

BARBARA MAY FOUNDATION

ABN 35 141 248 900

**ANNUAL FINANCIAL REPORT FOR THE
YEAR ENDED 30 JUNE 2019**

BARBARA MAY FOUNDATION
ABN 35 141 248 900
Contents

Corporate information	2
Directors' report	3
Auditor's independence declaration	7
Financial report:	
Statement of comprehensive income	8
Statement of financial position	9
Statement of changes in equity	10
Statement of cash flows	11
Notes to the financial statements	12
Directors' declaration	19
Independent auditor's report	20

BARBARA MAY FOUNDATION

ABN 35 141 248 900

Corporate Information

Directors	M J Sharpe (Chair) S Hargreaves (Deputy Chair) D J Browning G V Browning M A Ayres T Crawford M Pendleton J Toma
Registered office	48/37 Etheridge Street MITTAGONG NSW 2575
Bankers	Westpac Bong Bong Street BOWRAL NSW 2576
Auditors	Kelly Partners (South West Sydney) Pty Ltd PO BOX 417 CAMPBELLTOWN NSW 2560

BARBARA MAY FOUNDATION

ABN 35 141 248 900

Directors' report at 30 June 2019

The directors present their report, together with the financial statements, on the company for the year ended 30 June 2019.

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:

Michael J Sharpe
Samantha Hargreaves
David J Browning
George V Browning

Maryanne Ayres
Tom Crawford
Matthew Pendleton
Julie Toma

Principal activities

During the financial year, the principal continuing activity of the company was promoting Australian support for eliminating maternal and infant mortality and morbidity in developing countries. The company has been assisting in raising funds for the establishment, equipping and operating of maternity hospitals and waiting areas for pregnant women and providing fistula assistance in Sub-Saharan Africa.

There has been no change to the principal activities of the company during the year.

Short-term and long-term objectives

The company's short-term objectives are to:

- raise funds for the work of the independent agencies and representatives which the Barbara May Foundation supports, and
- educating Australians about, and raising awareness of, the plight of childbearing women in Sub-Saharan Africa.

The company's long-term objective is to reduce the rate of maternal and infant mortality and morbidity in developing countries.

Strategies

To achieve its stated objectives, the company has adopted the following strategies:

- provide medical assistance to pregnant women especially those experiencing obstructed labour,
- provide medical assistance to women suffering from obstetric fistula,
- build maternity hospitals,
- train local doctors and maternal health care providers to provide medical assistance in pregnancy and labour,
- establish referral networks from villages to waiting areas for safe delivery
- establish transport services from waiting areas to emergency obstetric services, and
- provide training and equipment to existing hospitals to improve the hospitals' obstetric services.

Key performance measures

The company measures its own performance through the use of both qualitative and quantitative benchmarks. The benchmarks are used by directors to assess the financial sustainability of the company and whether the company's short-term and long-term objectives are being achieved.

BARBARA MAY FOUNDATION

ABN 35 141 248 900

Directors' report at 30 June 2019

Review of operations

Funds raised to the end of the financial year were \$1,583,110.

Several fundraising activities have been held and presentations made to interested medical organisations and other groups.

Volunteers have helped the company in many different aspects to help raise funds and their assistance is greatly appreciated.

Likely developments

The company is a Public Benevolent Institution and a DGR1 organisation. The organisations the company supports in Africa are planning and building new and improved medical facilities. This will continue to give rise to the need for increased donations.

Information on directors

Name: Michael J Sharpe
Title: Chair
Qualifications: AO, B.Ec, (Hon) D.Sc (Econ), FCA
Experience: 42 years experience in an international firm of accountants, Former President of the Institute of Chartered Accountants, Former Chairman of the International Accounting Standards Committee, Director and Trustee of various companies, superannuation funds and foundations
Special responsibilities: Chair

Name: Samantha Hargreaves
Title: Deputy Chair
Qualifications: MBBS (HONS) FRANZCOG, GAICD
Experience: Obstetrician and gynaecologist- elevated to fellowship of Royal Australian & NZ college of O&G in 2000. MBBS at Monash, graduated 1990. Visiting Medical Officer at Epworth-Freemasons Hospital, Frances Perry House & St Vincent's Private in Melbourne. Senior Gynaecologist at Royal Women's Hospital Melbourne. Graduate of the Australian Institute of Company Directors.
Special responsibilities: Medical advice and fundraising

