

MARSH FOUNDATION LIMITED  
ABN: 28 122 954 214

Financial Report

For the year ended 30 June 2014

# Marsh Foundation Limited

## ACN 122 954 214

### DIRECTORS' REPORT

In respect of the financial year ended 30 June 2014, the directors of Marsh Foundation Limited submit the following report made out in accordance with the resolution of directors.

#### 1. Directors

The following persons were Directors of Marsh Foundation Limited during the financial year and up to the date of the report (unless otherwise indicated):

Dr David Gregory Marsh, OAM	Graduated in Medicine, Monash University 2005 - present Mentor Richmond Football Club Founder and Chairman of Marsh Foundation Limited
Clair Anne Maria Marsh, OAM	Director of four companies here and in Indonesia Life Member of Variety – The Children's Charity Co-Founder & Secretary of Marsh Foundation Limited
Gary Francis Joseph Krauss, AM (resigned 1/7/13)	B.Commerce, 26 years professional experience in the Mining Industry Director- Melbourne City Opera; The Production Company Focus as a Director of Marsh Foundation: Membership
Kerry Bradley (appointed 08/08/2013)	Born & Educated New Zealand Appointed Senior Marketing with Anderson Hosiery 1981 Appointed Director Hilton Hosiery Co. 1988 Business Development in Australia, New Zealand & Asia
John Vincent Sinisgalli	B.Ec.LL.B, Partner – Mason Black Director – DOXA Social Club Secretary Social Justice Network Focus as a Director of Marsh Foundation: Legal & Grants
Allan Vincent Hurley	National Operations Manager, McGregor Logistics Focus as a Director of Marsh Foundation: Logistics
Angela Sbisa	Sales Director, Business owner Director - Tiger Corporation, Paint Shield Australia Focus as a Director of Marsh Foundation: Marketing
Ronald Steven Atlas	Managing Director of Word of Mouth Communications Focus as a Director of Marsh Foundation: Public Relations
Amanda Catanach	Managing Director of Catanach's Jewellers Focus as a Director of Marsh Foundation: Fundraising

# Marsh Foundation Limited

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### DIRECTORS' REPORT (CONTINUED)

#### 2. Meetings of Directors

Schedule of Directors' meetings held and attended:	Held whilst a director	Attended
Dr David Gregory Marsh, OAM	9	8
Clair Anne Maria Marsh, OAM	9	8
John Vincent Sinisgalli	9	8
Angela Sbisa	9	5
Guests Jan Banner	9	4
Kathleen Hurley	9	1
Ronald Steven Atlas	9	7
Guest Simon Wheelton	9	2
Amanda Catanach (appointed 26 July 2012)	9	1
Allan Vincent Hurley (on leave of absence)	9	6
Kerry Bradley ( appointed 28/2/2013)	9	8

#### 3. Principal Activities and Objectives

The principal activities of the Company during the year were to raise funds and source donated used equipment for charitable distribution to recipients locally and overseas. The Marsh Foundation:

- Recycles and re-uses medical supplies and equipment, rather than it being sent to landfill;
- Provides at no cost, medical supplies and equipment to the needy where it is most needed, in Australia and overseas;
- Provides no cost follow up training and maintenance to health services in order to ensure donated equipment remains useful and fills a need in the long term.

The objectives of the Company are to continue and expand the reach of this work.

#### 4. Strategy to Achieving Objectives

Members and the Board of Directors are focused on furthering the work of the Company. The Company's broad objective is pursued through the assignment of focused roles to each of the Board members, as noted in section 1 of this Report.

In order to increase the amount of discarded medical supplies the Company can send, there are plans to establish branches of the Marsh Foundation in each Australia state. The Directors are conscious that other potential destinations beyond those already receiving supplies exist, such as New Guinea, Philippines, Vietnam, Fiji, East Timor or Afghanistan. The targeting aims to set up depots in the destination countries to store goods once shipped to ensure quicker delivery of items for any future medical needs.

#### 5. Performance

The Company measures performance by the generation of cash from fundraising, membership, and other sources, sufficient to administer operations in the most cost effective manner, while maximising the number of shipments made.

The operating surplus of the Company for the year ended 30 June 2014 was: \$111,077 (2013: deficit \$11,946).

#### 6. Events Subsequent to Balance Date

No matters or circumstances have arisen since the end of the reporting period 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.

#### 7. Indemnification and Insurance of Directors and Officers

During the financial year Marsh Foundation Limited paid premiums to insure the officers of the Company. The officers reimbursed the Company for the cost thereof.

**Marsh Foundation Limited**  
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**8. Members Guarantee**

The Company is incorporated under the Corporations Act 2001 as a company limited by guarantee. In the event that the Company is wound up, members are required to contribute an amount not exceeding \$1.00 each towards meeting any outstanding obligations of the Company.

**9. Auditor Independence**

A copy of the auditor's independence declaration under s307C of the Corporations Act 2001 in relation to the audit for the financial year is provided with this report.

Signed in accordance with a resolution of the directors.



Director

Melbourne, January 2015



Director



**AUDITOR'S INDEPENDENCE DECLARATION TO THE DIRECTORS OF MARSH FOUNDATION LIMITED**

In relation to our audit of the financial report of Marsh Foundation Limited for the financial year ended 30 June 2014 to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the *Corporations Act 2001* or any applicable code of professional conduct.



**PKF Lawler Melbourne**



**Steven Bradby**

**Partner**

Melbourne, 29 January 2015

**Marsh Foundation Limited**  
**ACN 122 954 214**

**STATEMENT OF SURPLUS OR DEFICIT AND OTHER COMPREHENSIVE INCOME**

Year ended 30 June 2014

	Notes	2014	2013
		\$	\$
<b>Revenues from ordinary activities</b>			
Functions		28,379	36,432
Membership subscriptions		6,702	31,461
Donations		121,422	32,286
Project commissions		5,005	4,574
Interest		212	75
		<u>161,720</u>	<u>104,828</u>
<b>Expenditure</b>			
Bank charges		1,616	1,887
Donation WHOW		8,506	-
Depreciation - Motor vehicles		613	1,254
Freight & cartage		13,665	18,279
Function expenses		16,721	7,877
Insurance		2,793	2,943
Rent		1,264	11,246
Wages		(408)	69,224
Vehicle expenses		1,039	698
Administrative and other expenses		4,834	3,366
		<u>50,643</u>	<u>116,774</u>
(Deficit)/surplus from operations		<u>111,077</u>	<u>(11,946)</u>
Other comprehensive income		-	-
<b>Total (Deficit)/surplus and other comprehensive income</b>		<u><u>111,077</u></u>	<u><u>(11,946)</u></u>

The above Statement of Surplus or Deficit and Other Comprehensive Income should be read in conjunction with the accompanying notes.

**Marsh Foundation Limited**  
**ACN 122 954 214**

STATEMENT OF FINANCIAL POSITION

As at 30 June 2014

	Notes	2014	2013
		\$	\$
<b>Current assets</b>			
Cash		171,544	26,202
Receivables		3,220	95
		<u>174,764</u>	<u>26,297</u>
<b>Non-current assets</b>			
Motor vehicle		6,271	6,271
Less Accumulated depreciation		(6,271)	(5,658)
		<u>-</u>	<u>613</u>
<b>Total assets</b>		<u>174,764</u>	<u>26,910</u>
<b>Current liabilities</b>			
Trade and other creditors		7,955	6,598
Trust moneys owed		35,420	-
Loan - Clair Marsh		6,000	6,000
Loan - Gary Krauss		-	-
Loan - Leon Daphne		-	-
<b>Total liabilities</b>		<u>49,375</u>	<u>12,598</u>
<b>Net assets</b>		<u>125,389</u>	<u>14,312</u>
<b>Equity</b>			
Accumulated surplus at the end of the year		<u>125,389</u>	<u>14,312</u>

STATEMENT OF CHANGES IN EQUITY

Accumulated surplus at the beginning of the year	14,312	26,258
Surplus for the year	<u>111,077</u>	<u>(11,946)</u>
Accumulated surplus at the end of the year	<u>125,389</u>	<u>14,312</u>

The Statements of Financial Position and Changes in Equity should be read in conjunction with the accompanying notes.

**Marsh Foundation Limited**  
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**STATEMENT OF CASH FLOWS**

Year ended 30 June 2014

	Notes	2014	2013
		\$	\$
<b>Cash flows from operating activities</b>			
Receipts from fundraising, subscriptions and donations		158,383	98,658
Payments to suppliers		(48,673)	(109,591)
Interest received		212	75
<b>Net cash flows from operating activities</b>	(a)	<u>109,922</u>	<u>(10,858)</u>
<b>Cash flows from financing activities</b>			
Receipt (repayment) of moneys held on trust		35,420	(2,462)
<b>Net cash flows from financing activities</b>		<u>35,420</u>	<u>(2,462)</u>
<b>Net increase/(decrease) in cash held</b>		145,342	(13,320)
Add opening cash brought forward		26,202	39,522
<b>Closing cash carried forward</b>		<u>171,544</u>	<u>26,202</u>
 <b>(a) Reconciliation of the surplus from operations to the net cash flows from operations</b>			
Surplus from operations		111,077	(11,946)
Depreciation of motor vehicles		613	1,254
Decrease (increase) in receivables and prepayments		(3,125)	(95)
Increase in trade and other creditors		1,357	5,929
Director loans forgiven		-	(6,000)
<b>Net cash flow from operating activities</b>		<u>109,922</u>	<u>(10,858)</u>

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.



# Marsh Foundation Limited

## ACN 122 954 214

### Notes to and forming part of the Financial Statements for the Year ended 30 June 2014

#### 1. CORPORATE INFORMATION

Marsh Foundation Limited is a company limited by guarantee that is incorporated and domiciled in Australia.

The registered office of Marsh Foundation Limited is located at:

'Lennox Lodge', 205 Lennox Street, Richmond 3121.

The company is primarily involved in fund raising for charity. The Company had no employees as at 30 June 2014.

#### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

##### (a) Basis of preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Act 2001*.

The financial statements were authorised for issue in accordance with a resolution of the directors on the date of the Directors' Report.

The financial statements have been prepared on an accruals basis under the historical cost convention, and are presented in Australian Dollars, which is the company's functional currency.

##### (b) Revenue from donations and inventories

Revenue from donations is recognised for cash contributions when the cash is received.

The objectives of the entity are to distribute, free of any charge to the recipients, the goods (being used medical equipment/supplies and other items) donated to the entity. The future economic benefits or service potential of the inventory received and as yet undistributed is reflected by the amount the entity would need to pay to acquire the economic benefits or service potential if this was necessary to achieve the objectives of the entity. As the not-for-profit pursuits of the entity are to source donated goods and facilitate their transfer to recipients at no charge to the recipients, the entity considers that the market does not support the determination of an estimated replacement cost of any amount greater than nil value. Accordingly, the inventory is recognised at nil value.

The company may act as an agent for and on behalf of other bodies to collect grants and donations from Australian supporters. The gross inflows of economic benefits in such cases are for the entire benefit of the principal and do not result in increases in equity for the company. These amounts are therefore not the company's revenue; however any fees earned on the provision of the services are recognised as revenue, at the point that the services are delivered.

##### (c) Revenue from functions and membership

Revenue from functions is recognised when received. Revenue from memberships is recognised when received within the applicable year of membership, otherwise it is deferred until the applicable year of membership.

##### (d) Taxation

The company is a not for profit organisation and has tax exempt status as a charitable institution under item 1.1 of Section 50-5 the *Income Tax Assessment Act 1997*.

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the GST incurred is not recoverable from the taxation authority. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable.

##### (e) Financial instruments

Financial instruments comprise trade receivables and payables, cash at bank and loans. These financial instruments have been recognised initially at fair value. As the loans are unsecured, interest free and repayable on demand they are subsequently measured at face value. Other financial instruments are also subsequently measured at face value.

##### (f) Plant and equipment

###### (i) Cost

Plant and equipment is carried at cost, less, where applicable any accumulated depreciation.

###### (ii) Depreciation

Items of plant and equipment are depreciated over their estimated useful lives using the straight line method.

Estimated useful lives are: Motor vehicles - 5 years

# Marsh Foundation Limited

## ACN 122 954 214

Notes to and forming part of the Financial Statements for the Year ended 30 June 2014

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### (g) Accounts payable

Accounts payable due to third parties represent liabilities for goods and services provided to the entity prior to the end of the financial year and which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition, depending on credit terms.

#### (h) New standards and interpretations

During the current year, the company adopted all of the new and revised Australian Accounting Standards and Interpretations applicable to its operations which became mandatory.

### 3. CAPITAL MANAGEMENT

As the company is a public company limited by guarantee, there is no capital other than retained earnings. Members are not entitled to any proceeds on winding up of the entity, as any surplus must be distributed to another legal entity which is a charity and has similar objects to the company. Members are also not entitled to any distributions. In the event that the company is wound up, members are required to contribute an amount not exceeding \$1.00. "202" members are entitled to vote at general meetings. Ordinary members have no voting rights.

### 4. RELATED PARTIES

The related parties of the company are the key management personnel, being the company's Directors, who are identified in the Directors' Report. Directors do not receive any remuneration.

Interest free loans totalling \$6,000 have been provided to the company during previous years. The loans are repayable on demand.

The company has received free of any charge the following services from certain Directors:

- travel expenses incurred by David and Clair Marsh to deliver donated goods; and
- legal services provided by John Sinisgalli.

The directors also contributed to the company's function revenues.

### 5. COMMITMENTS AND CONTINGENCIES

The company does not have any commitments or contingencies as of the reporting date.

### 6. SUBSEQUENT EVENTS

There have been no significant events occurring after balance date which may affect the entity's operations or results of those operations or the entity's state of affairs.

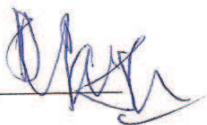
**Marsh Foundation Limited**  
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**DIRECTORS' DECLARATION**

In accordance with a resolution of the directors of Marsh Foundation Limited, we state that, in the opinion of the directors:

- (1) the financial statements and notes as set out in the financial report are in accordance with the Corporations Act 2001, including:
- (a) giving a true and fair view of the company's financial position as at 30 June 2014 and its performance for the year then ended; and
  - (b) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) to the extent described in Note 2 to the financial statements complying with the Corporations Regulations 2001;
- (2) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors.

  
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Director

Melbourne, January 2015

  
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Director



## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MARSH FOUNDATION LIMITED

### Report on the Financial Report

We have audited the accompanying financial report of Marsh Foundation Limited (the company), which comprises the statement of financial position as at 30 June 2014, and the statements of surplus or deficit and other comprehensive income, changes in equity, and cash flows for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the directors' declaration.

### Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Reduced Disclosure Requirements (including the Australian Accounting Interpretations) and the *Corporations Act 2001*, and for such internal control as the directors determine is necessary to enable the preparation of the 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 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 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 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 met the independence requirements of the *Corporations Act 2001*. We have given to the directors of the company a written Auditor's Independence Declaration, a copy of which is included in the directors' report.

### Basis for Qualified Auditor's Opinion

Cash donations are a significant source of revenue for the company. The directors have determined that it is impracticable to establish control over the collection of cash donations prior to entry into its financial records. Accordingly, as the evidence available to us regarding revenue from this source was limited, our audit procedures with respect to donations revenue had to be restricted to the amounts recorded in the financial records. We are therefore unable to express an opinion as to whether the cash donations obtained by Marsh Foundation Limited are complete.

**Qualified Auditor's Opinion**

In our opinion, except for the effects on the financial report of such adjustments, if any, as might have been required had the limitation on our audit procedures referred to in the qualification paragraph not existed, the financial report of Marsh Foundation Limited is in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the financial position of the company as at 30 June 2014 and of its performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards – Reduced Disclosure Requirements (including the Australian Accounting Interpretations) and the *Corporations Regulations 2001*.



**PKF Lawler Melbourne**



**Steven Bradby**

**Partner**

Melbourne, 29 January 2015