

Special Purpose Financial Report

International Detention Coalition Incorporated

ABN 31857674815

For the year ended 30 June 2018

Prepared by Accountancy Group Pty Ltd

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Income Statement

International Detention Coalition Incorporated For the year ended 30 June 2018

| | NOTES | 2018 | 2017 |
|---|-------|------------------|------------------|
| Revenue | | | |
| Revenue | | 1,497,425 | 1,411,471 |
| Total Revenue | | 1,497,425 | 1,411,471 |
| Total Income | | | |
| | | 1,497,425 | 1,411,471 |
| Expenses | | | |
| Depreciation & amortisation expense | | 6,056 | 5,710 |
| Employee benefits expenses | | 887,319 | 852,034 |
| Other expenses | | 517,068 | 520,212 |
| Total Expenses | | 1,410,443 | 1,377,956 |
| Net Profit for the year | | | |
| | | 86,982 | 33,515 |
| Profit attributable to members of the entity | | | |
| | | 86,982 | 33,515 |

Statement of Comprehensive Income

International Detention Coalition Incorporated
For the year ended 30 June 2018

| | NOTES | 2018 | 2017 |
|---|-------|---------------|---------------|
| Profit for the year | | | |
| Revenue | | 1,497,425 | 1,411,471 |
| Expenses | | 1,410,443 | 1,377,956 |
| Total profit for the year | | 86,982 | 33,515 |
| Total Comprehensive Income attributable to members of the entity | | 86,982 | 33,515 |

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Profit and Loss Statement

International Detention Coalition Incorporated For the year ended 30 June 2018

| | NOTES | 2018 | 2017 |
|--|-------|------------------|------------------|
| Revenue | | | |
| Australian funding | | 280,816 | 271,125 |
| Donations | | 1,421 | 1,387 |
| Interest income | | 14,701 | 19,324 |
| Other Revenue | | 3,503 | 5,759 |
| Overseas funding | | 1,176,897 | 1,106,050 |
| PPL Centrelink Payments | | 8,340 | - |
| Technical/Speaker Fees | | 11,747 | 7,826 |
| Total Revenue | | 1,497,425 | 1,411,471 |
| Total Income | | 1,497,425 | 1,411,471 |
| Expenses | | | |
| Alternatives to detention | | 53,363 | 46,986 |
| Capacity Building - Africa | | 17,831 | 41,210 |
| Capacity Building - Amercia | | 168,829 | 136,022 |
| Capacity Building - Asia | | 100,608 | 26,712 |
| Capacity Building - Europe | | 24,161 | 25,034 |
| Children campaign | | 14,362 | 52,496 |
| Communications & media | | 9,097 | 3,533 |
| Core expenses | | 77,171 | 109,440 |
| Depreciation | | 6,056 | 5,710 |
| IDC secretariat expenses | | 7,275 | 21,761 |
| MENA Programs | | 11,928 | 45,035 |
| Philanthropic fundraising | | - | 11,983 |
| Salaries and consultants | | 887,319 | 852,034 |
| Transition support | | 32,443 | - |
| Total Expenses | | 1,410,443 | 1,377,956 |
| Net Operating Profit | | 86,982 | 33,515 |
| Retained Profits at the end of the financial year | | | |
| Net Operating Profit | | 86,982 | 33,515 |
| Retained Earnings/(Accumulated Losses) | | 171,304 | 137,789 |
| Total Retained Profits at the end of the financial year | | 258,286 | 171,304 |

The accompanying notes form part of these financial statements.

