

CLAN CARING & LIVING AS NEIGHBOURS



ANNUAL REPORT
2017-2018



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ABN 30 897 322 928

CLAN Inc.

13 Fourth Avenue

Denistone NSW 2114

Australia

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On 27 May 2011, CLAN was formally accepted as a signatory to the Australian Council for International Development (ACFID) Code of Conduct.

CLAN is committed to improving international development outcomes and increasing stakeholder trust through enhanced transparency and accountability.



ACFID
MEMBER

PRESIDENT'S REPORT

As we reflect on the year gone past, and plan for the years ahead, there are two recurring themes that resonate again and again: the power of community development and the critical importance of partnerships.

Since our earliest days, working with the Congenital Adrenal Hyperplasia (CAH) Community in Vietnam in 2004, CLAN has focused our strategies and activities according to the priorities and needs of the communities of children and families we serve. Over the years, the location and nature of the communities we have had the privilege of working with has changed dramatically, and we have been blessed to meet and work with an incredibly diverse array of partners, supporters, organisations and passionate volunteers, all committed to driving change for children living with chronic health conditions around the world.

Amongst all this change – from Asia to Africa, CAH to Nodding Syndrome – CLAN's strategic framework for action and five pillars have remained steadfast constants, and informed our entire body of work to date. We are grateful to the many partners who have travelled the journey with us – literally and figuratively! – and acknowledge nothing would have been possible had it not been for the kindness and generosity of so many, for so long.

As we move forward, CLAN will continue to focus on community development and partnerships, and ensure they remain at the heart of all that CLAN does. Thank you to all those who feature in our Annual Report for 2017-18 and we look forward to many more years of partnership for the benefit of the communities with whom we have, do and will collaborate.



DR KATE ARMSTRONG

President, CLAN Inc.

ABOUT CLAN

CLAN is an acronym for Caring & Living As Neighbours.

CLAN (Caring & Living As Neighbours) was founded in Australia in 2004 in response to stories in Australian and American Congenital Adrenal Hyperplasia (CAH) support group newsletters that outlined the shocking global inequity that existed for children living with CAH.

While a child living with CAH in Australia and other high income countries could expect a high quality of life, children in lower and middle income countries were dying and suffering unspeakable disability.

Early success helping improve quality of life and reduce mortality for children living with CAH in Vietnam led to requests for assistance from health professionals and families to help children with CAH in the Philippines, Indonesia and later Pakistan.

In 2007, CLAN was invited to help transfer their learnings from CAH to benefit children living with Diabetes in Vietnam, followed by Autism, Nephrotic Syndrome, Osteogenesis Imperfecta and Duchenne Muscular Dystrophy. CLAN's Strategic Framework for Action, founded on a right's based, community development approach, and a focus on five key pillars, was instrumental to CLAN's success.

OUR VISION

That all children living with chronic health conditions in resource poor settings of the world will enjoy a quality of life on par with that of their neighbours' children in wealthier settings.

OUR MISSION

To maximise the quality of life for children and their families who are living with chronic health conditions in resource poor settings of the world.

OFFICE BEARERS

(Left to Right)