Name: David J Browning
Title: Director
Qualifications: OAM, FRANZCOG, FRANZCOG
Experience: 35 years of specialist experience as an obstetrician and gynaecologist. Familiar with many of the difficulties and dangers of childbirth in Ethiopia through visits to the country.
Special responsibilities: Founding Director

Name: George V Browning
Title: Director
Qualifications: ThI (Hons), BTh (Hons), Ph.D, D.Litt
Experience: Bishop since 1985, Principal St Francis Theological College (1988-1992), Hospital Ethics Committee (Brisbane, 1988-1993)
Special responsibilities: Liaison with supporting organisations

BARBARA MAY FOUNDATION

ABN 35 141 248 900

Directors' report at 30 June 2019

Information on directors (continued)

Name: Maryanne Ayres
Title: Director
Qualifications: Midwife
Experience: Currently working as a midwife managing and supporting women experiencing pregnancy complications that increase the risk to their health and/or that of their unborn child. This role also includes looking after women suffering from pregnancy loss and still birth. Ongoing mentoring and support for children from a socially and emotionally disadvantaged background through the "Aunties and Uncles" program since 1999.
Special responsibilities: Fundraising

Name: Tom Crawford
Title: Director, Treasurer
Qualifications: BComm, CA
Experience: 15 years chartered accounting experience and director of an analytics team within PwC.
Special responsibilities: Finance

Name: Matthew Pendleton
Title: Director
Qualifications: BBus, CA
Experience: Over 7 years chartered accounting experience. Currently working as a manager at PwC, specialising in audit and other assurance services.
Special responsibilities: Finance

Name: Julie Toma
Title: Director
Qualifications: BAppSc (BioMed) (UTS), MBA (MGSM), GAICD, FAMI CPM
Experience: Currently the Head of Marketing and Communications for Catholic Healthcare with significant leadership experience in healthcare marketing and communications. Began career in Biomedical Science going on to complete a Masters in Business Administration, majoring in Marketing Strategy and is also a Graduate of the Australian Institute of Company Directors. Has successfully leveraged the combined expertise of science and marketing with large, global corporations including Sonic Clinical Services, Cochlear Limited, Kimberly-Clark Healthcare and BD. Previous board roles include LiveBetter and the Asthma Foundation ACT; an AMI Marketing Awards for Excellence Judge and past AMI NSW State Committee Chair; a past International Business Awards Judge and CXO Leaders Awards Judge as well as a member of the Cancer Australia Research Grant Advisory Committee. Julie was shortlisted for the Telstra Business Women's Awards (medium to large business) 2019 and is a finalist in the CEO Magazine Executive of the Year Awards.

Special responsibilities: Marketing

BARBARA MAY FOUNDATION

ABN 35 141 248 900

Directors' report at 30 June 2019

Meeting of directors

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

	Board of directors	
	Eligible to attend	Attended
Michael J Sharpe	6	5
Samantha Hargreaves	6	6
David J Browning	6	6
George V Browning	6	4
Maryanne Ayres	6	5
Tom Crawford	6	6
Matthew Pendleton	6	6
Julie Toma	6	4

Contributions on winding up

In the event of the company being wound up, ordinary members are required to contribute a maximum of \$100 each.

The total amount that members of the company are liable to contribute if the company is wound up is \$1,000, based on 10 current members.

Auditor's independence declaration

A copy of the auditor's independence declaration is set out on Page 7.

Signed in accordance with a resolution of directors.



David Browning

Dated this 18th day of October 2019

BOWRAL

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER ACNC ACT SECTION 60-40
TO THE DIRECTORS OF BARBARA MAY FOUNDATION**

In accordance with Subdivision 60-C of the *Australian Charities and Not for Profits Commission Act 2012*, I am pleased to provide the following declaration of independence to the directors of Barbara May Foundation. As the lead audit partner for the audit of the financial report of Barbara May Foundation for the year ended 30 June 2019, I declare that, to the best of my knowledge and belief, during the year ended 30 June 2019 there have been no contraventions of:

- a) the auditor independence requirements as set out in the *Australian Charities and Not for Profits Commission Act 2012* in relation to the audit; and
- b) any applicable code of professional conduct in relation to the audit.