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

Statement of Financial Position

International Detention Coalition Incorporated

As at 30 June 2018

| | NOTES | 30 JUN 2018 | 30 JUN 2017 |
|--------------------------------------|-------|----------------|----------------|
| Assets | | | |
| Current Assets | | | |
| Cash and cash equivalents | 1 | 485,761 | 939,689 |
| Trade and other receivables | 2 | 23,396 | 15,010 |
| Office Bonds paid | | 3,071 | 1,400 |
| Total Current Assets | | 512,228 | 956,099 |
| Non-Current Assets | | | |
| Property, plant and equipment | 3 | 16,260 | 10,124 |
| Total Non-Current Assets | | 16,260 | 10,124 |
| Total Assets | | 528,488 | 966,223 |
| Liabilities | | | |
| Current Liabilities | | | |
| Provisions for employee benefits | 4 | 74,291 | 105,810 |
| Other Provisions | 4 | 25,009 | 34,506 |
| Trade and other payables | 5 | 9,946 | 15,645 |
| Total Current Liabilities | | 109,246 | 155,961 |
| Non-Current Liabilities | | | |
| Unexpired Grants | | 160,956 | 638,958 |
| Total Non-Current Liabilities | | 160,956 | 638,958 |
| Total Liabilities | | 270,202 | 794,919 |
| Net Assets | | 258,286 | 171,304 |
| Members' Funds | | | |
| Retained Profits | | 258,286 | 171,304 |
| Total Members' Funds | | 258,286 | 171,304 |

Statement of Changes in Equity

International Detention Coalition Incorporated

For the year ended 30 June 2018

| | 2018 | 2017 |
|--|---------------|---------------|
| Statement of Changes in Equity | | |
| Opening Balance | 171,304 | 137,789 |
| Comprehensive Income | | |
| Profit attributable to members | 86,982 | 33,515 |
| Total comprehensive income for the year | 86,982 | 33,515 |
| Closing Balance | 258,286 | 171,304 |

Statement of Cash Flows

International Detention Coalition Incorporated For the year ended 30 June 2018

| | 2018 | 2017 |
|---|------------------|-----------------|
| Tax Reconciliation | | |
| Cash flows from Operating Activities | | |
| Receipts of Grants | 1,480,775 | 1,392,147 |
| Interest received | 14,701 | 19,324 |
| Payments made to suppliers & employees | (1,465,266) | (1,363,875) |
| Net cash provided by (or used in) operating activities | 30,210 | 47,596 |
| Cash flows from Investing Activities | | |
| Plant & Equipment | (6,136) | (3,727) |
| Net cash provided by (or used in) investing activities | (6,136) | (3,727) |
| Cash flows from Financing Activities | | |
| Grants expended | - | (668,300) |
| Receipts of Unexpired Grants | - | 638,958 |
| Repayment of Unexpired Grants | (478,002) | - |
| Total Cash flows from Financing Activities | (478,002) | (29,342) |
| Cash Balance | | |
| Net increase/(decrease) in cash held | (453,928) | 14,527 |
| Cash and cash equivalents at the beginning of financial year | 939,689 | 925,162 |
| Cash and cash equivalents at the end of financial year | 485,761 | 939,689 |

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Notes to the Financial Statements

International Detention Coalition Incorporated For the year ended 30 June 2018

Statement of Significant Accounting Policies

The directors have prepared the financial statements on the basis that the company is a non-reporting entity. The financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the Associations Incorporation Reform Act 2012 Victoria.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs and does not take into account changing money values unless otherwise stated in the notes. The amounts presented in the financial statements have been rounded to the nearest dollar.

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

Trade and Other Receivables

Trade receivables are recognised initially at the transaction price (i.e. cost) and are subsequently measured at cost less provision for impairment. Most sales are made on the basis of normal credit terms and do not bear interest.

At the end of each reporting period, the carrying amounts of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. A provision for impairment of trade receivables is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Other receivables include loans granted by the company and are discounted to present values using the interest rate inherent in the loan.

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 on the statement of financial position.

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.

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 as operating cash flows included in receipts from customers or payments to suppliers.

Property, Plant and Equipment

Each class of plant and equipment is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and 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 value of plant and equipment is greater than the estimated recoverable amount, the carrying value is written down immediately to the estimated recoverable amount. A formal assessment of recoverable amount is made when impairment indicators are present.

Depreciation

The depreciation method and useful life used for items of property, plant and equipment (excluding freehold land) reflects the pattern in which their future economic benefits are expected to be consumed by the company. Depreciation commences from the time the asset is held ready for use.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

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

Provisions

Provisions are recognised when the company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(a) Employee Benefits

Provision is made for the association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may not satisfy vesting requirements. Those cash flows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument.

