OPERATION RESTORE HOPE AUSTRALIA LIMITED
ABN: 14 073 125 381

FINANCIAL REPORT
FOR THE YEAR ENDED
30 JUNE 2016

SOTHERTONS SYDNEY
CHARTERED ACCOUNTANTS
LEVEL 24, WESTFIELD TOWER 2
101 GRAFTON STREET
BONDI JUNCTION NSW 2022

OPERATION RESTORE HOPE AUSTRALIA LIMITED
ABN: 14 073 125 381

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OPERATION RESTORE HOPE AUSTRALIA LIMITED
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DIRECTORS' REPORT

The directors present their report on the company for the financial year ended 30 June 2016.

Directors

The names of each person who has been a director during the year and to the date of this report are:

Darryl Hodgkinson
Ann Collins
Katherine Hodgkinson
Grant Brown
Anthony Jalandoni
Graeme Mackinnon

Operating Results

The loss of the company after providing for income tax amounted to $10,585.

Significant Changes in the State of Affairs

There have been no significant changes in the state of affairs of the Company during the year.

Principal Activities

The principal activities of the company during the financial year were the provision of plastic surgery and related subspecialty surgical and medical services to persons in developing countries..

Events After the Reporting Date

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in future financial years.

Environmental Issues

The company's operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a state or territory of Australia.

Dividends paid or recommended

No dividends were paid or declared since the start of the financial year. No recommendation for payment of dividends has been made.

Options

No options over issued shares or interests in the company were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

Indemnification and Insurance of Officers and Auditors

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of the company.

OPERATION RESTORE HOPE AUSTRALIA LIMITED
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DIRECTORS' REPORT

Auditor's Independence Declaration

The lead auditor's independence declaration in accordance with section 307C of the Corporations Act 2001, for the year ended 30 June 2016 has been received and can be found on page 3.

Signed in accordance with a resolution of the Board of Directors:

Director: _____
Ann Collins

Director: _____
Katherine Hodgkinson

Dated this 17th **day of December, 2016**

DECLARATION OF INDEPENDENCE TO THE DIRECTORS OF OPERATION RESTORE HOPE AUSTRALIA LIMITED ABN 14 073 125 381

As lead auditor of Operation Restore Hope Australia Limited for the year ended 30 June 2016, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
- any applicable code of professional conduct in relation to the audit.

Sothertons Chartered Accountants

R A Rochlin
Principal

Dated at Sydney this 19TH day of September 2016.

'Sothertons' refers to the brand under which the Sothertons Chartered Accountants member firms provide assurance, tax and advisory services to their clients and/or refers to one or more member firms, as the context requires.

OPERATION RESTORE HOPE AUSTRALIA LIMITED
ABN: 14 073 125 381

INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2016

	Note	2016 $	2015 $
Income			
Revenue		8,853.62	1,962.55
Expenditure			
Other expenses		(19,439.10)	(16,485.50)
		(10,585.48)	(14,522.95)
Loss for the year		(10,585.48)	(14,522.95)
Retained earnings at the beginning of the financial year		35,588.23	50,111.18
Retained earnings at the end of the financial year		25,002.75	35,588.23

The accompanying notes form part of these financial statements.

OPERATION RESTORE HOPE AUSTRALIA LIMITED
ABN: 14 073 125 381

BALANCE SHEET
AS AT 30 JUNE 2016

	Note	2016 $	2015 $
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	**3**	29,401.14	39,076.21
Trade and other receivables	**4**	129.00	157.00
TOTAL CURRENT ASSETS		29,530.14	39,233.21
TOTAL ASSETS		29,530.14	39,233.21
LIABILITIES			
CURRENT LIABILITIES			
Trade and Other Payables	**5**	4,527.39	3,644.98
TOTAL CURRENT LIABILITIES		4,527.39	3,644.98
TOTAL LIABILITIES		4,527.39	3,644.98
NET ASSETS		25,002.75	35,588.23
EQUITY			
Retained earnings	**6**	25,002.75	35,588.23
TOTAL EQUITY		25,002.75	35,588.23

The accompanying notes form part of these financial statements.

OPERATION RESTORE HOPE AUSTRALIA LIMITED
ABN: 14 073 125 381

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2016

	Note	Retained earnings	Total
		$	$
Balance at 1 July 2014		50,111	50,111
Profit attributable to equity shareholders		(14,523)	(14,523)
Balance at 30 June 2015		35,588	35,588
Profit attributable to equity shareholders		(10,585)	(10,585)
Balance at 30 June 2016		25,003	25,003

The accompanying notes form part of these financial statements.

The financial statements cover the business of Operation Restore Hope Australia Limited and have been prepared to meet the needs of stakeholders.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

The Company is non reporting since there are unlikely to be any users who would rely on the general purpose financial statements.

The special purpose financial statements have been prepared in accordance with the significant accounting policies described below and do not comply with any Australian Accounting Standards unless otherwise stated.

The financial statements 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.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

2 Summary of Significant Accounting Policies

Cash and Cash Equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

Revenue and Other Income

Revenue is recognised when the business is entitled to it.

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

Interest revenue

Interest revenue is recognised using the effective interest rate method.

Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

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

Comparative Amounts

Comparatives are consistent with prior years, unless otherwise stated.

Where a change in comparatives has also affected the opening retained earnings previously presented in a comparative period, an opening statement of financial position at the earliest date of the comparative period has been presented.

		2016 $	2015 $
3	**Cash and Cash Equivalents**		
	Cash at Bank	29,401.14	39,076.21
4	**Trade and Other Receivables**		
	Current		
	GST Receivable	129.00	157.00
5	**Trade and Other Payables**		
	Current		
	Other Creditors	4,150.87	3,267.01
	GST Clearing account	376.52	377.97
		4,527.39	3,644.98
6	**Retained Earnings**		
	Retained earnings at the beginning of the financial year	35,588.23	50,111.18
	Net loss attributable to members of the company	(10,585.48)	(14,522.95)
	Retained earnings at the end of the financial year	25,002.75	35,588.23

OPERATION RESTORE HOPE AUSTRALIA LIMITED
ABN: 14 073 125 381

DIRECTORS' DECLARATION

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 described in Note 2 to the financial statements.

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 1 to 11, present fairly the Company's financial position as at 30 June 2016 and its performance for the year ended on that date in accordance with the accounting policies described in Note 2 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: _____
Ann Collins

Director: _____
Katherine Hodgkinson

Dated this 17th **day of December, 2016**

SOTHERTONS
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INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF OPERATION RESTORE HOPE AUSTRALIA LIMITED
ABN 14 073 125 381

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report, of Operation Restore Hope Australia Limited (the company), which comprises the statement of financial position as at 30 June 2016, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies, 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 and have determined that the accounting policies described in Note 1 to the financial report are appropriate to meet the requirements of the *Corporations Act 2001* and are appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

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 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 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.

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Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*.

Opinion

In our opinion, the financial report of Operation Restore Hope Australia Limited is in accordance with:

(a) the *Corporations Act 2001*, including:

(i) giving a true and fair view of the company's financial position as at 30 June 2016 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1; and

(ii) complying with Australian Accounting Standards to the extent described in Note 1 and complying with the *Corporations Regulations 2001*.

(b) the *Charitable Fundraising Act (NSW) 1991,* including:

(i) the financial report of the company shows a true and fair view of the financial results of fundraising appeals for the year ended 30 June 2016;

(ii) the financial report and associated records of the company have been properly kept during the year in accordance with the Act;

(iii) money received as a result of fundraising appeals conducted during the year has been properly accounted for and applied in accordance with the Act; and

(iv) as at the date of this report, there are reasonable grounds to believe that the company will be able to pay its debts as and when they fall due.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the *Corporations Act 2001*. As a result, the financial report may not be suitable for another purpose.

Sothertons Chartered Accountants

.....
R A Rochlin
Principal

Dated at Sydney this 19th day of December, 2016.

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OPERATION RESTORE HOPE AUSTRALIA LIMITED
ABN: 14 073 125 381

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2016

	2016 $	2015 $
INCOME		
Fundraising Income	7,182.36	-
Subscription Fees	1,512.00	1,500.00
Interest Received	159.26	462.55
	8,853.62	1,962.55
EXPENSES		
Insurance	3,626.70	3,626.70
Medical Disbursements	-	4,232.00
Other Operating Expenses	15,812.40	8,626.80
	19,439.10	16,485.50
Loss before income tax	(10,585.48)	(14,522.95)

The accompanying notes form part of these financial statements.

COMPILATION REPORT
TO OPERATION RESTORE HOPE AUSTRALIA LIMITED
ABN: 14 073 125 381

We have compiled the accompanying special purpose financial statements of Operation Restore Hope Australia Limited which comprise the balance sheet as at 30 June 2016, profit and loss statement for the year then ended, a summary of significant accounting policies and other explanatory notes.The specific purpose for which the special purpose financial statements have been prepared is set out in the notes to the accounts.

The responsibility of directors

The directors of Operation Restore Hope Australia Limited are solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and for the determination that the basis of accounting used is appropriate to meet their needs and for the purpose that the financial statements were prepared.

Our responsibility

On the basis of the information provided by the directors, we have compiled the accompanying special purpose financial statements in accordance with the basis of accounting as described in the notes to the financial statements and APES 315: Compilation of Financial Information.

We have applied professional expertise in accounting and financial reporting to compile these financial statements in accordance with the basis of accounting described in the notes to the financial statements.We have complied with the relevant ethical requirements of APES 110 Code of Ethics for Professional Accountants.

Assurance Disclaimer

Since a compilation engagement is not an assurance engagement, we are not required to verify the reliability, accuracy or completeness of the information provided to us by management to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on these financial statements.

The special purpose financial statements were compiled exclusively for the benefit of the directors who are responsible for the reliability, accuracy and completeness of the information used to compile them. We do not accept responsibility to any other person for the contents of the special purpose financial statements.

Name of Firm: Sothertons Sydney
Chartered Accountants

Name of Partner: Joseph Staub

Address: Level 24, Westfield Tower 2, 101 Grafton Street, Bondi Junction NSW 2022

Dated this **17th day of December, 2016**