Kelly Partners (South West Sydney) Partnership



Daniel Kuchta

Registered Auditor Number 335565

Campbelltown

Dated this 18th day of October 2019.

BARBARA MAY FOUNDATION
ABN 35 141 248 900

Statement of comprehensive income for the year ended 30 June 2019

	Note	2019 \$	2018 \$
Income			
Donations	2	1,447,825	1,310,475
Government grants	2	-	56,723
Fundraising events		134,640	40,730
Merchandise sales		645	-
Total funds raised		1,583,110	1,407,928
Interest income		18,414	4,444
Total income		1,601,524	1,412,372
Program expenditure	3	(1,097,990)	(1,005,789)
Overheads			
Fundraising expenses		(88,556)	(25,824)
Administration and accountability expenses	3	(121,364)	(120,265)
Total overheads		(209,920)	(146,089)
Excess/(shortfall) of income over expenditure before income tax expense		293,614	260,494
Income tax expense	1(h)	-	-
Excess/(shortfall) of income over expenditure		293,614	260,494
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year		293,614	260,494

The above statement of comprehensive income should be read in conjunction with the accompanying notes.

BARBARA MAY FOUNDATION**ABN 35 141 248 900**

Statement of financial position as at 30 June 2019

	Note	2019 \$	2018 \$
Current assets			
Cash and cash equivalents	4	1,361,685	1,026,432
Trade and other receivables	5	726	13,513
Prepaid expenses		11,741	10,815
Total current assets		1,374,152	1,050,760
Non-current assets			
Plant and equipment	6	645	-
Total non-current assets		645	-
Total assets		1,374,797	1,050,760
Current liabilities			
Trade and other payables	7	57,632	28,758
Total current liabilities		57,632	28,758
Non-Current liabilities			
Provisions	8	4,151	2,602
Total non-current liabilities		4,151	2,602
Total liabilities		61,783	31,360
Net assets		1,313,014	1,019,400
Equity			
Retained surpluses		1,313,014	1,019,400
Total equity		1,313,014	1,019,400

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

BARBARA MAY FOUNDATION
ABN 35 141 248 900

Statement of changes in equity for the year ended 30 June 2019

	Retained surpluses	Total equity
	\$	\$
Balance at 1 July 2017	758,906	758,906
Excess of revenue over expenditure	260,494	260,494
Other comprehensive income for the year, net of tax	-	-
Balance at 30 June 2018	1,019,400	1,019,400
Balance at 1 July 2018	1,019,400	1,019,400
Excess of revenue over expenditure	293,614	293,614
Other comprehensive income for the year, net of tax	-	-
Balance at 30 June 2019	1,313,014	1,313,014

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

BARBARA MAY FOUNDATION

ABN 35 141 248 900

Statement of cash flows for the year ended 30 June 2019

	Note	2019 \$	2018 \$
Cash flows from operating activities			
Donations received		1,460,600	1,297,700
Grants received		-	56,723
Other income received (incl. GST)		135,350	40,730
Distributions to overseas partners		(979,529)	(961,395)
Payments to suppliers and employees (incl. GST)		(298,675)	(174,235)
Interest received		18,414	4,445
Net cash inflow from operating activities		336,160	263,968
Cash flows from investing activities			
Payments for property, plant and equipment		(907)	-
Net cash outflow from investing activities		(907)	-
Net increase in cash and cash equivalents			
Cash and cash equivalents at the beginning of the financial year		1,026,432	762,464
Cash and cash equivalents at the end of the financial year	4	1,361,685	1,026,432

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

BARBARA MAY FOUNDATION

ABN 35 141 248 900

Notes to the financial statements for the year ended 30 June 2019

Note 1: Summary of significant accounting policies

Basis of preparation

The Barbara May Foundation (BMF or the Company) applies Australian Accounting Standards - Reduced Disclosure Requirements as set out in AASB 1053 *Application of Tiers of Australian Accounting Standards*.

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 *Australian Charities and Not-for-profits Commission Act 2012*. BMF is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

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 the financial statements are presented below and have been consistently applied unless stated otherwise.