Revenue recognition relating to the provision of services is determined with reference to the stage of completion of the transaction at the end of the reporting period and where outcome of the contract can be estimated reliably. Stage of completion is determined with reference to the services performed to date as a percentage of total anticipated services to be performed. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent that related expenditure is recoverable.

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

Trade and Other Payables

Trade and other payables represent the liabilities at the end of the reporting period for goods and services received by the company that remain unpaid.

Trade payables are recognised at their transaction price. Trade payables are obligations on the basis of normal credit terms.

| | 2018 | 2017 |
|--|----------------|----------------|
| 1. Cash & Cash Equivalents | | |
| Bank Accounts | | |
| Bendigo Bank IDC (**598) | 53,507 | 238,377 |
| Main Card Account (**823) | 56,047 | 8,558 |
| Project Funds Account(**010) | 22,341 | 21,969 |
| Term Deposit Account (**484) | 338,827 | 478,991 |
| Term Deposit Account (**944) | 13,923 | 190,876 |
| Total Bank Accounts | 484,645 | 938,771 |
| Other Cash Items | | |
| Cash Float - Belgium (paypal) | 324 | 456 |
| Cash Float - Melbourne | - | 139 |
| Cash Float - Mex USA | 248 | 321 |
| Cash Float - Mexico | 544 | 2 |
| Total Other Cash Items | 1,116 | 918 |
| Total Cash & Cash Equivalents | 485,761 | 939,689 |
| | 2018 | 2017 |

2. Trade and Other Receivables

Current

| | | |
|------------------------|-------|-------|
| Trade receivables | 5,895 | 5,863 |
| Goods and Services Tax | 8,060 | 6,143 |
| Loans - IDC | 2,207 | 2,207 |

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

| | | |
|--|---------------|---------------|
| Loans - IDC America | 7,234 | 797 |
| Total Current | 23,396 | 15,010 |
| Total Trade and Other Receivables | 23,396 | 15,010 |
| | 2018 | 2017 |

3. Property Plant and Equipment

| | | |
|---|---------------|---------------|
| Plant and Equipment | | |
| Plant and equipment at cost | 30,936 | 37,061 |
| Accumulated depreciation of plant and equipment | (14,676) | (26,937) |
| Total Plant and Equipment | 16,260 | 10,124 |
| Total Property Plant and Equipment | 16,260 | 10,124 |
| | 2018 | 2017 |

4. Provisions

| | | |
|--|---------------|----------------|
| Provisions for Employee Benefit | | |
| Provision for Annual Leave | 37,011 | 50,672 |
| Provision for Long Service Leave | 30,106 | 40,304 |
| Provision for maternity Leave (CL) | 4,663 | 8,419 |
| Provision for Sick Leave (CL) | 2,511 | 2,511 |
| Provision for Study Leave (CL) | - | 3,904 |
| Total Provisions for Employee Benefit | 74,291 | 105,810 |
| Other Provisions | | |
| Provision for professional development (CL) | 1,476 | 7,482 |
| Provision for Audit (CL) | 4,623 | 3,900 |
| Provision for Translations (CL) | 18,910 | 23,124 |
| Total Other Provisions | 25,009 | 34,506 |
| Total Provisions | 99,300 | 140,316 |
| | 2018 | 2017 |

5. Trade and Other Payables

| | | |
|---------------------------------------|--------------|---------------|
| Current | | |
| Trade payables | 182 | 4,702 |
| PAYG Withholding Payable | 3,507 | - |
| Employee Entitlements | 6,257 | 10,943 |
| Total Current | 9,946 | 15,645 |
| Total Trade and Other Payables | 9,946 | 15,645 |

