

Israel for Youth Foundation Inc.

ABN 66 934 891 996

Financial Statements

For the Period Ended 30 June 2021

Israel for Youth Foundation Inc.

ABN 66 934 891 996

Contents

For the Period Ended 30 June 2021

	Page
Financial Statements	
Auditor's Independence Declaration under Section 60-40 of the Charities and Not-for-profits Commission Act 2012	1
Statement of Profit or Loss and Other Comprehensive Income	2
Statement of Financial Position	3
Statement of Changes in Equity	4
Statement of Cash Flows	5
Notes to the Financial Statements	6
Responsible Persons' Declaration	11
Independent Audit Report	12

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Israel for Youth Foundation Inc.

ABN 66 934 891 996

Auditor's Independence Declaration under Section 60-40 of the Charities and Not-for-profits Commission Act 2012 to the Responsible Persons of Israel for Youth Foundation Inc.

I declare that, to the best of my knowledge and belief, during the eighteen month period ended 30 June 2021, there have been:

- (i) no contraventions of the auditor independence requirements as set out in section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

LDB Audit Services Pty Ltd

LDB Audit Services Pty Ltd
Suit 3, 1-3 Albert Street
BLACKBURN VIC 3130

Nicole Postan

Nicole Postan
Director

Dated this...8th..... day of ...October..... 2021

Liability limited by a scheme approved under Professional Standards Legislation.

Israel for Youth Foundation Inc

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**Statement of Profit or Loss and Other Comprehensive Income
For the Period Ended 30 June 2021**

		Eighteen months to 30 June 2021
	Note	\$
Income		
Revenue	4	447,000
Interest Income	4	578
Total Income		<u>447,578</u>
Expenditure		
Accounting fees		(157)
Audit fees		(1,500)
Affiliation fees		(436)
Other expenses		(228)
Total Expenditure		<u>(2,321)</u>
Surplus before income tax		445,257
Income tax expense		-
Surplus for the period		<u>445,257</u>
Other comprehensive income, net of income tax		
Items that will not be reclassified subsequently to profit or loss		-
Items that will be reclassified to profit or loss when specific conditions are met		-
Total comprehensive income for the period		<u><u>445,257</u></u>

The accompanying notes form part of these financial statements.

Israel for Youth Foundation Inc

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Statement of Financial Position As At 30 June 2021

	Note	2021 \$
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	5	<u>446,757</u>
TOTAL ASSETS		<u><u>446,757</u></u>
LIABILITIES		
CURRENT LIABILITIES		
Trade and other payables	6	<u>1,500</u>
TOTAL CURRENT LIABILITIES		<u>1,500</u>
NET ASSETS		<u><u>445,257</u></u>
EQUITY		
Accumulated profit		<u>445,257</u>
TOTAL EQUITY		<u><u>445,257</u></u>

The accompanying notes form part of these financial statements.

Israel for Youth Foundation Inc

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Statement of Changes in Equity
For the Period Ended 30 June 2021

2021

	Accumulated Profit	Total
	\$	\$
Balance at incorporation	-	-
Surplus for the period	445,257	445,257
Balance at 30 June 2021	445,257	445,257

The accompanying notes form part of these financial statements.

Israel for Youth Foundation Inc

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Statement of Cash Flows For the Period Ended 30 June 2021

	2021
Note	\$
CASH FLOWS FROM OPERATING ACTIVITIES:	
Receipts from customers	447,000
Payments to suppliers	(821)
Interest received	578
Net cash provided by/(used in) operating activities	8 <u><u>446,757</u></u>
Net increase/(decrease) in cash and cash equivalents held	446,757
Cash and cash equivalents at beginning of period	<u>-</u>
Cash and cash equivalents at end of the period	5 <u><u>446,757</u></u>

The accompanying notes form part of these financial statements.