President and Founder of CLAN - Dr Kate Armstrong

Vice President - Cath Cole

Treasurer - Joseph Hansen

Secretary - Marilyn Hansen

Public Officer - Julia Ridulfo

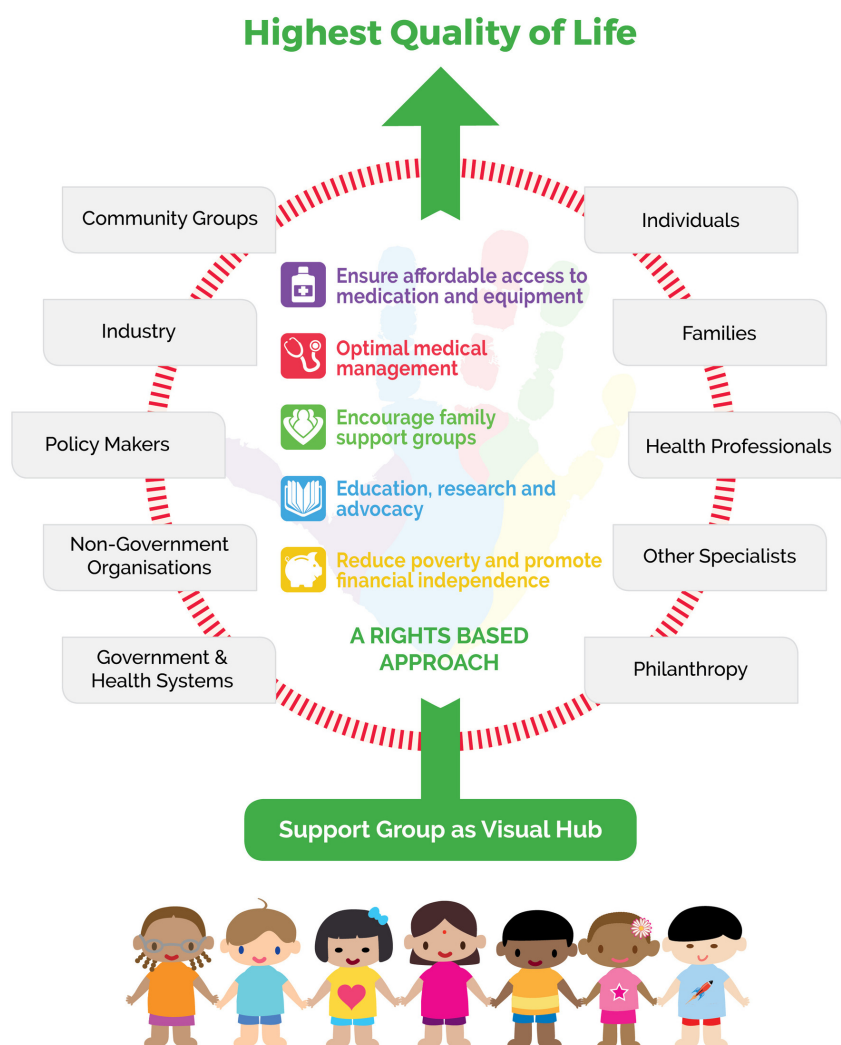


STRATEGIC FRAMEWORK FOR ACTION

We are all RESPONSIBLE!

We believe in working together to effect change on a global scale for children with chronic health conditions. It is vital that we all strive for this, because the children and families themselves are virtually powerless to effect change without the help of their neighbours, friends, health care professionals and concerned global citizens.

We take a rights-based, grassroots community development approach, informed by a strategic framework for action with five key Pillars.



GOVERNANCE FRAMEWORK

CLAN's governance framework underpins CLAN's governing roles and areas of organisational management. Application of our governance involves a broad range of stakeholders, all maintaining communities of children (and their families) who are living with chronic health conditions as the major focus of all efforts in order to fulfil our vision and mission. This person and community-centred approach requires us to work with stakeholders and partners professionally and effectively at all times in order to achieve outcomes. Collegial and positive relationships with stakeholders are an essential focus of all our activities. They are included in planning, implementing, evaluating and reporting on our activities and this has resulted in significant health benefits to communities, and has resulted in our growth and positive reputation in many resource poor communities and countries around the world.

As CLAN is funded by donations and grants, careful financial management is essential. Opportunities and requests can be significantly greater than our resources so we strive to use and direct limited resources and energies as effectively as possible. Working with partners to implement our programs internationally requires diligent identification and management of risks, and the implementation of policies and procedures to ensure compliance with legislated requirements in Australia.

CLAN is proud to adhere to national and international ethical practice, informed by the following standards:

- IFRCRC - (International Federation of Red Cross/Red Crescent Societies) Code of Conduct
- WANGO - (World Association of Non-Government Organisations) Code of Ethics and Conduct for NGO's
- ACFID - (Australian Council for International Development) Code of Conduct
- ACNC - (Australian Charities and Not for Profit Commission)

We align our work and professional practice in accordance with:

- United Nations Conventions and Rights of the Child
- United Nations Millennium Development Goals
- The Sphere Project Humanitarian Charter
- ACFID NGO Effectiveness Framework (June 2004)

HONORARY MEMBERSHIP

CLAN is proud and honoured to present the Honorary Associate Membership for 2017-2018 to Rose Rodas. Rose has been an avid supporter of CLAN since 2012 when CLAN was establishing NCD Child.

Rose was first introduced to CLAN through a colleague at the Harvard Global Equity Initiative, which would become a founding member of the coalition that would soon become NCD Child. Upon the completion of her Masters' in Public Health Rose was actively searching for an opportunity to apply her acquired skills. Rose has a history of working with vulnerable populations in the Asia-Pacific region where she witnessed first-hand the rapid rate of growing socioeconomic inequality of NCD risks and NCD prevalence, especially among children and adolescents. Seeing how important prevention is, Rose was motivated to collaborate with organisations that focused on early, equitable and collective actions to reduce premature mortality related to NCDs.

