



THE SALVATION ARMY (AUSTRALIA)  
SELF DENIAL FUND (FOR OVERSEAS AID)  
EASTERN TERRITORY

ABN 52 609 689 893

Annual Financial Report 2013

THE SALVATION ARMY (AUSTRALIA)  
SELF DENIAL FUND (FOR OVERSEAS AID)  
EASTERN TERRITORY  
Financial report - 30 June 2013

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THE SALVATION ARMY (AUSTRALIA)  
 SELF DENIAL FUND (FOR OVERSEAS AID)  
 EASTERN TERRITORY  
 Income statement  
 for the year ended 30 June 2013

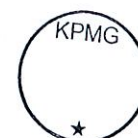
	2013	2012
	\$	\$
<b>REVENUE</b>		
Donations and gifts		
Monetary	3,585,331	4,009,989
Non-monetary	-	-
Bequests and legacies	-	-
Grants	-	-
AusAID	1,049,081	1,050,000
Other Australian	-	-
Other overseas	-	-
Investment income	250,327	294,660
Other income	807,567 **	67,070
Revenue for international political or religious proselytisation programs	300,000 ***	300,000
<b>Total Revenue</b>	<u>5,992,306</u>	<u>5,721,719</u>
<b>EXPENDITURE</b>		
International aid and development programs expenditure		
International programs		
Funds to international programs	3,787,406	3,321,982
Program support costs	-	-
Community education	-	-
Fundraising costs		
Public	182,416	49,654
Government, multilateral and private	-	-
Accountability and administration	1,291,007 *	729,645
Non monetary expenses	-	15,341
<b>Total international aid and development programs expenditure</b>	<u>5,260,829</u>	<u>4,116,623</u>
Expenditure for international political or religious proselytisation programs	838,593	857,620
Domestic programs expenditure	-	-
<b>Total expenditure</b>	<u>6,099,422</u>	<u>4,974,243</u>
<b>Excess / (Shortfall) of revenue over expenditure</b>	<u>(107,116)</u>	<u>747,476</u>

Note:

\* All costs for The Salvation Army International Development Office (SAID) were included in accountability and administration, in order to reflect the true cost of running the Self Denial Fund (for Overseas Aid) program.

\*\* 2013 Includes \$370,216 Support Funding from The Salvation Army Eastern Territory to cover the shortfall of SAID.

\*\*\* \$300,000 funded from The Salvation Army Eastern Territory.



THE SALVATION ARMY (AUSTRALIA)  
 SELF DENIAL FUND (FOR OVERSEAS AID)  
 EASTERN TERRITORY  
 Balance Sheet  
 as at 30 June 2013

	2013	2012
	\$	\$
<b>ASSETS</b>		
Current Assets		
Cash and cash equivalents	4,569,023	4,630,185
Trade and other receivables	45,537	93,634
Inventories	-	-
Assets held for sale	-	-
Other financial assets	<u>2,068,492</u>	<u>2,033,226</u>
Total current assets	<u>6,683,052</u>	<u>6,757,045</u>
Non Current Assets		
Trade and other receivables	-	-
Other financial assets	-	-
Property, Plant and Equipment	6,810	-
Investment property	-	-
Intangibles	-	-
Other non-current	-	-
Total non current assets	<u>6,810</u>	<u>-</u>
Total Assets	<u>6,689,862</u>	<u>6,757,045</u>
<b>LIABILITIES</b>		
Current Liabilities		
Trade and other payables	10,619	-
Borrowings	-	-
Current tax liabilities	-	-
Other financial liabilities	-	-
Provisions	23,889	-
Other	-	-
Total current liabilities	<u>34,508</u>	<u>-</u>
Non Current Liabilities		
Borrowings	-	-
Other financial liabilities	-	-
Provisions	5,425	-
Other	-	-
Total non current liabilities	<u>5,425</u>	<u>-</u>
Total Liabilities	<u>39,933</u>	<u>-</u>
Net Assets	<u>6,649,929</u>	<u>6,757,045</u>
<b>EQUITY</b>		
Reserves	6,649,929	6,757,045
Retained earnings	-	-
Total Equity	<u>6,649,929</u>	<u>6,757,045</u>

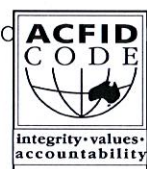


THE SALVATION ARMY (AUSTRALIA)  
 SELF DENIAL FUND (FOR OVERSEAS AID)  
 EASTERN TERRITORY  
 Statement of changes in capital reserves and accumulated funds

	Retained Earnings	Reserves	Other	Total
	\$	\$	\$	\$
Balance at 2012	-	6,757,045	-	6,757,045
Adjustments or Changes in equity	-	-	-	-
Items of other comprehensive income	-	-	-	-
Shortfall of revenue over expenses	-	-	-	-
Amount transferred from reserves	-	(107,116)	-	(107,116)
Balance at 2013	-	<u>6,649,929</u>	-	<u>6,649,929</u>

THE SALVATION ARMY (AUSTRALIA)  
 SELF DENIAL FUND (FOR OVERSEAS AID)  
 EASTERN TERRITORY  
 Table of cash movements for designated purposes  
 for the year ended 30 June 2013

	Cash available at beginning of year	Cash raised during year	Cash disbursed during year	Cash available at end of year
	\$'000	\$'000	\$'000	\$'000
Self Denial Appeal	3,302	1,344	2,345	2,301
Child sponsorship appeal	(5)	648	595	48
New Zealand earthquake Appeal	30	1	31	-
Australian NGO Cooperation program	369	1,090	1,237	222
Total for other non- designated purposes	934	1,418	354	1,998
<b>Total</b>	<b>4,630</b>	<b>4,501</b>	<b>4,562</b>	<b>4,569</b>



We are a signatory to the Australian Council for International Development's Code of Conduct. Further information on the Code and its complaints handling procedure is available at [www.acfid.asn.au](http://www.acfid.asn.au).

The Financial Reports have been prepared in accordance with the requirements set out in the ACFID Code of Conduct. For further Information on the Code please refer to the ACFID Code of Conduct Guidance Document available at [www.acfid.asn.au](http://www.acfid.asn.au).

The annual report for The Salvation Army Australia Eastern International Development Office (SAID) can be obtained from [www.salvos.org.au/said](http://www.salvos.org.au/said).

**THE SALVATION ARMY (AUSTRALIA )  
SELF DENIAL FUND (FOR OVERSEAS AID)  
EASTERN TERRITORY**

The Salvation Army (Australia) Self Denial Fund (For Overseas Aid) exists for the purpose of providing aid to developing countries and support funding for Salvation Army Grant Aided Territories. The Trustees of The Salvation Army Australia Eastern Territory are the members of the Governing Body for the Self Denial Fund (for Overseas Aid).

The following persons were Trustees of The Salvation Army (Australia) Eastern Territory Self Denial Fund (for Overseas Aid) during the financial year;

Trustee	Period	Qualifications
Commissioner J Condon	1 July 2012 to 30 June 2013	
Colonel W Maxwell	1 July 2012 to 5 March 2013	DipMin, Bmin, MAdmin Lead
Colonel R Munn	29 April 2013 to 30 June 2013	BA Edu, M.Div Theology,
Lt-Colonel K Haggar	1 July 2012 to 30 June 2013	Bcom, ThA, Madmin Lead
Mr IC Minnett	1 July 2012 to 30 June 2013	BCom, FCA, GAICD

The countries which received overseas aid during 2012/13 financial year are summarised as follows:

AusAID Projects	\$	
Indonesia	29,606	Rural Water and Sanitation Project ( Waenwan, Buru Island)
Kenya	182,750	Strengthening Vocational Training & Early Childhood Education
		The Church Partnership Program-This funding is for 49 projects throughout PNG – under the headings of:
Papua New Guinea	860,829	Governance of Churches, Management, Human Resource, Physical Resource, Planning, Monitoring & Evaluation, Education, Health, HIV/AIDS, Community Development
	1,073,185	
Child Sponsorship		
Argentina	5,999	
Bangladesh	22,627	
Belize	4,631	
Brazil	22,726	
Caribbean	15,711	
Dominican Republic	1,652	
Fiji	22,965	
Ghana	24,098	
Haiti	24,891	
India Central	6,008	
India Eastern	11,097	
Indonesia	37,996	
Kenya-East	120,860	
Kenya-West	25,993	
Latin America	10,669	
Mozambique	46,361	
Myanmar	4,700	
Pakistan	13,986	
Paraguay	9,074	
Philippines	29,849	
PNG	29,106	
Rwanda	17,530	
Singapore	74,713	
South Africa	30,302	
Sri Lanka	13,817	
Taiwan	1,835	
Tanzania	16,135	
Uganda	39,931	
Zambia	8,782	
	694,044	