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. The amounts presented in the financial statements have been rounded to the nearest dollar.

BMF uses the Australian dollar as its presentation currency as a significant portion of BMF's fundraising activity is denominated in Australian dollars, and the Australian dollar is widely understood by the users of BMF's financial statements. Foreign currency transactions are translated into Australian dollars using the exchange rates prevailing at the dates of the transactions.

Accounting Policies

(a) Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to BMF and the revenue can be reliably measured. All revenue is stated net of the amount of goods and services tax (GST) where applicable.

Donations, fundraising and bequests

BMF recognises amounts donated or raised on behalf of BMF as income only when BMF has an unconditional right to receive the funds, and the amount can be measured reliably. Bequests are recognised when the legacy is received.

Grants

Grant revenue is recognised in profit or loss when BMF obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to BMF and the amount of the grant can be measured reliably.

If conditions are attached to the grant which must be satisfied before BMF is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

When a grant is received on the condition that specified services are delivered to the grantor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the grantor.

Interest income

Interest income is recognised as the interest accrues, using the effective interest method.

BARBARA MAY FOUNDATION

ABN 35 141 248 900

Notes to the financial statements for the year ended 30 June 2019

Note 1: Summary of significant accounting policies (continued)

(b) Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and any impairment losses.

Plant and equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to its estimated recoverable amount and impairment losses recognised either in profit or loss or as a revaluation decrease if the impairment losses relate to a revalued asset. A formal assessment of the recoverable amount is made when impairment indicators are present.

Depreciation

The depreciable amount of all fixed assets, is depreciated on a straight-line basis over the asset's useful life commencing from the time the asset is held ready for use.

The expected useful lives of plant and equipment are generally:

Class of Fixed Asset	Useful Life
Computer hardware	3 years

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at the end of each reporting period.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are recognised in profit or loss in the period in which they arise. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

(c) Employee benefits

Short-term employee benefits

Provision is made for BMF's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly within 12 months after the end of the annual reporting period in which the employee renders the related service, including wages and salaries. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

BMF's obligations for short-term employee benefits such as wages and salaries, as well as annual leave entitlements are recognised as part of current trade and other payables in the statement of financial position.

Other long-term employee benefits

BMF classifies employee's long service leave entitlements as other long-term employee benefits as they are not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Provision is made for BMF's obligation for other long-term employee benefits, which are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures, and are discounted at rates determined by reference to market yields at the end of the reporting period on high quality corporate bonds that have maturity dates that approximate the terms of the obligations. Upon the remeasurement of obligations for other long-term employee benefits, the net change in the obligation is recognised in profit or loss classified under employee expenses.

BARBARA MAY FOUNDATION

ABN 35 141 248 900

Notes to the financial statements for the year ended 30 June 2019

Note 1: Summary of significant accounting policies (continued)

Other long-term employee benefits (continued)

BMF's obligations for long-term employee benefits are presented as non-current liabilities in the statement of financial position, except where BMF does not have an unconditional right to defer settlement for at least 12 months after the end of reporting period, in which case the obligations are presented as current liabilities.

(d) 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 borrowings in current liabilities in the statement of financial position.

Cash on restricted accounts represents revenue received for a specific purpose and therefore is not available to BMF for general use.

(e) Trade and other receivables

Trade and other receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less any loss allowance. The balance is recognised as a current asset with the amounts normally received within 30 days of recognition of the asset.

For all eligible receivables, BMF has applied the simplified approach to measuring expected credit losses which use a lifetime expected loss allowance. To measure the expected credit losses, receivables are grouped based on aging. Counterparties with heightened credit risk are provided for specifically based on historical default rates and forward-looking information. A lifecycle allowance is calculated for the remaining receivables balance based on historical bad debts, a provision matrix and forward-looking information. Where there is no reasonable expectation of recovery, balances are written-off.

(f) Trade and other payables

Trade and other payables represent the liabilities for goods and services received by BMF during the reporting period that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(g) Goods & Services Tax (GST)

BMF is registered for GST and is entitled to GST concessions under Division 176 of *A New Tax System (Goods and Services Tax) Act 1999*. 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).