Rose stated, "CLAN's five pillars and framework for action really caught my attention because it is a comprehensive and sustainable framework anchored in community development, knowledge translation, and a rights-based community centred approach. The pillars reflected my own values and passion for empowering communities to become agents of change".



In 2012, Rose joined CLAN's team as a project officer for NCD Child. She worked alongside CLAN's leadership team to develop NCD Child's organisational structure, strategic plans, website, social media presence and e-newsletters. In addition to her work with NCD Child, Rose assisted on a number of CLAN projects including our new website and social media content, the development of rights-based flyers, the submission of two DFAT Australian Award programs (2015 and 2016), and the management of the 2015 DFAT Australian Award program.

Adding onto her already impressive CV, Rose will start her training to become a registered Douala with a focus on increasing access to prenatal, birthing and postpartum care for people living with visible and invisible vulnerabilities.

We are so grateful to have dedicated supporters like Rose and would like to thank her for the incredible support throughout the years. Thank you for all you have done and best of luck in all your future endeavours!

NCD COMMUNITY DEVELOPMENT IN ACTION

On 23 November 2017, friends, families and patients of the National Institute of Child Health (NICH) gathered alongside members of the Akram Foundation to observe World Diabetes Day.

The brilliant day was made extra special by the attendance of Cricket World Cup winner and founder of the Akram Foundation, Wasim Akram. His wife Shaniera and several members of the foundation accompanied him on his visit to NICH. World Diabetes Day is a significant day for Akram who was diagnosed with type 1 diabetes at the age of 29.

Akram spent the day making rounds at the hospital encouraging patients and families and reminding them to never lose hope. He spoke of his life living with diabetes, providing insight on management. The event was significant as it exposed Akram and foundation members to the younger population of individuals living with diabetes in Pakistan. Patients living with diabetes that are registered at the NICH receive insulin at no cost. At this moment, the NICH is the only hospital in Karachi that is offering holistic care from a diabetes team (including an educator, dietician and paediatric endocrinologist) and critical care as needed in a dedicated diabetes ward.

On World Diabetes Day 2017 the team at NICH proudly shared an initial template of our latest collaborative project, the translation of Geoff Ambler and Fergus Cameron's book on Diabetes into the Urdu language. This exciting project was initiated by CLAN in 2015, and it is hoped the final translation will ultimately support Urdu-speaking children and families not only in Pakistan but also Australia and other countries around the world. The book is comprehensive and contains information about the management of Type 1 Diabetes. Current efforts are focused on finalizing and printing the book so it can be made freely available to all families when they visit NICH for their check-ups.

In his address to families on the day, Prof. Jamal Raza (Director of NICH) shared updates on the measures NICH is taking for the future. The hospital is very proud of the new electronic diabetes register now in use, and optimistic it will assist efforts to improve care and promote research and other initiatives to help those living with diabetes in Pakistan.

Another highlight of the day was the outdoor entertainment conducted by volunteers from the Grammar School in Karachi. Various stalls were set up for dietary counselling, education sessions on injection techniques, free screenings for blood glucose levels and fun games for the children. Attendees also received a diabetes friendly lunch. The NICH distributed goody bags including glucometers and strips along with information on how to use them.

World Diabetes Day 2017 was a great opportunity to support the children and families attending NICH for diabetes care, and inspire all young people living with diabetes in Pakistan that life is full of exciting possibilities and they are not alone in their journey!



NODDING SYNDROME IN UGANDA

The Nodding Syndrome Community (NoS) in Uganda was introduced to CLAN in August 2017 by Dr Andrew Twineamatsiko. While completing his studies, Andrew was introduced to a rural and remote community in Northern Uganda. The community had limited access to medicine and medical care and was struck with Nodding Syndrome. It became clear to Andrew that children were experiencing intense pain along with malnutrition, lack of medical care, and were plagued with the stigma associated with their low economic status. Dr Twineamatsiko reached out to CLAN in hopes of learning how to help communities of children affected by chronic illness. Soon after the first conversation, CLAN knew they had to do all they could to help the NoS community.

The NoS community in Uganda has been under the guidance of Dr Twineamatsiko and CLAN's Strategic Framework for Action approach. With the help of CLAN, Dr Twineamatsiko set both short- and long-term targets for each one of CLAN's pillars. Most importantly, CLAN and Andrew aimed at creating a stable and empowering support group comprised of families affected by NoS.

