

**NEUROSURGICAL RESEARCH
FOUNDATION INCORPORATED**

**FINANCIAL REPORT
FOR THE YEAR ENDED
31 MARCH 2021**

NEUROSURGICAL RESEARCH FOUNDATION INCORPORATED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 \$	2020 \$
Research Fund			
Income			
Donations and fundraising	2	659,314	893,913
Investment income		48,544	
Total income		<u>707,858</u>	<u>893,913</u>
Less expenses			
Research grants expenditure	4	370,031	673,528
Surplus (deficit)		<u>337,827</u>	<u>220,385</u>
Scholarships Fund			
Income			
Donations and fundraising		136,204	-
Total income		<u>136,204</u>	<u>-</u>
Surplus (deficit)		<u>136,204</u>	<u>-</u>
Operations Fund			
Income			
Investment income		839,087	(269,151)
Membership		741	905
Government grants & wage subsidies		120,550	-
Total income		<u>960,378</u>	<u>(268,246)</u>
Less expenses			
Administration expenses	3	217,454	179,356
Surplus (deficit)		<u>742,924</u>	<u>(447,602)</u>
Total comprehensive income		<u><u>1,216,955</u></u>	<u><u>(227,217)</u></u>

The accompanying notes form part of these financial statements

NEUROSURGICAL RESEARCH FOUNDATION INCORPORATED
STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2021

	Note	2021 \$	2020 \$
Current assets			
Cash and cash equivalents		408,413	469,884
Inventories		500	500
Prepayments and accrued income		1,753	5,080
Accrued income		-	69
Total current assets		<u>410,666</u>	<u>475,533</u>
Non-current assets			
Office equipment and computer software		2,549	508
Managed investment portfolio		5,041,209	3,821,072
Total non-current assets		<u>5,043,759</u>	<u>3,821,580</u>
Total assets		<u>5,454,425</u>	<u>4,297,113</u>
Current liabilities			
Payables		5,834	122,195
Unallocated research grants payable	5	227,782	193,231
Income in advance		17,829	
Accrued expenses		4,192	4,217
Provisions		11,605	6,801
Total current liabilities		<u>267,242</u>	<u>326,444</u>
Non-current liabilities			
Provisions		12,529	12,970
Total non-current liabilities		<u>12,529</u>	<u>12,970</u>
Total liabilities		<u>279,771</u>	<u>339,414</u>
Net assets		<u>5,174,654</u>	<u>3,957,699</u>
Total accumulated funds		<u>5,174,654</u>	<u>3,957,699</u>

The accompanying notes form part of these financial statements

NEUROSURGICAL RESEARCH FOUNDATION INCORPORATED
STATEMENT OF CHANGES IN ACCUMULATED FUNDS
FOR THE YEAR ENDED 31 MARCH 2021

	Year ended 31 March 2021			
	Research Fund	Scholarships Fund	Operations Fund	Total
Accumulated funds at beginning of year	263,756	-	3,693,943	3,957,699
Total comprehensive income	337,827	136,204	742,924	1,216,955
Accumulated funds at end of year	<u>601,583</u>	<u>136,204</u>	<u>4,436,867</u>	<u>5,174,654</u>
	Year ended 31 March 2020			
	Research Fund		Operations Fund	Total
Accumulated funds at beginning of year	43,371		4,141,545	4,184,916
Total comprehensive income	220,385		(447,602)	(227,217)
Accumulated funds at end of year	<u>263,756</u>		<u>3,693,943</u>	<u>3,957,699</u>

The accompanying notes form part of these financial statements

NEUROSURGICAL RESEARCH FOUNDATION INCORPORATED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 \$	2020 \$
Cash flows from operating activities			
Cash receipts from donations, fundraising & grants		963,186	893,030
Cash payments to suppliers and employees		(234,081)	(169,478)
Cash payments for research grants (net of returns)		(455,139)	(555,232)
Interest received		1,317	297
Imputation credits received		19,283	19,828
	6	<u>294,566</u>	<u>188,445</u>
Cash flows from investing activities			
Acquisition office equipment & computer software		(3,000)	-
(Additions) / withdrawals from investment portfolio		(353,037)	200,000
		<u>(356,037)</u>	<u>200,000</u>
Net increase/(decrease) in cash and cash equivalents		<u>(61,471)</u>	<u>388,445</u>
Cash and cash equivalents at beginning of year		469,884	81,439
Cash and cash equivalents at end of year		<u><u>408,413</u></u>	<u><u>469,884</u></u>

The accompanying notes form part of these financial statements

NEUROSURGICAL RESEARCH FOUNDATION INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

Note 1 Statement of significant accounting policies

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act 1985 and the Australian Charities and Not-for-profits Commission Act 2012. The Board has determined that the Foundation is not a reporting entity.