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 within cash flows from operating activities.

(h) Income tax

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

(i) Comparative figures

Comparative information has been reclassified, where appropriate, to enhance comparability.

(j) Critical accounting estimates and judgements

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires the directors to exercise judgement in the process of applying BMF's accounting policies. There are no significant areas which involve a high degree of complexity or judgement or where assumptions and estimates are significant to the financial statements of BMF.

BARBARA MAY FOUNDATION
ABN 35 141 248 900

Notes to the financial statements for the year ended 30 June 2019

Note 1: Summary of significant accounting policies (continued)

(k) Changes in accounting policies

BMF has adopted AASB 9 *Financial Instruments* effective from 1 July 2018. AASB 9 replaces the provisions of AASB 139 that relate to the recognition, classification and measurement of financial assets and financial liabilities, de-recognition of financial instruments, impairment of financial assets, and hedge accounting. BMF has applied AASB 9 retrospectively, but has elected to not restate comparative information. As a result, the comparative information provided continues to be accounted for in accordance with BMF's previous accounting policy.

The adoption of AASB 9 has resulted in changes in BMF's accounting policies. The new policy is set out in Note 1(e) above. The adoption of AASB 9 has not resulted in any adjustments to the amounts recognised in the financial statements.

(l) New accounting standards and interpretations not yet adopted

AASB 15 Revenue from Contracts with Customers and AASB 1058 Income of Not-for-Profit Entities

AASB 15 and AASB 1058 are applicable to BMF from 1 July 2019. These new standards replace the revenue recognition principles under the current revenue standards. The new standards are not expected to have a material impact on BMF's financial statements.

AASB 16 Leases

AASB 16 is applicable to BMF from 1 July 2019. AASB 16 requires a lessee to recognise a lease liability representing its obligation to make future lease payments and a right-of-use asset representing its right to use the underlying asset for the lease term. The new standard is not expected to have any impact on BMF's financial statements.

BARBARA MAY FOUNDATION

ABN 35 141 248 900

Notes to the financial statements for the year ended 30 June 2019

	2019	2018
	\$	\$
Note 2: Fundraising information		
Donations		
New South Wales	730,812	725,332
Victoria	591,814	464,287
Queensland	25,769	20,425
Australian Capital Territory	13,250	22,031
Western Australia	4,700	200
South Australia	950	250
Tasmania	675	700
International	21,679	25,152
Unspecified	58,176	52,098
Total donations	<u>1,447,825</u>	<u>1,310,475</u>
Government grants		
Australian embassy	<u>-</u>	<u>56,723</u>

BMF did not benefit directly from any government assistance during 2019. A grant was received in 2018 from the Australian embassy in Addis Ababa, Ethiopia for the training, education and employment of women as midwives and health extension workers for the Vision Maternity Care Hospital in Bahir Dar, Ethiopia. There were no unfulfilled conditions or other contingencies attached to this grant as at 30 June 2018. BMF did not benefit directly from any other government assistance during 2018.

Note 3: Expenses

Program Expenditure

Barbara May Maternity Hospital, Mille, Ethiopia	361,213	354,189
Rural Maternity Program, Afar Region, Ethiopia	143,220	124,403
Vision Maternity Care Hospital, Barhir Dar, Ethiopia	433,732	294,864
Kivulini Maternity Centre, Arusha, Tanzania	71,546	187,939
Medical supervision and travel	88,279	44,394
	<u>1,097,990</u>	<u>1,005,789</u>

Administrative Expenses

Employee expenses	98,985	87,674
Promotional expenses	5,513	19,473
Depreciation expense	263	-
Other administrative expenses	16,603	13,118
	<u>121,364</u>	<u>120,265</u>

The expense recognised within employee expenses for defined contribution post-employment benefit plans was \$14,329 (2018: \$10,913).

BMF operates in one geographic area - Australia (country of domicile). Although BMF provides overseas aid, this is provided through the funding of independent agencies or representatives in affected countries and, as such, BMF does not operate outside Australia.