Israel for Youth Foundation Inc

ABN 66 934 891 996

Notes to the Financial Statements

For the Period Ended 30 June 2021

The financial report covers Israel for Youth Foundation Inc. as an individual entity. Israel for Youth Foundation Inc. is a not-for-profit Association, registered and domiciled in Australia.

The principal activities of the Association for the period ended 30 June 2021 is to foster, through education, the personal growth of Jewish youth. To achieve this, the Association may among other things:

- a) provide financial subsidies to Jewish youth to be expended towards the cost of educational Israel programs;
- b) conduct public programs including education programs, social and community programs and research programs;
- c) disseminate information relating to education and community programs and to produce, edit, publish, issue, sell, circulate and preserve such papers, periodicals, books, circulars and other literary matters as are conducive to these objects;
- d) establish and maintain relationships and close communications with corporations, entities, associations, foundations, institutions, organisations and groups including Federal, State and Local Government instrumentalities, authorities and professionals that may have related interests to the Association and utilise their resources and facilities to provide and achieve the purposes of the Association;
- e) seek and co-ordinate funding from Federal, State and Local Government and the private sector in the form of grants, gifts, donations and bequests committed to the purposes of the Association;
- f) encourage and promote and generally to create greater community awareness in the knowledge and understanding of the purposes of the Association;
- g) provide or attract funds for the facilitation of any of the purposes of the Association; and
- h) do all such other things as are incidental or conducive to the attainment of the purposes and aims of the Association.

The functional and presentation currency of Israel for Youth Foundation Inc. is Australian dollars.

The Association was registered on 9 December 2019 and commenced operations 1 June 2020.

1 Comparative Amounts

There are no comparatives as this is the first period of operations.

2 Basis of Preparation

In the opinion of those charged with Governance the Association is not a reporting entity since there are unlikely to exist users of the financial statements who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These special purpose financial statements have been prepared to meet the reporting requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of AASB 101 *Presentation of Financial Statements*, AASB 107 *Statement of Cash Flows*, AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors* and AASB 1054 *Australian Additional Disclosures*.

Notes to the Financial Statements

For the Period Ended 30 June 2021

3 Summary of Significant Accounting Policies

(a) Revenue and other income

Revenue from contracts with customers

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Association expects to receive in exchange for those goods or services. Revenue is recognised by applying a five-step model as follows:

1. Identify the contract with the customer
2. Identify the performance obligations
3. Determine the transaction price
4. Allocate the transaction price to the performance obligations
5. Recognise revenue as and when control of the performance obligations is transferred

Generally the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

Specific revenue streams

The revenue recognition policies for the principal revenue streams of the Association are:

Donation Income

Donations received are recognised when the association gains control of the asset and amounts can be measured reliably or when received.

Grant Income

Government grants are recognised at fair value where there is reasonable assurance that the grant will be received and all grant conditions will be met. Grants relating to expense items are recognised as income over the periods necessary to match the grant to the costs they are compensating. Grants relating to assets are credited to deferred income at fair value and are credited to income over the expected useful life of the asset on a straight-line basis.

Interest Income

Interest income is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Other Income

Other income is recognised on an accruals basis when the Association is entitled to it.

Notes to the Financial Statements

For the Period Ended 30 June 2021

3 Summary of Significant Accounting Policies

(b) Income Tax

The Association is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(c) Financial instruments

Financial instruments are recognised initially on the date that the Association becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

Financial assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

Classification

On initial recognition, the Association classifies its financial assets into the following categories, those measured at:

- amortised cost

Financial assets are not reclassified subsequent to their initial recognition unless the Association changes its business model for managing financial assets.

Amortised cost

Assets measured at amortised cost are financial assets where:

- the business model is to hold assets to collect contractual cash flows; and
- the contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

The Association's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position.

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Interest income, foreign exchange gains or losses and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

Financial liabilities

The Association measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

Notes to the Financial Statements

For the Period Ended 30 June 2021

3 Summary of Significant Accounting Policies

(c) Financial instruments

Financial liabilities

The financial liabilities of the Association comprise trade payables, bank and other loans and lease liabilities.