The financial report has been prepared in accordance with the requirements of the Associations Incorporation Act 1985 and the recognition and measurement aspects of all applicable Australian Accounting Standards, adopted by Australian Accounting Standards Board (AASB) and other authoritative pronouncements of the AASB that have a material effect. The financial report does not include the disclosure requirements of the following pronouncements;

AASB 7	Financial instruments: disclosures
AASB 8	Operating segments
AASB 102	Inventories
AASB 112	Income taxes
AASB 116	Property, plant and equipment
AASB 124	Related party disclosures
AASB 132	Financial instruments: presentations
AASB 137	Provisions, contingent liabilities and contingent sssets

The following accounting policies have been adopted in the preparation on the financial statements:

Basis of accounting

Dividend income and donations are recorded when received. Interest income is accounted for on an accruals basis. Expenses are accounted for net of GST when paid with input credits being refundable.

Income tax

The Foundation has been endorsed as an Income Tax Exempt Charity (ITEC) and a Deductible Gift Recipient (DGR).

Investments

Investments in the managed investment portfolio are valued at fair value at balance date being the market value of the portfolio held. Unrealised gains and losses arising from changes in the fair value of investments are recognized in the Statement of Comprehensive Income.

Employee benefits

Provision made for the foundation's liability for employee benefit arising from services rendered by employees to the end of the reporting period.

These notes form part of these financial statements

NEUROSURGICAL RESEARCH FOUNDATION INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

	2021	2020
	\$	\$
Note 2 Donations and fundraising		
General		
Donations	283,631	219,639
Less: donation expenses	(14,610)	(16,447)
Bequests	289,282	220,000
Foundations & Trusts	73,229	433,862
Fundraising	21,307	23,227
Less: fundraising expenses	(13,939)	(15,879)
	<u>638,901</u>	<u>864,402</u>
Paediatric		
Donations	20,413	29,511
	<u>20,413</u>	<u>29,511</u>
	<u><u>659,314</u></u>	<u><u>893,913</u></u>
Note 3 Administration expenses		
Depreciation	958	693
Employee expenses and entitlements	185,167	142,048
Other administration expenses	31,329	36,615
	<u>217,454</u>	<u>179,356</u>
Note 4 Research grants expenditure		
NRF Chair of NeuroSurgical Research – Neurodegeneration	84,513	73,229
NRF Chair of NeuroSurgical Research – Stroke		225,704
NRF Chair of NeuroSurgical Research – SCI / TBI	75,632	9,698
Paediatric research	-	71,500
Paediatric - other	-	31,214
Equipment – Royal Adelaide Hospital	-	46,058
Equipment – Womens & Childrens Hospital	-	16,985
University of SA - Brain Tumour Research	31,995	21,561
Unallocated research grants	177,891	177,579
	<u>370,031</u>	<u>673,528</u>

These notes form part of these financial statements

NEUROSURGICAL RESEARCH FOUNDATION INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

	2021	2020
	\$	\$
Note 5 Unallocated research grants payable		
Opening balance	193,231	195,226
University SA - Brain Tumour Research	(122,250)	(149,574)
University SA - Traumatic Brain Injury	(2,375)	(30,000)
NRF Chair of NeuroSurgical Research – Neurodegeneration	(18,715)	-
Current year expense - unallocated research grants	177,891	177,579
Closing balance	<u><u>227,782</u></u>	<u><u>193,231</u></u>
Note 6 Reconciliation of total comprehensive income to cash flows from operating activities		
Total comprehensive income	1,216,955	(227,217)
Adjustments for:		
Non cash items		
Devaluation (revaluation) of managed portfolio	(867,100)	289,345
Depreciation & amortisation	958	693
Provisions	4,363	4,930
Change in balance sheet accounts		
Decrease/(increase) in current assets	3,396	(1,857)
(Decrease)/increase in current liabilities	(64,006)	122,551
(Decrease)/increase in non-current liabilities		
Net cash flows from operating activities	<u><u>294,566</u></u>	<u><u>188,445</u></u>