BARBARA MAY FOUNDATION

ABN 35 141 248 900

Notes to the financial statements for the year ended 30 June 2019

	2019	2018
	\$	\$
Note 4: Cash and cash equivalents		
Cash on hand	8,380	-
Cash at bank	906,404	491,961
Cash on restricted accounts	446,901	276,704
Cash on short-term deposits	-	257,767
	<u>1,361,685</u>	<u>1,026,432</u>
Note 5: Receivables		
Donations receivable	-	12,775
GST receivable	726	738
	<u>726</u>	<u>13,513</u>
Note 6: Plant and equipment		
Computer hardware	908	789
Less: Accumulated depreciation	(263)	(789)
	<u>645</u>	<u>-</u>
Note 7: Trade and other payables		
Trade payables	8,004	7,819
Accrued expenses	31,582	1,400
Employee liabilities	10,963	12,540
PAYG withholding	7,083	6,999
	<u>57,632</u>	<u>28,758</u>
Note 8: Provisions		
Provision for long service leave	<u>4,151</u>	<u>2,602</u>

Note 9: Share capital

BMF has been registered as a public company limited by guarantee under sub-section 383(1) of the *Corporations Act 2001*.

Note 10: Contingent liabilities

BMF had no contingent liabilities as at 30 June 2019 (2018: None).

Note 11: Commitments for expenditure

BMF had no commitments for expenditure as at 30 June 2019 (2018: None).

Note 12: Key management personnel compensation

Any person having authority and responsibility for planning, directing and controlling the activities of an entity, directly or indirectly, including any director (whether executive or otherwise) of that entity, is considered to be a key management personnel (KMP).

Total remuneration paid to KMP of BMF during the year was \$100,000 (2018: \$50,048), representing remuneration paid to Dr Andrew Browning AM. Dr Andrew Browning AM has been employed as BMF's Medical Director since 1 January 2018. Dr Andrew Browning AM allocates approximately 70% of his time employed by BMF to supervising the work BMF supports in Africa, and therefore his employment costs have been apportioned between project expenditure and overheads within the statement of comprehensive income accordingly.

BARBARA MAY FOUNDATION

ABN 35 141 248 900

Notes to the financial statements for the year ended 30 June 2019

Note 13: Other related party transactions

Transactions with related parties

During the financial year, Dr Andrew Browning AM acted as a Director of both the organisations governing Vision Maternity Care Hospital and Kivulini Maternity Centre. Program expenditure with these organisations has been disclosed in Note 3. These transactions are on the same terms and conditions that applied to all other organisations.

PricewaterhouseCoopers (PwC) provided professional services on a pro bono basis.

Donations were received from Directors and Director-related entities during the year. These donations are on the same terms and conditions as all other donations.

There were no other transactions with related parties during the financial year.

Receivable from and payable to related parties

There were no trade receivables from or trade payables to related parties at the reporting date.

Loans to/from related parties

There were no loans to or from related parties at the reporting date.

Note 14: Events occurring after the reporting date

No matter or circumstance has arisen since 30 June 2019 that has significantly affected, or may significantly affect BMF's operations, the results of those operations, or BMF's state of affairs in future financial years.

BARBARA MAY FOUNDATION

ABN 35 141 248 900

Directors' declaration at 30 June 2019

The directors of the Barbara May Foundation declare that, in the directors' opinion:

1. The financial statements and notes are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, and
 - a. comply with Accounting Standards - Reduced Disclosure Requirements; and
 - b. give a true and fair view of the financial position of the Barbara May Foundation as at 30 June 2019 and of its performance for the year ended on that date.
2. There are reasonable grounds to believe that the Barbara May Foundation will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profits Commission Regulation 2013*.



David Browning

Director

Dated this 18th day of October 2019

BOWRAL

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BARBARA MAY FOUNDATION

Opinion

We have audited the financial report of Barbara May Foundation (the Company), which comprises the statement of financial position as at 30 June 2019, the statement of comprehensive income, statement of changes in equity and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of Barbara May Foundation is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (a) giving a true and fair view of the company's financial position as at 30 June 2019 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards - Reduced Disclosure Requirements and Division 60 of the *Australian Charities and Not-for-profits Regulation 2013*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of the Directors for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the directors determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Kelly Partners (South West Sydney) Partnership



Daniel Kuchta

Registered Auditor Number 335565

Campbelltown

Dated this 18th day of October 2019.