



2017 Summary Financial Statements



Save the Children

Save the Children Australia
ACN 008 610 035

Consolidated income statement and statement of comprehensive income for the year ended 31 December 2017

	Note	CONSOLIDATED	
		2017 \$000	2016 \$000
REVENUE			
Donations and gifts – monetary		28,567	26,993
Donations and gifts – non-monetary		434	101
Bequests and legacies		1,930	1,789
Grants			
- Department Foreign Affairs and Trade		19,045	26,549
- Other Australian		40,720	32,361
- Other overseas		7,035	8,446
Revenues from commercial activities	2	8,303	6,662
OTHER INCOME			
Investment income	3 (a)	307	824
Other income	3 (b)	1,087	1,996
Discount on acquisition	22(a)	1,196	-
TOTAL REVENUE		108,624	105,721
EXPENDITURE			
International Aid and Development Programs Expenditure			
International programs			
- Funds to international programs		32,704	42,166
- Program support costs		2,849	3,090
Domestic Aid and Development Programs Expenditure			
Domestic programs			
- Funds to domestic programs		37,638	29,541
- Program support costs		1,518	1,672
Community Education		3,385	3,493
Fundraising costs (International and Domestic)			
- Public – monetary		12,894	11,294
- Government, multilateral and private		1,460	1,330
Commercial activities Domestic		7,841	6,677
Accountability and Administration (International and Domestic)		10,019	9,923
TOTAL EXPENDITURE		110,308	109,186
Shortfall of income over expenditure from continuing operations		(1,684)	(3,465)

The accompanying notes form part of these financial statements.

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	Note	CONSOLIDATED	
		2017 \$000	2016 \$000
Shortfall of income over expenditure from continuing operations		(1,684)	(3,465)
Other comprehensive income for the year		-	-
TOTAL COMPREHENSIVE LOSS FOR THE YEAR		(1,684)	(3,465)

During the financial year, the entity had no transactions in relation to political or religious proselytization programs.

The accompanying notes form part of these financial statements.

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Consolidated statement of financial position for the year ended 31 December 2017

	Note	CONSOLIDATED	
		2017 \$000	2016 \$000
ASSETS			
Current assets			
- Cash and cash equivalents	6	18,617	26,929
- Trade and other receivables	7	12,174	12,981
- Inventories	8	514	119
Total current assets		31,305	40,029
Non-current assets			
- Goodwill	10,22(b)	156	-
- Property, plant and equipment	9	5,056	5,788
- Intangible Assets	10	2,446	1,206
Total non-current assets		7,658	6,994
TOTAL ASSETS		38,963	47,023
LIABILITIES			
Current Liabilities			
- Trade and other payables	11	7,317	17,407
- Provisions	12	3,296	3,184
- Deferred income	13	25,237	21,942
- Total current liabilities		35,850	42,533
Non-current liabilities			
- Trade and other payables	11	487	359
- Provisions	12	1,144	965
Total non-current liabilities		1,631	1,324
TOTAL LIABILITIES		37,481	43,857
NET ASSETS		1,482	3,166
EQUITY			
Accumulated Surplus		1,482	3,166
TOTAL EQUITY		1,482	3,166

The accompanying notes form part of these financial statements.

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Consolidated statement of changes in equity for the year ended 31 December 2017

	Accumulated Surplus \$000	Total Equity \$000
Balance at 31 December 2015	6,631	6,631
Total comprehensive income for the year		
Shortfall of income over expenditure for the year	(3,465)	(3,465)
BALANCE AT 31 DECEMBER 2016	3,166	3,166
Total comprehensive income for the year		
Shortfall of income over expenditure for the year	(1,684)	(1,684)
Other comprehensive income for the year	-	-
BALANCE AT 31 DECEMBER 2017	1,482	1,482

The accompanying notes form part of these financial statements.

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Consolidated statement of cash flows for the year ended 31 December 2017

	Note	CONSOLIDATED	
		2017 \$000	2016 \$000
Cash flows from operating activities			
- Cash received in the course of operations (inclusive of GST)		110,889	107,185
- Cash paid in the course of operations (inclusive of GST)		(109,431)	(109,991)
- Cash paid in relation to the transfer of MEC program to SCI*		(9,647)	-
- Interest received		307	824
Net cash used in operating activities	15	(7,882)	(1,982)
Cash flows from investing activities			
- Proceeds from acquisitions (cash acquired)	22a, 22b	1,570	-
- Proceeds from sale of plant and equipment		858	252
- Proceeds from landlord contribution		435	
- Payments for plant and equipment		(2,097)	(3,373)
- Payments for intangible assets		(1,196)	(481)
Net cash used in investing activities		(430)	(3,602)
Net decrease in cash held		(8,312)	(5,584)
- Cash at the beginning of the financial year		26,929	32,513
CASH AT THE END OF THE FINANCIAL YEAR	6	18,617	26,929

*The implementation of the Myanmar Education Consortium (MEC) program was transferred to Save the Children International during 2017. The accompanying notes form part of these financial statements.