(d) 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.

4 Revenue and Other Income

Revenue

	2021
	\$
- Donations received	447,000
	<u>447,000</u>

Other Income

- Interest income	578
	<u>578</u>

5 Cash and Cash Equivalents

	2021
	\$
Cash at bank and in hand	286,398
Short-term deposits	160,359
	<u>446,757</u>

6 Trade and Other Payables

	2021
	\$
CURRENT	
Accrued expense	1,500
	<u>1,500</u>

7 Contingencies

In the opinion of those charged with governance, the Association did not have any contingencies at 30 June 2021.

Israel for Youth Foundation Inc

ABN 66 934 891 996

Notes to the Financial Statements For the Period Ended 30 June 2021

8 Cash Flow Information

Reconciliation of net income to net cash provided by operating activities:

	2021
	\$
Surplus for the period	445,257
Changes in assets and liabilities:	
- increase/(decrease) in trade and other payables	1,500
Cashflows from operations	<u>446,757</u>

9 Events Occurring After the Reporting Date

The COVID-19 pandemic has created unprecedented uncertainty of the economic environment. Actual economic events and conditions in the future may be materially different to those estimated by the Association at the reporting date. In the event the COVID-19 pandemic impacts are more severe or prolonged than anticipated, this may have further adverse impacts to the Association. At the date of the financial statements an estimate of the future effects of the COVID-19 pandemic on the Association cannot be made, as the impact will depend on the magnitude and duration of the economic downturn, with the full range of possible effects unknown.

Except for the above, no other matters or circumstances have arisen since the end of the period which significantly affected or could significantly affect the operations of the Association, the results of those operations or the state of affairs of the Association in future financial years.

10 Statutory Information

The registered office and principal place of business of the association is:

Israel for Youth Foundation Inc
C/- United Jewish Education Board
306 Hawthorn Road
CAULFIELD VIC 3162

Israel for Youth Foundation Inc.

ABN 66 934 891 996

Responsible Persons' Declaration

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

- 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
- 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*.

Responsible person
Ronn Bechler

Responsible person
Adam Carew

Dated 7/10/21

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Israel for Youth Foundation Inc.

Independent Audit Report to the members of Israel for Youth Foundation Inc.

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Israel for Youth Foundation Inc., which comprises the statement of financial position as at 30 June 2021, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the eighteen month period then ended, and notes to the financial statements, including a summary of significant accounting policies, and the responsible persons' declaration.

In our opinion the financial report of Israel for Youth Foundation Inc. has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) giving a true and fair view of the Registered Entity's financial position as at 30 June 2021 and of its financial performance for the eighteen month period then ended; and
- (ii) complying with Australian Accounting Standards to the extent described in Note 2, and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Basis for Opinion

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 Registered Entity in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (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 2 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Registered Entity's financial reporting responsibilities under the ACNC Act. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Emphasis of Matter

We draw attention to note 9 of the financial statements, which describes the uncertainties and possible effects on the entity arising from its management of the on-going issues related to Covid-19. Our opinion is not modified in respect of this matter.

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Israel for Youth Foundation Inc.

Independent Audit Report to the members of Israel for Youth Foundation Inc.

Responsibilities of Responsible Entities for the Financial Report

The responsible persons of the Registered Entity are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 2 to the financial report is appropriate to meet the requirements of the ACNC Act and the needs of the members. The responsible entities' responsibility also includes such internal control as the responsible entities determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the responsible persons are responsible for assessing the Registered Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the responsible entities either intend to liquidate the Registered Entity or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities 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 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 the financial report.

LDB Audit Services Pty Ltd

LDB Audit Services Pty Ltd
Suite 3, 1-3 Albert Street
BLACKBURN VIC 3130

Nicole Postan

Nicole Postan
Director

Dated this 8th day of October 2021

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