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

Depreciation Schedule

International Detention Coalition Incorporated For the year ended 30 June 2018

| NAME | RATE | COST | OPENING VALUE | PURCHASES | DISPOSALS | DEPRECIATION | CLOSING VALUE | EFFECTIVE LIFE | DEP START DATE |
|---------------------------------|--------|---------------|---------------|---------------|--------------|--------------|---------------|----------------|----------------|
| Computer Equipment | | | | | | | | | |
| Laptop | 33.33% | 2,545 | 1,597 | - | - | 848 | 749 | - | 28 Apr 2016 |
| Laptop | 33.33% | 1,681 | 970 | - | - | 560 | 410 | - | 28 Apr 2016 |
| Laptop | 33.33% | 1,905 | 1,047 | - | - | 635 | 412 | - | 25 Feb 2016 |
| Laptop | 33.34% | 2,182 | 1,819 | - | 1,759 | 60 | - | - | 26 Dec 2016 |
| Laptop | 33.33% | 1,681 | 1,022 | - | - | 560 | 462 | - | 28 Apr 2016 |
| Laptop | 33.34% | 1,545 | 1,479 | - | - | 515 | 964 | - | 16 May 2017 |
| Laptop | 33.34% | 2,726 | 1,529 | - | 924 | 605 | - | - | 5 Mar 2016 |
| Laptop | 33.33% | 2,083 | 486 | - | - | 486 | - | - | 22 Mar 2015 |
| Laptop | 33.33% | 2,396 | 170 | - | - | 170 | - | - | 21 Sep 2014 |
| Laptop | 33.34% | 1,682 | - | 1,682 | - | 513 | 1,169 | - | 1 Aug 2017 |
| Laptop | 33.34% | 1,696 | - | 1,696 | - | 544 | 1,152 | - | 15 Jul 2017 |
| Laptop | 33.34% | 1,989 | - | 1,989 | - | 496 | 1,493 | - | 1 Oct 2017 |
| Laptop | 33.33% | 4,513 | - | 4,513 | - | - | 4,513 | - | 1 Jul 2018 |
| Laptop | 33.34% | 4,993 | - | 4,993 | - | 64 | 4,929 | - | 17 Jun 2018 |
| Total Computer Equipment | | 33,617 | 10,119 | 14,873 | 2,683 | 6,056 | 16,252 | | |
| Total | | 33,617 | 10,119 | 14,873 | 2,683 | 6,056 | 16,252 | | |

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Statement By Members Of The Committee

International Detention Coalition Incorporated For the year ended 30 June 2018

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 outlines in Note 1 to the financial statements

In the opinion of the committee:

1. The financial reports presents a true and fair view of the financial position of International Detention Coalition Incorporated as at 30 June 2018 and its performance for the year ended 30 June 2018.
2. There are reasonable grounds to believe that International Detention Coalition Incorporated will be able to pay its debts as and when they become due and payable.

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:

President: _____

Alice Nah

Treasurer: _____

Mary Latham

Independent Auditor's Report

International Detention Coalition Incorporated For the year ended 30 June 2018

Report on the Financial Report

We have audited the accompanying special purpose financial report of International Detention Coalition Incorporated (the association) which comprises the statement of financial position as at 30 June 2018 and the income statement, a summary of significant accounting policies and other explanatory notes for year ended 30 June 2018.

Committee's Responsibility for the Financial Report

The committee of the International Detention Coalition Incorporated (the association) is responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial report, are appropriate to meet the requirements of the Associations Incorporation Reform Act 2012 Victoria and are appropriate to meet the needs of the members. The committee's responsibility also includes establishing and maintaining internal control necessary to enable the preparation of the financial report that is free of material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that I 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 of material misstatement. No opinion is expressed as to whether the accounting policies used as described in Note 1 are appropriate to meet the needs of the members.

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 of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee, as well as evaluating the overall presentation of the financial report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of Australian professional ethical pronouncements.

Auditor's Opinion

In our opinion, the financial report of International Detention Coalition Incorporated presents fairly in all material respects the financial position of International Detention Coalition Incorporated as of 30 June 2018 and of its financial performance for the year ended in accordance with the accounting policies described in Note 1 to the financial statements.

Accountancy Group Pty Ltd
Certified Practising Accountants
Suite 1, 101-103 Queens Parade
CLIFTON HILL VIC 3068

Director: Manuel Tsirimiris CPA

Dated: