

**NEUROSURGICAL RESEARCH
FOUNDATION INCORPORATED**

**FINANCIAL REPORT
FOR THE YEAR ENDED
31 MARCH 2020**

NEUROSURGICAL RESEARCH FOUNDATION INCORPORATED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2020

	Note	2020 \$	2019 \$
Income - Research Fund			
Donations and fundraising	2	893,913	894,217
Total income		<u>893,913</u>	<u>894,217</u>
Less expenses			
Research grants expenditure	4	(673,528)	(1,189,126)
Surplus (deficit) - Research Fund		<u>220,385</u>	<u>(294,909)</u>
Income - Investment Fund			
Investment income / (loss)		(269,151)	294,846
Membership		905	700
Total income / (loss)		<u>(268,246)</u>	<u>295,546</u>
Less expenses			
Administrative expenses	3	(179,356)	(154,001)
Surplus (deficit) - Investment Fund		<u>(447,602)</u>	<u>141,545</u>
Total comprehensive income / (loss)		<u><u>(227,217)</u></u>	<u><u>(153,364)</u></u>

The accompanying notes form part of these financial statements

NEUROSURGICAL RESEARCH FOUNDATION INCORPORATED
STATEMENT OF FINANCIAL POSITION
AS AT 31st MARCH 2020

	Note	2020 \$	2019 \$
Current assets			
Cash and cash equivalents		469,884	81,439
Inventories		500	500
Prepayments and accrued income		5,080	3,292
Accrued income		69	-
Total current assets		<u>475,533</u>	<u>85,231</u>
Non-current assets			
Office equipment and computer software		508	1,201
Managed investment portfolio		3,821,072	4,310,417
Total non-current assets		<u>3,821,580</u>	<u>4,311,618</u>
Total assets		<u>4,297,113</u>	<u>4,396,849</u>
Current liabilities			
Payables		122,195	1,866
Unallocated research grants payable	5	193,231	195,226
Accrued expenses		4,217	-
Provisions		6,801	4,902
Total current liabilities		<u>326,444</u>	<u>201,994</u>
Non-current liabilities			
Provisions		12,970	9,939
Total non-current liabilities		<u>12,970</u>	<u>9,939</u>
Total liabilities		<u>339,414</u>	<u>211,933</u>
Net assets		<u>3,957,699</u>	<u>4,184,916</u>
Total accumulated funds		<u>3,957,699</u>	<u>4,184,916</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 2020

	Year ended 31 March 2020		
	Investment Fund	Research Fund	Total
Accumulated funds at beginning of year	4,141,545	43,371	4,184,916
Total comprehensive income	(447,602)	220,385	(227,217)
Accumulated funds at end of year	<u>3,693,943</u>	<u>263,756</u>	<u>3,957,699</u>

	Year ended 31 March 2019		
	Investment Fund	Research Fund	Total
Accumulated funds at beginning of year	3,903,647	434,633	4,338,280
Total comprehensive income	141,545	(294,909)	(153,364)
Transfer	96,353	(96,353)	-
Accumulated funds at end of year	<u>4,141,545</u>	<u>43,371</u>	<u>4,184,916</u>

The accompanying notes form part of these financial statements

NEUROSURGICAL RESEARCH FOUNDATION INCORPORATED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2020

	Note	2020 \$	2019 \$
Cash flows from operating activities			
Cash receipts from donations and fundraising		893,030	862,092
Cash payments to suppliers and employees		(169,478)	(147,259)
Cash payments for research grants (net of returns)		(555,232)	(1,275,449)
Interest received		297	217
Imputation credits received		19,828	16,808
	6	<u>188,445</u>	<u>(543,591)</u>
Cash flows from investing activities			
Acquisition office equipment & computer software		-	(453)
(Additions) / withdrawals from investment portfolio		200,000	500,000
		<u>200,000</u>	<u>499,547</u>
Net increase/(decrease) in cash and cash equivalents		<u>388,445</u>	<u>(44,044)</u>
Cash and cash equivalents at beginning of year		81,439	125,483
Cash and cash equivalents at end of year		<u><u>469,884</u></u>	<u><u>81,439</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 2020

