

Financial Reports

AURORA EDUCATION FOUNDATION LIMITED
30 June 2017

Prepared by Quantum Partners Accountants

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Income Statement

AURORA EDUCATION FOUNDATION LIMITED For the year ended 30 June 2017

| | NOTES | 2017 | 2016 |
|--|-------|------------------|------------------|
| Income | | | |
| Donations | | 610,820 | 669,931 |
| Grant Income | | 1,561,583 | 1,507,420 |
| Contract Revenue | | 440,845 | 801,587 |
| Total Income | | 2,613,249 | 2,978,939 |
| Other Income | | | |
| Interest Received - ANZ Bank | | 6,443 | 17,356 |
| Foreign Currency Gains & Losses | | (11,762) | - |
| Total Other Income | | (5,319) | 17,356 |
| Total Income | | 2,607,930 | 2,996,295 |
| Expenses | | | |
| High School Program | | 1,480,787 | 2,093,403 |
| Indigenous Scholarships Portal | | 439,619 | 407,868 |
| International Scholarships | | 204,477 | 84,034 |
| International Scholars' Study Tour | | 348,403 | 347,936 |
| Educational Outreach | | 27,003 | 16,516 |
| Placements | | 59,842 | 45,621 |
| Total Expenses | | 2,560,131 | 2,995,378 |
| Profit/(Loss) before Taxation | | 47,799 | 917 |
| Net Profit After Tax | | 47,799 | 917 |
| Net Profit After Dividends Paid | | 47,799 | 917 |

Balance Sheet

AURORA EDUCATION FOUNDATION LIMITED As at 30 June 2017

| | NOTES | 30 JUN 2017 | 30 JUN 2016 |
|--------------------------------------|-------|------------------|------------------|
| Assets | | | |
| Current Assets | | | |
| Cash and Cash Equivalents | 2 | 4,625,815 | 645,648 |
| Trade and Other Receivables | 3 | 393,228 | 531,548 |
| Other Assets | 4 | - | 40,961 |
| Total Current Assets | | 5,019,043 | 1,218,157 |
| Total Assets | | 5,019,043 | 1,218,157 |
| Liabilities | | | |
| Current Liabilities | | | |
| Trade and Other Payables | 5 | 2,761,181 | 967,302 |
| Borrowings | 6 | 11,319 | 27,853 |
| Total Current Liabilities | | 2,772,500 | 995,155 |
| Non-Current Liabilities | | | |
| Provisions | 7 | 24,641 | 12,166 |
| Other Non-Current Liabilities | 8 | 2,146,750 | 183,484 |
| Total Non-Current Liabilities | | 2,171,391 | 195,650 |
| Total Liabilities | | 4,943,891 | 1,190,804 |
| Net Assets | | 75,152 | 27,353 |
| Equity | | | |
| Retained Earnings | | 75,152 | 27,353 |
| Total Equity | | 75,152 | 27,353 |

Notes to the Financial Statements

AURORA EDUCATION FOUNDATION LIMITED For the year ended 30 June 2017

1. Statement of Significant Accounting Policies

The directors have determined that the company is not a reporting entity and accordingly, this financial report is a special purpose report prepared for the sole purpose of distributing a financial report to members and must not be used for any other purpose. The directors have determined that the accounting policies adopted are appropriate to meet the needs of the members.

The financial report has been prepared on an accrual basis and under the historical cost convention, except for certain assets, which, as noted, have been written down to fair value as a result of impairment. Unless otherwise stated, the accounting policies adopted are consistent with those of the prior year.

The accounting policies that have been adopted in the preparation of the statements are as follows:

Trade and Other Receivables

Trade receivables and other receivables, including distributions receivable, are recognised at the nominal transaction value without taking into account the time value of money. If required a provision for doubtful debt has been created.

Trade and Other Payables

Trade and other payables represent the liabilities for goods and services received by the company that remain unpaid at 30 June 2017. Trade payables are recognised at their transaction price. They are subject to normal credit terms and do not bear interest.

Goods and Services Tax

Transactions are recognised net of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the balance sheet.

| | 2017 | 2016 |
|---|------------------|----------------|
| 2. Cash & Cash Equivalents | | |
| Australian Bank Accounts | | |
| ANZ Business Account | 2,649 | 43,575 |
| ANZ Online Saver | 4,394,379 | 585,347 |
| Total Australian Bank Accounts | 4,397,028 | 628,922 |
| Foreign Currency Bank Accounts | | |
| HSBC Account #5095 | 15,738 | (3,274) |
| HSBC Account #8730 | 165,685 | 20,000 |
| USD Account #7871 | (1,333) | - |
| USD Account #8452 | 48,697 | - |
| Total Foreign Currency Bank Accounts | 228,787 | 16,726 |
| Total Cash & Cash Equivalents | 4,625,815 | 645,648 |