The first NoS support group has been established with 16 families regularly meeting. Together they have established a financial savings group in hopes of boosting their incomes. Under Andrew's leadership his team trained and educated health workers and medical students about NoS to help demystify the condition and reduce the stigma. They were encouraged to engage in research about the condition and the similarities to Epilepsy. Through advocacy, the government of Uganda was motivated to release funds to support Nodding Syndrome as well as re-opening the treatment centre.

Since January 2018 Dr Twineamatsiko has revised the project aims to increase scope and support more communities. The support group that has been established will be a role model for other NoS affected families.



PARTNERSHIPS

Life for a Child

The Life for a Child (LFAC) Program is an organisation that supports 18,000 children and young people with type 1 diabetes up to the age of 26 years in 41 countries, with insulin, test strips, HbA1c machines and cartridges, technical advice and education.

CLAN and LFAC have enjoyed a warm collaborative partnership over the last 7-8 years, sharing ideas, advocating for children and young people with diabetes, and coming together to conduct education workshops for health professionals in Vietnam and Pakistan where both organisations have a presence.

Le-High University

Nadine is a senior at Lehigh University in Bethlehem, Pennsylvania in the United States. She is a double-major in Public Health and Political Science with a dual minor concentration in Sustainable Development and Environmental Studies. Lehigh University founded the United Nations NGO Youth Representative program that has since expanded worldwide. She has been on board as a youth representative with CLAN since July 2016.

Nadine is the first CLAN Youth Representative to serve at the United Nations (UN) in Geneva Switzerland during April and May 2018. Nadine said of her time at the UN, "this presents a great opportunity for future youth representatives to become active and visible outside of UNHQ in New York which only furthers the ever-strengthening youth engagement agenda."

In Geneva nadine attended the 71st World Health Assembly (WHA) where she identified two major themes - Universal health coverage and non-communicable diseases, with an encouraging amount of dialogue surrounding access to medicines.

NSW Police Legacy

Since 2016, CLAN has enjoyed a close relationship with NSW Police Legacy, a not for profit that cares for the families of deceased police officers in NSW. Originally connected through CLAN's Vice President, Cath Cole who is a former Director of NSW Police Legacy, the relationship was strengthened through CLAN's Public Officer Julia Ridulfo and long-standing intern and Communications Officer Stephanie Carde who both work at NSW Police Legacy.

CLAN has enjoyed sharing office space and the facilities for Association Meetings and the Annual General Meeting and thanks NSW Police Legacy for their generosity and collaboration.



FUNDING

The CLAN donor community is at the heart of what we do. We acknowledge and express our gratitude and appreciation to all of our supporters who enable us to achieve numerous significant and global outcomes.

We rely on the generous support of our donor community to continue improving the quality of life of children and families with chronic health conditions in resource poor countries. Through regular and one-off donations, fundraising events, corporate sponsorships and government grants, donors have funded many projects to give a voice to the children and families living with debilitating chronic health conditions.

We ensure that our relationship with our donor community is built on trust, transparency and is ethical in every sense of the word. We seek to establish and maintain high standards of ethics amongst our members, staff and volunteers by adhering to the following ethical principles:

- Honesty
- Respect
- Integrity
- Empathy
- Transparency

Please help us to improve the quality of life for children living with chronic health conditions in countries where access to affordable medicine and quality healthcare isn't available. Where the chronic condition they have is often misdiagnosed, misunderstood, or hidden under layers of cultural stigma. Where existing health systems aren't able to provide the quality of care the child deserves.

Every child has the right to good health care.

Please donate today.

www.clanchildhealth.org/donate



**CLAN (CARING AND LIVING AS NEIGHBOURS)
INCORPORATED**

ABN 30 897 322 928

FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2018

CLAN (CARING AND LIVING AS NEIGHBOURS) INCORPORATED
ABN 30 897 322 928

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CLAN (CARING AND LIVING AS NEIGHBOURS) INCORPORATED
ABN 30 897 322 928

COMMITTEE'S REPORT

Your committee members submit the financial report of CLAN (Caring And Living As Neighbours) Incorporated for the financial year ended 30 June 2018.

