLARATION

The directors of the entity declare that:

1. The financial statements and notes, as set out on pages 4 to 8, are in accordance with the Corporations Act 2001 and:
 - (a) comply with Australian Accounting Standards; and
 - (b) give a true and fair view of the financial position as at 31 December 2011 and of the performance for the year ended on that date of the entity.
2. In the directors' opinion there are reasonable grounds to believe that the entity 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 Board of Directors.

Director



Dated this

23

day of

5

2013

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF New Israel Fund Australia Foundation

Scope

Report on the Financial Report

We have audited the accompanying financial report of New Israel Fund Australia Foundation, which comprises the statement of financial position as at 31 December 2011, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation of the financial report and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the Corporations Act 2001 and is appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted our audit in accordance with Australian Auditing Standards. Those 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 of the financial report that gives a true and fair view 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 the directors, 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 Corporations Act 2001. We confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of New Israel Fund Australia Foundation, would be in the same terms if given to the directors as at the time of this auditor's report.

Opinion

In our opinion the financial report of New Israel Fund Australia Foundation. is in accordance with the Corporations Act 2001, including:

- a) giving a true and fair view of the company's financial position as at 31 December 2011 and of its performance for the year ended on that date; and
- b) complying with Australian Accounting Standards to the extent described in Note 1, and the Corporations Regulations 2001.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the Corporations Act 2001. As a result, the financial report may not be suitable for another purpose.

Yours faithfully



MELANIE J LEYDIN
Registered Company Auditor
Registration: 212298

Dated: 23 May 2013