| | 2017 | 2016 |
|---|------------------|----------------|
| 3. Trade and Other Receivables | | |
| Trade Debtors | 328,110 | 490,311 |
| GST Paid | 51,468 | 35,978 |
| Sundry Debtors | | |
| Income Accrual | 13,491 | 4,761 |
| Wages in Advance | 159 | 499 |
| Total Sundry Debtors | 13,650 | 5,259 |
| Total Trade and Other Receivables | 393,228 | 531,548 |
| | 2017 | 2016 |
| 4. Other Assets | | |
| Prepayments - Wesley College | - | 40,961 |
| Total Other Assets | - | 40,961 |
| | 2017 | 2016 |
| 5. Trade and Other Payables | | |
| Trade Creditors | 25,797 | 472,808 |
| GST Collected | 498,435 | 46,213 |
| Loans & Advances | - | 21,238 |
| Accruals | 94,216 | 59,081 |
| Provision for Annual Leave | 13,529 | 42,767 |
| PAYGW Payable | 14,206 | - |
| Other Creditors | | |
| Donation from Aurora Pty Ltd | - | 7,214 |
| Eureka Benevolent Fund for Harvard Scholarships | 50,000 | - |
| Eureka Benevolent Fund for Single Application | - | 49,808 |
| Honeywell Scholarships | 10,000 | - |
| Income Deferred for Committed Project Expenditure | 1,948,517 | 203,969 |
| Macquarie Funding | 106,482 | - |
| Perpetual Funding | - | 64,203 |
| Total Other Creditors | 2,114,998 | 325,195 |
| Total Trade and Other Payables | 2,761,181 | 967,302 |
| | 2017 | 2016 |
| 6. Borrowings | | |
| Visa Card | 11,319 | 27,853 |
| Total Borrowings | 11,319 | 27,853 |

| | 2017 | 2016 |
|----------------------------------|---------------|---------------|
| 7. Provisions | | |
| Provision for Long Service Leave | 24,641 | 12,166 |
| Total Provisions | 24,641 | 12,166 |

| | 2017 | 2016 |
|---|------------------|----------------|
| 8. Other Non-Current Liabilities | | |
| Eureka Benevolent Fund for Harvard | - | 50,000 |
| Income Deferred for Committed Project Expenditure | 2,146,750 | - |
| Macquarie Funding | - | 133,484 |
| Total Other Non-Current Liabilities | 2,146,750 | 183,484 |

Appropriation Statement

AURORA EDUCATION FOUNDATION LIMITED For the year ended 30 June 2017

| | NOTES | 2017 | 2016 |
|--|-------|--------|--------|
| Retained Earnings after Appropriation | | | |
| Retained Earnings At Start of Year | | 27,353 | 26,436 |
| Profit / (loss) Before Taxation | | 47,799 | 917 |
| Retained Earnings After Appropriation | | 75,152 | 27,353 |

Directors Declaration

AURORA EDUCATION FOUNDATION LIMITED For the year ended 30 June 2017

The directors have determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

The directors of the company declare that:

1. the financial statements and notes, present fairly the company's financial position as at 30 June 2017 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements; and
2. in the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

Director: _____


Anthony Mitchell

Director: _____


Julie Coates

Date: 20th day of December 2017

Independent Auditor's report

AURORA EDUCATION FOUNDATION LIMITED

For the year ended 30 June 2017

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report, of Aurora Education Foundation Limited, which comprises the balance sheet as at 30 June 2017, the income and expenditure statement for the year then ended, cash flow statement, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such internal control as the director determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error. In Note 1, the directors also state, in accordance with Accounting Standard AASB 101: Presentation of Financial Statements, that the financial statements comply with International Financial Reporting Standards (IFRS).

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's 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.

Independent

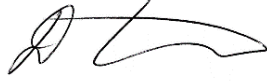
In conducting our audit, we have complied with the independence requirements of the Corporations Act 2001. We confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of the company, would be in the same terms if given to the directors as at the time of this auditor's report.

Auditor's Opinion

In our opinion:

- (a) the financial report of Aurora Education Foundation Limited is in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the company's financial position as at 30 June 2017 and of its performance for the year ended on that date; and
 - (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001; and
- (b) The financial report also complies with international Financial Reporting Standards as disclosed in Note 1.

Name of Firm: Quantum Partners Accountants
Certified Practising Accountants



Name of Auditor: _____
David Lipson

Address: Level 1, Suite 1, 97 Grafton Street Bondi Junction NSW 2022

Dated this 21st day of December 2017

Statement of Cash Flows

AURORA EDUCATION FOUNDATION LIMITED For the year ended 30 June 2017

2017

Cash flows from Operating Activities

| | |
|---|------------------|
| Grants, Contract & Donation Income | 4,570,571 |
| Payments from Suppliers and Contractors | (596,848) |
| Interest received | 6,443 |
| Total Cash flows from Operating Activities | 3,980,167 |

Cash flows from Investing Activities

| | |
|---|----------|
| Payments for Investments | - |
| Total Cash flows from Investing Activities | - |

Cash flows from Financing Activities

| | |
|---|----------|
| Repayment of Financial Investments | - |
| Total Cash flows from Financing Activities | - |

| | |
|---|------------------|
| Net increase/(decrease) in cash held | 3,980,167 |
|---|------------------|

Cash Balances

| | |
|----------------------|-----------|
| Opening cash balance | 645,648 |
| Closing cash balance | 4,625,815 |
| Movement in cash | 3,980,167 |