Committee Members

The names of the committee members in office at anytime during or since the end of the year are:

Dr Kate Armstrong
Catherine Cole
Heidi Westerman
Valerie Foley

Principal Activities

The principal activities of the association during the financial year were:

a charitable organisation committed to enhancing equitable health outcomes for children living with chronic health conditions in resource poor settings.

Significant Changes

No significant change in the nature of these activities occurred during the financial year.

Operating Result

The profit after providing for income tax amounted to \$35,013.

Auditor's Independence Declaration

A copy of the auditors independence declaration as required under s60-40 of the Australian Charities and Not-for-profits Commission Act 2012 follows.

Signed in accordance with a resolution of the members of the committee:



Dr Kate Armstrong

Catherine Cole

30 November 2018

**AUDITOR'S INDEPENDENCE DECLARATION UNDER
SECTION 60-40 OF THE AUSTRALIAN CHARITIES AND NOT-FOR-PROFITS
COMMISSION ACT 2012**

**TO THE DIRECTORS OF
CLAN (CARING AND LIVING AS NEIGHBOURS) INCORPORATED**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2018 there have been no contraventions of:

- i. the auditor independence requirements as set out in the Australian Charities and Not-for-profits Commission Act 2012 (Cth) relation to the audit; and
- ii. any applicable code of professional conduct in relation to the audit.

**McGregor & McGregor
Chartered Accountants
591 Hunter Street
NEWCASTLE, NSW, 2300**



PARTNER: W.I. RINKIN

NEWCASTLE

DATE: 5 December, 2018

CLAN (CARING AND LIVING AS NEIGHBOURS) INCORPORATED
ABN 30 897 322 928

INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2018

	2018 \$	2017 \$
INCOME		
Donations and gifts:		
Monetary	-	-
- Corporate donations	6,000.00	-
- Personal donations	6,500.12	13,670.00
- Gofundraise	-	4,075.78
Non-monetary	-	-
Bequests and legacies	-	-
Grants:		
Department of Foreign Affairs & Trade	-	-
Other Australian Grants	-	-
- Diabetes NSW	100,744.69	97,353.12
Overseas Grants	-	-
- Pakistan APMA Project	27,000.00	-
Commercial Activities Income	-	-
Investment Income:		
- Westpac interest	322.08	388.35
Other Income:		
- Members subscriptions	600.00	75.00
- APPEP Fundraiser for APPEP-CLAN Equity Working Group	5,749.11	-
Revenue for International Political or Religious Adherence Promotion Programs	-	-
TOTAL REVENUE	146,916.00	115,562.25
LESS EXPENDITURE		
International Aid and Development Programs Expenditure:		
International Programs		
Funds to International Programs		
- Pakistan CAH Project	-	9,082.48
- Diabetes Projects	74,897.19	94,754.66
- Pakistan APMA Project	22,047.48	-
- Uganda Nodding Syn Project	4,413.17	-
Program Support Costs		
- Pakistan CAH Project	360.00	2,190.00
- Child Friendly Rights	-	1,228.07
- Pakistan Rod project	-	3,363.34
Community Education	-	-
Fund Raising Costs		
- Public	-	-
- Government, multilateral and private	-	-

The accompanying notes form part of these financial statements.

These statements should be read in conjunction with the attached compilation report.

CLAN (CARING AND LIVING AS NEIGHBOURS) INCORPORATED
ABN 30 897 322 928

INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2018

	2018	2017
	\$	\$
Accountability and Administration		
- Accountancy & Audit	2,300.00	2,700.00
- Bank charges	89.94	213.58
- Computer/website expenses	-	5,828.09
- Consultancy	500.00	-
- Depreciation	-	381.62
- Gofundraise fee	300.00	-
- Insurance	2,972.20	2,625.77
- Printing & stationery	-	2,493.00
- Subscriptions	1,696.00	2,271.08
- Teleconferences	418.95	363.31
- Travel, accomodation & conference	1,908.00	2,751.78
Non-monetary expenditure	-	-
Total International Aid and Development Programs Expenditure	<u>111,902.93</u>	<u>130,246.78</u>
International Political or Religious Adherence Promotion Programs Expenditure	-	-
Domestic Program Expenditure	-	-
Commercial Activities Expenditure	-	-
Other Expenditure	-	-
TOTAL EXPENDITURE	<u>111,902.93</u>	<u>130,246.78</u>
	<u>35,013.07</u>	<u>(14,684.53)</u>
NET OPERATING SURPLUS (LOSS)	<u>35,013.07</u>	<u>(14,684.53)</u>
Other comprehensive income:		
Total other comprehensive income for the year	<u>-</u>	<u>-</u>
Total comprehensive income (expense) for the year	<u><u>35,013.07</u></u>	<u><u>(14,684.53)</u></u>
Total comprehensive income (expense) attributable to members of the entity	<u><u>35,013.07</u></u>	<u><u>(14,684.53)</u></u>

The accompanying notes form part of these financial statements.

