

New Israel Fund Australia Foundation

ABN 70 151 140 377

Annual Report - 31 December 2015

New Israel Fund Australia Foundation
Directors' report
31 December 2015

The directors present their report, together with the financial statements, on the company for the year ended 31 December 2015.

Directors

The following persons were directors of the company during the whole of the financial year and up to the date of this report, unless otherwise stated:

Irving Harry Wallach
Ric Samuel Benjamin
Mandi Katz
Lee Ann Bassar
Ilona Lee
Karen Loblay
Steven Lewis
Steven Glass (appointed August 2015)
Dalit Kaplan (appointed August 2015)
Ilana Snyder (elected March 2015)

Objectives

The company'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 company'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 a 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.

Strategy for achieving the objectives

To achieve its stated objectives, the company 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.

New Israel Fund Australia Foundation

Directors' report

31 December 2015

Principal activities

- 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

Information on directors

Name: Irving Wallach
Title: NIFAF board member and president since 30 March 2014

Qualifications: Bachelor of Laws (LL. B.)

Name: Ric Samuel Benjamin
Title: NIFAF Hon Treasurer, member of fundraising committee

Qualifications: BA, Dip Ed, MBA (Executive)

Name: Mandi Katz and vice president since 30 March 2014
Title: Member of communication and events committee

Qualifications: BA LLB

Name: Lee Ann Basser
Title: NIFAF board member
Qualifications: LLM (Lond) LLB (Mon) BA (Mon)

Name: Ilona Lee
Title: Chair of Fundraising committee NIFAF
Qualifications: BA, Grad Dip. Adult Ed.
:

Name: Karen Loblay
Title: Member of Fundraising committee
Qualifications: Master of Architectural Design

Name: Steven Lewis
Title: Board member
Qualifications: Bachelor of Arts (Macquarie) Diploma in Urban Studies (Macquarie) Bachelor of Laws (University of technology, Sydney) Graduate Diploma in Legal Practice (University of technology, Sydney)

Name: Ilana Snyder
Title: Board Member
Qualifications: BA DipED MEd PhD

New Israel Fund Australia Foundation

Directors' report

31 December 2015

Name: Steven Glass
Title: Vice-President
Qualifications: BSc LLB (UNSW) LLM (USyd)

Name: Dalit Kaplan
Title: Board member
Qualifications: BA LLB LLM

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on the following page.

This report is made in accordance with a resolution of directors, pursuant to section 298(2)(a) of the Corporations Act 2001.

On behalf of the directors


A handwritten signature in black ink, appearing to read 'R. Berger', is written over a horizontal line.

27 May 2016

AUDITOR'S INDEPENDENCE DECLARATION

UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

As lead auditor for the audit of New Israel Fund Australia Foundation for the year ended 31 December 2015, 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.



GEORGE GEORGIU FCA

Registered Company Auditor

ASIC Registration: 10310

Melbourne, Victoria

Dated: 27 May 2016

New Israel Fund Australia Foundation

Contents

31 December 2015

Contents

Statement of profit or loss and other comprehensive income	6
Statement of financial position	7
Statement of changes in equity	8
Statement of cash flows	9
Notes to the financial statements	10
Directors' declaration	14
Independent auditor's report to the members of New Israel Fund Australia Foundation	15

General information

The financial statements cover New Israel Fund Australia Foundation as an individual entity. The financial statements are presented in Australian dollars, which is New Israel Fund Australia Foundation's functional and presentation currency.

New Israel Fund Australia Foundation is a not-for-profit unlisted public company limited by guarantee, incorporated and domiciled in Australia. Its registered office and principal place of business is: Level 10, 65 York St, Sydney NSW 2000

A description of the nature of the company's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 25 May 2016. The directors have the power to amend and reissue the financial statements.

New Israel Fund Australia Foundation
Statement of profit or loss and other comprehensive income
For the year ended 31 December 2015

	Note	2015 \$	2014 \$
Revenue	3	412,578	372,177
Expenses			
Audit, legal and consulting		(1,268)	(120)
Communication expenses		(18,635)	(17,007)
Fundraising expenses		(30,343)	(22,602)
Disbursement of funds		(196,290)	(205,605)
Education and engagement expenses		(131,308)	(56,966)
Other expenses		(13,127)	(15,005)
Surplus before income tax expense		21,607	54,872
Income tax expense		-	-
Surplus after income tax expense for the year attributable to the members of New Israel Fund Australia Foundation		21,607	54,872
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year attributable to the members of New Israel Fund Australia Foundation		<u>21,607</u>	<u>54,872</u>

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

New Israel Fund Australia Foundation
Statement of financial position
As at 31 December 2015

	Note	2015 \$	2014 \$
Assets			
Current assets			
Cash and cash equivalents	4	181,345	156,439
Trade and other receivables	5	1,602	-
Total current assets		<u>182,947</u>	<u>156,439</u>
Total assets		<u>182,947</u>	<u>156,439</u>
Liabilities			
Current liabilities			
Trade and other payables	6	<u>12,921</u>	<u>8,020</u>
Total current liabilities		<u>12,921</u>	<u>8,020</u>
Total liabilities		<u>12,921</u>	<u>8,020</u>
Net assets		<u>170,026</u>	<u>148,419</u>
Equity			
Retained surpluses		<u>170,026</u>	<u>148,419</u>
Total equity		<u>170,026</u>	<u>148,419</u>

The above statement of financial position should be read in conjunction with the accompanying notes

New Israel Fund Australia Foundation
Statement of changes in equity
For the year ended 31 December 2015

	Retained profits \$	Total equity \$
Balance at 1 January 2014	93,547	93,547
Surplus after income tax expense for the year	54,872	54,872
Other comprehensive income for the year, net of tax	-	-
Total comprehensive income for the year	54,872	54,872
Balance at 31 December 2014	<u>148,419</u>	<u>148,419</u>
	Retained profits \$	Total equity \$
Balance at 1 January 2015	148,419	148,419
Surplus after income tax expense for the year	21,607	21,607
Other comprehensive income for the year, net of tax	-	-
Total comprehensive income for the year	21,607	21,607
Balance at 31 December 2015	<u>170,026</u>	<u>170,026</u>

The above statement of changes in equity should be read in conjunction with the accompanying notes

New Israel Fund Australia Foundation
Statement of cash flows
For the year ended 31 December 2015

	Note	2015 \$	2014 \$
Cash flows from operating activities			
Receipts from donations, bequests and raffles		450,877	369,862
Payments to suppliers and employees		<u>(427,920)</u>	<u>(314,405)</u>
		22,957	55,457
Interest received		<u>1,949</u>	<u>2,315</u>
Net cash from operating activities	8	<u>24,906</u>	<u>57,772</u>
Cash flows from investing activities			
Net cash from investing activities		<u>-</u>	<u>-</u>
Cash flows from financing activities			
Net cash from financing activities		<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents		24,906	57,772
Cash and cash equivalents at the beginning of the financial year		<u>156,439</u>	<u>98,667</u>
Cash and cash equivalents at the end of the financial year	4	<u><u>181,345</u></u>	<u><u>156,439</u></u>

The above statement of cash flows should be read in conjunction with the accompanying notes

Note 1. Significant accounting policies

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

New, revised or amending Accounting Standards and Interpretations adopted

The company has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Comparatives

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

Basis of preparation

In the directors' opinion, the company is not a reporting entity because there are no users dependent on general purpose financial statements.

These are special purpose financial statements that have been prepared for the purposes of complying with the Australian Charities and Not-for-Profits Commission Act 2012 requirements to prepare and distribute financial statements to the members of New Israel Fund Australia Foundation. The directors have determined that the accounting policies adopted are appropriate to meet the needs of the members of New Israel Fund Australia Foundation.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the disclosure requirements of AASB 101 'Presentation of Financial Statements', AASB 107 'Statement of Cash Flows', AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors', AASB 1031 'Materiality', AASB 1048 'Interpretation of Standards' and AASB 1054 'Australian Additional Disclosures', as appropriate for not-for profit oriented entities.

Historical cost convention

The financial statements have been prepared under the historical cost convention, except for, where applicable, the revaluation of available-for-sale financial assets, financial assets and liabilities at fair value through profit or loss, investment properties, certain classes of property, plant and equipment and derivative financial instruments.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 2.

Revenue recognition

Revenue is recognised when it is probable that the economic benefit will flow to the company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable.

Interest

Interest revenue is recognised as interest accrues using the effective interest method.

Charitable and other revenue

Charitable and other revenue is recognised when it is received or when the right to receive payment is established.

Income tax

As the company is a charitable institution in terms of subsection 50-5 of the Income Tax Assessment Act 1997, as amended, it is exempt from paying income tax.

Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

Note 1. Significant accounting policies (continued)

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the company's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the company's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Trade and other receivables

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any provision for impairment. Trade receivables are generally due for settlement within 30 days.

Collectability of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectable are written off by reducing the carrying amount directly. A provision for impairment of trade receivables is raised when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation and default or delinquency in payments (more than 60 days overdue) are considered indicators that the trade receivable may be impaired. The amount of the impairment allowance is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. Cash flows relating to short-term receivables are not discounted if the effect of discounting is immaterial.

Other receivables are recognised at amortised cost, less any provision for impairment.

Trade and other payables

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Goods and Services Tax ('GST') and other similar taxes

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

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 tax authority is included in other receivables or other 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 tax authority, are presented as operating cash flows.

New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the company for the annual reporting period ended 31 December 2015. The company has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

Note 2. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. There are no critical accounting judgements, estimates and assumptions that are likely to affect the current or future financial years.

Note 3. Revenue

	2015 \$	2014 \$
<i>Sales revenue</i>	407,331	368,157
Charitable income and fundraising	3,298	1,705
Other income	<u>410,629</u>	<u>369,862</u>
 <i>Other revenue</i>		
Interest	<u>1,949</u>	<u>2,315</u>
 Revenue	<u><u>412,578</u></u>	<u><u>372,177</u></u>

Note 4. Current assets - cash and cash equivalents

	2015 \$	2014 \$
Cash at bank	<u><u>181,345</u></u>	<u><u>156,439</u></u>

Note 5. Current assets - trade and other receivables

	2015 \$	2014 \$
Trade receivables	815	-
BAS receivable	<u>787</u>	<u>-</u>
	<u><u>1,602</u></u>	<u><u>-</u></u>

Note 6. Current liabilities - trade and other payables

	2015 \$	2014 \$
BAS payable	-	2,457
Other payables	<u>12,921</u>	<u>5,563</u>
	<u><u>12,921</u></u>	<u><u>8,020</u></u>

Note 7. Events after the reporting period

No matter or circumstance has arisen since 31 December 2015 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

Note 8. Reconciliation of surplus after income tax to net cash from operating activities

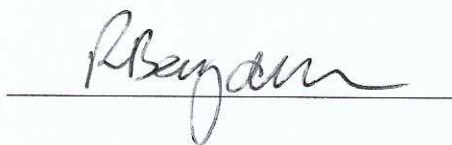
	2015	2014
	\$	\$
Surplus after income tax expense for the year	21,607	54,872
Change in operating assets and liabilities:		
Increase in trade and other receivables	(1,602)	-
Increase in trade and other payables	4,901	2,900
Net cash from operating activities	<u>24,906</u>	<u>57,772</u>

New Israel Fund Australia Foundation
Directors' declaration
31 December 2015

In the directors' opinion:

- the company is not a reporting entity because there are no users dependent on general purpose financial statements. Accordingly, as described in note 1 to the financial statements, the attached special purpose financial statements have been prepared for the purposes of complying with the Australian Charities and Not-for-Profit Commission Act 2012 requirements to prepare and distribute financial statements to the members of New Israel Fund Australia Foundation;
- the attached financial statements and notes give a true and fair view of the company's financial position as at 31 December 2015 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

On behalf of the directors

A handwritten signature in cursive script, appearing to read 'R. Bayan', is written over a horizontal line.

27 May 2016

Independent Auditor's Report to the Members of New Israel Fund Australia Foundation

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report, of New Israel Fund Australia Foundation, which comprises the statement of financial position as at 31 December 2015, and the statement of profit and loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, a statement of significant accounting policies, other explanatory notes and the Director's declaration.

Directors' Responsibility for the Financial Report

The Directors are responsible for the preparation and fair presentation of the financial report in accordance with the accounting policies described in Note 1 to the financial statements and for such internal control as they determine 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.

The Directors have determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial report, are consistent with the financial reporting requirements imposed on them, are appropriate to meet the requirements of the Corporations Act 2001 and the needs of the Directors.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the Directors. We have 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 about 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 judgment, 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 and fair presentation of the financial report 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.

The financial report has been prepared for distribution to the Directors for the purpose of fulfilling the Directors' financial reporting requirements. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the Directors or for any purpose other than that for which it was prepared.

Independence

In conducting our audit, we have complied with the independence requirements of the Corporations Act 2001 and Australian professional ethical pronouncements.

Auditor's Opinion

In our opinion, the financial report presents fairly, in all material respects, the financial position of New Israel Fund Australia Foundation as at 31 December 2015 and its financial performance for the year then ended in accordance with accounting policies described in Note 1 to the financial statements.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 of the financial report which describes the basis of accounting. The financial report has been prepared by the Directors to satisfy the requirements of the entity and to meet the needs of the Directors. As a result, the financial report may not be suitable for another purpose.

A handwritten signature in purple ink, appearing to read 'G. Georgiou', with a long horizontal stroke extending to the right.

GEORGE GEORGIU FCA
Registered Company Auditor
ASIC Registration: 10310
Melbourne, Victoria
Dated: 27 May 2016