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 2020

	2020 \$	2019 \$
Note 2 Donations and fundraising		
General		
Donations	219,639	257,117
Less: donation expenses	(16,447)	(17,474)
Bequests	220,000	541,871
Foundations & Trusts	433,862	-
Fundraising	23,227	156,061
Less: fundraising expenses	(15,879)	(78,182)
	<u>864,402</u>	<u>859,393</u>
Paediatric		
Donations	29,511	34,824
	<u>29,511</u>	<u>34,824</u>
	<u>893,913</u>	<u>894,217</u>
Note 3 Administration expenses		
Depreciation	693	675
Staff	142,048	114,066
Administration	36,615	39,260
	<u>179,356</u>	<u>154,001</u>
Note 4 Research grants expenditure		
NRF Chair of NeuroSurgical Research – Neurodegeneration	73,229	57,438
NRF Chair of NeuroSurgical Research – Stroke	225,704	-
NRF Chair of NeuroSurgical Research – SCI / TBI	9,698	54,812
Paediatric research	71,500	-
Paediatric - other	31,214	-
Equipment – Royal Adelaide Hospital	46,058	-
Equipment – Womens & Childrens Hospital	16,985	-
University of SA - NRF Brain Tumour Chair	-	905,779
University of SA - Brain Tumour Research	21,561	1,600
Unallocated research grants	177,579	169,497
	<u>673,528</u>	<u>1,189,126</u>

These notes form part of these financial statements

NEUROSURGICAL RESEARCH FOUNDATION INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

	2020	2019
	\$	\$
Note 5 Unallocated research grants payable		
Opening balance	195,226	281,550
University SA - Brain Tumour Research	(99,959)	-
University SA - Traumatic Brain Injury	(30,000)	-
University SA - Brain Tumour Research	(20,000)	-
University SA - Brain Tumour Research	(29,615)	-
University SA- Chris Adams Scholarship	-	(120,000)
University SA- Brain Tumour Chair	-	(94,221)
Flinders University - Brain Tumour Bank	-	(41,600)
Current year expense - unallocated research grants	177,579	169,497
Closing balance	<u><u>193,231</u></u>	<u><u>195,226</u></u>
Note 6 Reconciliation of total comprehensive income to cash flows from operating activities		
Total comprehensive income	(227,217)	(153,364)
Adjustments for:		
Non cash items		
Devaluation (revaluation) of managed portfolio	289,345	(277,821)
Depreciation & amortisation	693	675
Provisions	4,930	5,037
Change in balance sheet accounts		
Decrease/(increase) in current assets	(1,857)	12,869
(Decrease)/increase in current liabilities	122,551	(130,987)
(Decrease)/increase in non-current liabilities		
Net cash flows from operating activities	<u><u>188,445</u></u>	<u><u>(543,591)</u></u>

The accompanying 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 it 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 2020 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 12 day of June 2020



President – R Vink



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 2020:


- (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 payment or other benefit of a pecuniary value.

except for the following:

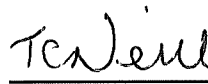
a salary, superannuation contributions and travelling allowances, paid in the ordinary course of business, to, or for the benefit of, the Executive Officer are included in the Investment Fund expenditure.

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

Dated this 12 day of June 2020



President – R Vink



Honorary Treasurer – T C Neill

NEUROSURGICAL RESEARCH FOUNDATION INCORPORATED
RESPONSIBLE PERSONS' DECLARATION

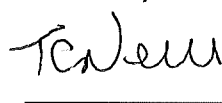
(per section 60.15 of the Australian Charities and Not-for-profits Commission Regulation 2013)

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.





**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 2020, 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.

ACCOUNTANTS & ADVISORS
Level 6, 211 Victoria Square
Adelaide SA 5000
GPO Box 11050
Adelaide SA 5001
Telephone: +61 8 8409 4333
williambuck.com

**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 2020, 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 28th day of July 2020.