These notes form part of these financial statements

NEUROSURGICAL RESEARCH FOUNDATION INCORPORATED
STATEMENT BY MEMBERS OF THE BOARD

The Board of Neurosurgical Research Foundation Incorporated has determined that the Foundation 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 the opinion of the Board, the financial report:

- 1 presents fairly the results of the operations of the Foundation for the financial year ended 31 March 2021 and the state of affairs of the Foundation as at the end of that financial year; and
- 2 the Board has reasonable grounds to believe that the Foundation will be able to pay its debts as and when they fall due.

This statement has been made in accordance with a resolution of the Board.

Dated this 11th day of August 2021



President – G McCulloch



Honorary Treasurer – T C Neill

NEUROSURGICAL RESEARCH FOUNDATION INCORPORATED
REPORT OF THE BOARD

In accordance with section 35(5) of the Associations Incorporation Act 1985 (as amended), the Board of Neurosurgical Research Foundation Incorporated hereby states that during the financial year ended 31 March 2021:

- (a) (i) no officer of the Foundation;
(ii) no firm of which an officer is a member; and
(iii) no body corporate in which an officer has a substantial financial interest;
has received, or become entitled to receive, a benefit as a result of a contract between the officer, firm or body corporate and the Foundation.
- (b) no officer of the Foundation has received directly or indirectly from the Foundation any payme

except for the following:

a salary, superannuation contributions and travelling allowances, paid in the ordinary course of business, to, or for the benefit of, the Executive Officer are included in the Investment Fund expenditure.

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

Dated this 11th day of August 2021



President – G McCulloch



Honorary Treasurer – T C Neill

**NEUROSURGICAL RESEARCH FOUNDATION INCORPORATED
RESPONSIBLE PERSONS' DECLARATION**

(per section 60.15 of the Australian Charities and Not-for-profits Commission Regulation 2013)


The responsible persons declare that in the responsible persons' opinion:

- (a) there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable; and
- (b) the financial statements and notes satisfy the requirements of the Australian Charities and Not-for-profits Commission Act 2012.

Signed in accordance with subsection 60.15(2) of the Australian Charities and Not-for-profit Commission Regulation 2013.



President – G McCulloch



Honorary Treasurer – T C Neill

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
NEUROSURGICAL RESEARCH FOUNDATION INCORPORATED**

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report of NeuroSurgical Research Foundation Incorporated, which comprises the statement of financial position as at 31 March 2021, the statement of comprehensive income, statement of changes in accumulated funds and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory notes, and the statement by the members of the Board.

Board's Responsibility for the Financial Report

The Board of NeuroSurgical Research Foundation Incorporated are responsible for the preparation and fair presentation of the financial report, and have determined that the basis of preparation described in Note 1, is appropriate to meet the requirements of the Associations Incorporation Act (SA) 1985 and is appropriate to meet the needs of the members. The Board's responsibility also includes such internal control as management determine is necessary to enable the preparation and fair presentation 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 about 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 judgement, 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 Board, 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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**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
NEUROSURGICAL RESEARCH FOUNDATION INCORPORATED**

Basis for Qualified Opinion

The Foundation has determined that it is not practical to establish controls over monies received from donations and fundraising activities prior to its entry in the financial records. Accordingly, as the evidence available regarding revenue from these sources is limited, audit procedures with respect to monies received from donations and fundraising activities had to be restricted to the amounts recorded in the financial records. We therefore, are unable to express an opinion whether the revenue from donations and fundraising activities in the financial records is complete.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial report presents fairly, in all material respects, the financial position of NeuroSurgical Research Foundation Incorporated as at 31 March 2021, and of its financial performance and its cash flows for the year then ended in accordance with the financial reporting requirements of the Associations Incorporation Act (SA) 1985.

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 to assist NeuroSurgical Research Foundation Incorporated to meet the requirements of the Associations Incorporation Act (SA) 1985. As a result, the financial report may not be suitable for another purpose.



William Buck
ABN 38 280 203 274



G.W. Martinella
Partner
Dated this 11th day of August 2021.