Basis of preparation

The Summary Financial Report has been prepared in accordance with the requirements set out in the Australian Council for International Development (“ACFID”) Code of Conduct. For further information on the Code, please refer to the ACFID Code of Conduct Guidance Document available at www.acfid.asn.au.

The Summary Financial Report does not and cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of Save the Children Australia and Controlled Entities as the full financial report.

A full description of the accounting policies adopted by Save the Children Australia and Controlled Entities may be found in the full financial report.

The Summary Financial Report is presented in Australian dollars.

A copy of the full consolidated financial report and the independent audit report for the year ended 31 December 2017 is available on our website: savethechildren.org.au.

Alternatively, you can request a hard copy, which will be sent without charge. All such requests should be made to the Registered Office:

Elizabeth Flynn, Company Secretary
33 Lincoln Square South,
Carlton, VIC 3053
Phone: 03 7002 1600

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Directors' declaration for the year ended 31 December 2017

The directors of Save the Children Australia ('Company') declare that the Summary Financial Report comprising the statement of profit or loss and other comprehensive income, statement of financial position, statement of cash flows, statement of changes in equity and table of cash movements, as set out on pages 1 to 6, is in accordance with the requirements set out in the ACFID Code of Conduct and has been derived from and is consistent with the full financial statements of the Company and its controlled entities ('Consolidated Entity') for the year ended 31 December 2017.

In the directors' opinion:

- (a) the full financial statements and notes of the Consolidated Entity are in accordance with the Australian Charities and Not-for-profits Commission (ACNC) Act 2012 including:
 - (i) comply with Accounting Standards – Reduced Disclosure Requirements, the ACNC Regulations 2012 and any other mandatory professional reporting requirements, and
 - (ii) give a true and fair view of the Consolidated Entity's financial position as at 31 December 2017 and its performance for the year ended on that date, and
 - (iii) comply with the requirements set out in the ACFID Code of Conduct;
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable, and

This declaration is made in accordance with a resolution of Directors:



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Peter Hodgson
Chairman

Melbourne
28 March 2018

Save the Children Australia
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Independent auditor's report for the year ended 31 December 2017



Independent auditor's report on the summary financial report

To the members of Save the Children Australia

Our opinion

In our opinion, the summary financial report is consistent, in all material respects, with the audited financial report, in accordance with the basis of preparation described in Note 1 to the summary financial report.

What we have audited

The summary financial report is derived from the audited financial report of Save the Children Australia for the year ended 31 December 2017. The summary financial report comprises:

- the consolidated statement of financial position as at 31 December 2017
- the consolidated statement of changes in equity for the year then ended
- the consolidated statement of cash flows for the year then ended
- the consolidated income statement and statement of comprehensive income for the year then ended
- the related notes to the summary financial report
- the directors' declaration.

Emphasis of matter - basis of accounting and restriction on distribution and use

We draw attention to Note 1 to the summary financial report, which describes the basis of accounting. The summary financial report has been prepared to assist Save the Children Australia in complying with the reporting provisions of the ACFID Code of Conduct. As a result, the summary financial report may not be suitable for another purpose. Our report is intended solely for Save the Children Australia and should not be distributed to or used by parties other than Save the Children Australia. Our opinion is not modified in respect of this matter.

Summary financial report

The summary financial report does not contain all the disclosures required by Australian Accounting Standards applied in preparation of the audited financial report of Save the Children Australia. Reading the summary financial report and the auditor's report thereon, therefore, is not a substitute for reading the audited financial report of Save the Children Australia and the auditor's report thereon.

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Independent auditor's report for the year ended 31 December 2017



The audited financial report and our report thereon

We expressed an unmodified audit opinion on the financial report in our report dated 28 March 2018.

Management's responsibility for the summary financial report

Management is responsible for the preparation of the summary financial report in accordance with the basis of preparation described in Note 1.

Auditor's responsibility

Our responsibility is to express an opinion whether the summary financial report is consistent, in all material respects, with the audited financial report based on our procedures, which were conducted in accordance with Auditing Standard ASA 810 *Engagements to Report on Summary Financial Statements*.


PricewaterhouseCoopers


Jason Perry
Partner

Melbourne
28 March 2018



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savethechildren.org.au