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CLAN (CARING AND LIVING AS NEIGHBOURS) INCORPORATED
ABN 30 897 322 928

BALANCE SHEET
AS AT 30 JUNE 2018

	Note	2018 \$	2017 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	2	86,740.87	60,578.50
Trade and other receivables	3	749.19	626.00
Financial assets		-	-
Inventories on hand		-	-
Assets held for sale		-	-
Other current assets		-	-
TOTAL CURRENT ASSETS		87,490.06	61,204.50
NON-CURRENT ASSETS			
Trade and other receivables		-	-
Financial assets		-	-
Non-current assets held for sale		-	-
Property, plant and equipment	4	-	-
Investment property		-	-
Intangible assets		-	-
Other non-current assets		-	-
TOTAL NON-CURRENT ASSETS		-	-
TOTAL ASSETS		87,490.06	61,204.50
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	5	-	8,727.51
Borrowings		-	-
Current tax liabilities		-	-
Other financial liabilities		-	-
Provisions		-	-
Other		-	-
TOTAL CURRENT LIABILITIES		-	8,727.51
NON-CURRENT LIABILITIES			
Borrowings		-	-
Other financial liabilities		-	-
Provisions		-	-
Other		-	-
TOTAL NON-CURRENT LIABILITIES		-	-
TOTAL LIABILITIES		-	8,727.51
NET ASSETS		87,490.06	52,476.99
MEMBERS' FUNDS			
Reserves		-	-
Retained earnings		87,490.06	52,476.99
TOTAL MEMBERS' FUNDS		87,490.06	52,476.99

The accompanying notes form part of these financial statements.

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CLAN (CARING AND LIVING AS NEIGHBOURS) INCORPORATED
ABN 30 897 322 928

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2018

	Retained Earnings \$	Total \$
Balance at 1 July 2016	67,161.52	67,161.52
Comprehensive income		
Surplus (loss) for the year	(14,684.53)	(14,684.53)
Total comprehensive income for the year attributable to members of the association	<u>(14,684.53)</u>	<u>(14,684.53)</u>
Balance at 30 June 2017	<u>52,476.99</u>	<u>52,476.99</u>
Balance at 1 July 2017	52,476.99	52,476.99
Comprehensive income		
Surplus for the year	35,013.07	35,013.07
Total comprehensive income for the year attributable to members of the association	<u>35,013.07</u>	<u>35,013.07</u>
Balance at 30 June 2018	<u>87,490.06</u>	<u>87,490.06</u>

The accompanying notes form part of these financial statements.

These statements should be read in conjunction with the attached compilation report.

CLAN (CARING AND LIVING AS NEIGHBOURS) INCORPORATED
ABN 30 897 322 928

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2018

	Note	2018 \$	2017 \$
Cash flows from operating activities			
Receipts from customers		146,593.92	124,908.90
Payments to suppliers and employees		(120,753.63)	(131,022.07)
Interest received		322.08	388.35
Net cash provided by (used in) operating activities	6	<u>26,162.37</u>	<u>(5,724.82)</u>
Net increase (decrease) in cash held		26,162.37	(5,724.82)
Cash on hand at beginning of financial year		<u>60,578.50</u>	<u>66,303.32</u>
Cash on hand at end of financial year	6	<u><u>86,740.87</u></u>	<u><u>60,578.50</u></u>

The accompanying notes form part of these financial statements.

These statements should be read in conjunction with the attached compilation report.

CLAN (CARING AND LIVING AS NEIGHBOURS) INCORPORATED
ABN 30 897 322 928

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Reporting Framework

The committee have prepared the financial statements on the basis that the association is a non-reporting entity because there are no users dependent on general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the Australian Council of International Development (ACFID) Code of Conduct, the Australian Charities and Not-for-profits Commission Act 2012 and the Associations Incorporation Act 2009 New South Wales. The association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the Australian Council of International Development (ACFID) Code of Conduct, the Australian Charities and Not-for-profits Commission Act 2012 and the Associations Incorporation Act 2009 New South Wales and the significant accounting policies disclosed below, which the committee have determined are appropriate to meet the needs of members. Such accounting policies are consistent with those of previous periods unless stated otherwise.

Statement of Compliance

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the Australian Council of International Development (ACFID) Code of Conduct, the Australian Charities and Not-for-profits Commission Act 2012, the Associations Incorporation Act 2009 New South Wales, the basis of accounting specified by all Australian Accounting Standards and Interpretations, and the disclosure requirements of Accounting Standards AASB 101: Presentation of Financial Statements, AASB 107: Cash Flow Statements, AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors, AASB 1031: Materiality and AASB 1054: Australian Additional Disclosures.

Basis of Preparation

The financial statements, except for the cash flow information, have been prepared on an accrual basis and are based on historical costs unless otherwise stated in the notes. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of these financial statements.

(a) Income Tax

The Association is exempt from Income Tax.

(b) Property, Plant and Equipment

All property, plant and equipment except for freehold land and buildings are initially measured at cost and are depreciated over their useful lives to the association.

The carrying amount of plant and equipment is reviewed annually by the committee to ensure it is not in excess of the recoverable amount. The recoverable amount is assessed on the basis of expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to present values in determining recoverable amounts.

These notes should be read in conjunction with the attached compilation report.

CLAN (CARING AND LIVING AS NEIGHBOURS) INCORPORATED
ABN 30 897 322 928

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2018

Freehold land and buildings are carried at their recoverable amounts, based on periodic, but at least triennial, valuations by the directors.

(c) Impairment of assets

At the end of each reporting period, the committee reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in the income and expenditure statement.

(d) Cash on Hand

Cash on hand includes cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less.

(e) Revenue and Other Income

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

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

Donations and bequests are recognised as revenue when received.

Revenue from the rendering of services is recognised upon the delivery of the service to the customer.

All revenue is stated net of the amount of goods and services tax.

(f) Goods and Services Tax (GST)

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).

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 statement of financial position.

(g) Comparative Figures

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

(h) Compliance with ACFID Code of Conduct

The following financial statements have been prepared in accordance with the requirements set out in the 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.

These notes should be read in conjunction with the attached compilation report.

CLAN (CARING AND LIVING AS NEIGHBOURS) INCORPORATED
ABN 30 897 322 928

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

	2018 \$	2017 \$
2. CASH AND CASH EQUIVALENTS		
CLAN Donations	23,898.59	18,974.67
CLAN Fund	27,873.62	1,937.24
CLAN Fund Interest	34,968.66	39,666.59
	<u>86,740.87</u>	<u>60,578.50</u>
3. TRADE AND OTHER RECEIVABLES		
CURRENT		
Other receivables	<u>749.19</u>	<u>626.00</u>
4. PROPERTY, PLANT AND EQUIPMENT		
Plant and equipment	6,648.62	6,648.62
Less accumulated depreciation	<u>(6,648.62)</u>	<u>(6,648.62)</u>
Total property, plant and equipment	<u>-</u>	<u>-</u>
5. TRADE AND OTHER PAYABLES		
CURRENT		
Other Payables	<u>-</u>	<u>8,727.51</u>
6. CASH FLOW INFORMATION		
(a) Reconciliation of cash		
Cash on hand at the end of financial year as included in the statement of cash flows is reconciled to the related items in the balance sheet as follows:		
Cash at Bank	<u>86,740.87</u>	<u>60,578.50</u>
	<u>86,740.87</u>	<u>60,578.50</u>
(b) Reconciliation of cash flow from operating activities with net current year profit		
Current year profit after income tax	35,013.07	(14,684.53)
Cash flows excluded from current year profit:		
Depreciation	-	381.62
Changes in assets and liabilities:		
(Increase)/decrease in trade & other receivables	(123.19)	(149.42)
Increase/(decrease) in trade & other payables	<u>(8,727.51)</u>	<u>8,727.51</u>
Net cash provided by (used in) operating activities	<u>26,162.37</u>	<u>(5,724.82)</u>

These notes should be read in conjunction with the attached compilation report.

CLAN (CARING AND LIVING AS NEIGHBOURS) INCORPORATED
ABN 30 897 322 928

STATEMENT BY MEMBERS OF THE COMMITTEE

The committee has determined that the association 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.

In accordance with a resolution of the committee of CLAN (Caring And Living As Neighbours) Incorporated, the members of the committee declare that the financial statements as set out on pages 4 to 11:

1. present a true and fair view of the financial position of CLAN (Caring And Living As Neighbours) Incorporated as at 30 June 2018 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 the requirements of the the Australian Council of International Development (ACFID) Code of Conduct, the Australian Charities and Not-for-profits Commission Act 2012 and the Associations Incorporation Act 2009 New South Wales ; and
2. at the date of this statement there are reasonable grounds to believe that CLAN (Caring And Living As Neighbours) Incorporated will be able to pay its debts as and when they fall due.
3. signed in accordance with subsection 60.15(2) of the Australian Charities and Not-for-profits Commission Regulation 2013.

This statement is signed for and on behalf of the committee by:

President



Dr Kate Armstrong

Vice President



Catherine Cole

30 November 2018

CLAN (CARING AND LIVING AS NEIGHBOURS) INCORPORATED
ABN 30 897 322 928

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
CLAN (CARING AND LIVING AS NEIGHBOURS) INCORPORATED

Report on the Audit of the Financial Report

Qualified Opinion

We have audited the financial report of CLAN (Caring And Living As Neighbours) Incorporated (the association), as set out on pages 4 to 12.

In our opinion, except for the effects of the matter described in the Basis of Qualified Opinion section of our report, the accompanying financial report of CLAN (Caring And Living As Neighbours) Incorporated has been prepared in accordance with the Australian Council of International Development (ACFID) Code of Conduct, Div 60 of the Australian Charities and Not-for-profits Commission Act 2012(ACNC Act) and the Associations Incorporation Act 2009 New South Wales including:

- (i) giving a true and fair view of the association's financial position as at 30 June 2018 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards to the extent described in Note 1 , the Australian Council of International Development (ACFID) Code of Conduct, Div 60 of the Australian Charities and Not-for-profits Commission Regulation 2013, the Associations Incorporation Act 2009 New South Wales.

Basis of Qualified Opinion

As is common for organisations of this type, it is not practicable for CLAN (Caring and Living as Neighbours) Incorporated to maintain an effective system of internal control over fund raising activities and donations until their initial entry in the accounting records. Accordingly, as the evidence available to us regarding revenues from these sources was limited, our audit procedures with respect to these sources had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion whether these sources of income of the association are complete.

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 association in accordance with the Associations Incorporation Act 2009 New South Wales, the Australian Council of International Development (ACFID) Code of Conduct, 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.

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist CLAN (Caring and Living as Neighbours) Incorporated to meet the requirements of the Australian Council of International Development (ACFID) Code of Conduct, the Australian Charities and Not-for-profits Commission Act 2012 and the Associations Incorporation Act 2009 New South Wales. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

CLAN (CARING AND LIVING AS NEIGHBOURS) INCORPORATED
ABN 30 897 322 928

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
CLAN (CARING AND LIVING AS NEIGHBOURS) INCORPORATED

Responsibilities of the Committee for the Financial Report

The committee of Clan (Caring And Living As Neighbours) Incorporated is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the the Australian Council of International Development (ACFID) Code of Conduct, the Australian Charities and Not-for-profits Commission Act 2012 and the Associations Incorporation Act 2009 New South Wales and for such internal control as the committee determines is necessary to enable the preparation and fair presentation of a financial report that is free of material misstatement, whether due to fraud or error.

In preparing the financial report, the committee is responsible for assessing the association'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 committee either intends to liquidate the association or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibility 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 association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee.
- Conclude on the appropriateness of the committee's 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 association'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 association 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.

CLAN (CARING AND LIVING AS NEIGHBOURS) INCORPORATED
ABN 30 897 322 928

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
CLAN (CARING AND LIVING AS NEIGHBOURS) INCORPORATED

We communicate with the committee 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.

McGregor & McGregor
Chartered Accountants
591 Hunter Street
NEWCASTLE, NSW, 2300



PARTNER: W.I. RINKIN

NEWCASTLE

5 December 2018

CLAN (CARING AND LIVING AS NEIGHBOURS) INCORPORATED
ABN 30 897 322 928

CERTIFICATE BY MEMBERS OF THE COMMITTEE

I, Dr Kate Armstrong of Eastwood, NSW and I, Catherine Cole of Sylvania Waters, NSW, certify that:

- a. We attended the annual general meeting of the association held on 5 December 2018
- b. The financial statements for the year ended 30th June, 2018 were submitted to the members of the association at its annual general meeting.

Dated: 30 November 2018

President



Dr Kate Armstrong

Vice President



Catherine Cole