THE SALVATION ARMY (AUSTRALIA)  
 SELF DENIAL FUND (FOR OVERSEAS AID)  
 EASTERN TERRITORY

Overseas Projects funded by Self Denial Appeal and other donations

	\$
Bangladesh	7,000
China	309,490
Fiji	24,489
Ghana	52,925
Haiti	43,311
IHQ International Projects	838,593
India	246,853
Indonesia	75,328
Kenya-East	28,610
Latvia	5,500
Liberia	50,693
Malawi	320,022
New Zealand	30,510
Pakistan	118,289
Philippines	162,907
PNG	95,996
Sierra Leone	1,788
South Africa	14,342
South America	16,905
Taiwan	44,971
Tanzania	354,895
Zimbabwe	1,595
Other	13,758
	<u>2,858,770</u>
Total	<u><u>4,625,999</u></u>



THE SALVATION ARMY (AUSTRALIA)  
SELF DENIAL FUND (FOR OVERSEAS AID)  
EASTERN TERRITORY  
Trustees' declaration  
30 June 2013

In the opinion of the Trustees of The Salvation Army's Self Denial Fund (for Overseas Aid), Eastern Territory:

(a) the financial statements and notes as set out on pages 2 to 7:

(i) comply with Australian Accounting Standards; and

(ii) give a true and fair view of the financial position as at 30 June 2013 and of the performance for the year ended on that date of The Salvation Army's Self Denial (for Overseas Aid), Eastern Territory;

(b) in the Trustees opinion there are reasonable grounds to believe that The Salvation Army's Self Denial Fund (for Overseas Aid) Eastern Territory will be able to pay its debts as and when they become due and payable.

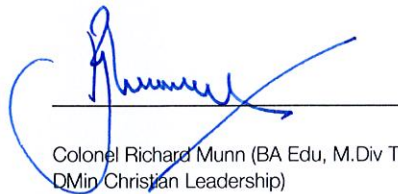
Signed in accordance with a resolution of the Trustees.



IC Minnett (B Com, FCA, GAICD)

Chief Financial Officer  
Trustee

Sydney,



Colonel Richard Munn (BA Edu, M.Div Theology,  
DMin Christian Leadership)

Chief Secretary  
Trustee



## **Independent audit report to the Trustees of The Salvation Army (Australia) Eastern Territory Self Denial Fund (For Overseas Aid)**

We have audited The Salvation Army (Australia) Eastern Territory's ("The Salvation Army") Income statement and Table of cash movements for designated purposes for the year ended 30 June 2013 and the Balance sheet and Statement of changes in capital reserves and accumulated funds as at 30 June 2013 ("the Statements") of the Self Denial Fund for Overseas Aid. The Statements have been prepared by the Trustees based on the Australian Council for International Development's (ACFID) code of conduct (the "Code"), for the purpose of fulfilling The Salvation Army's reporting requirements to ACFID, using the basis of preparation described in Note 1 to the Statements.

### *Trustees' responsibilities for the Statements*

The Trustees of The Salvation Army are responsible for the preparation of the Statements in accordance with the Code, and have determined that the accounting policies in Note 1 to the Statements are appropriate to meet the requirements of ACFID. This responsibility includes selecting and applying appropriate accounting policies; making accounting estimates that are reasonable in the circumstances; ensuring the Statements are prepared and presented in accordance with the Code; and for such internal control as the Trustees determine is necessary to enable the preparation of the Statements that are free from material misstatement, whether due to fraud or error.

### *Auditor's responsibility*

Our responsibility is to express an opinion on the Statements to the Trustees of The Salvation Army based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance whether the Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and presentation of the Statements 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 Trustees, as well as evaluating the overall presentation of the Statements.

Our procedures included the examination on a test basis, of evidence supporting the amounts disclosed in the Statements. These procedures have been undertaken to form an opinion whether, in all material respects, the attached Statements are prepared and presented in accordance with the Code, using the basis of preparation described in Note 1 to the Statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



*Auditor's opinion*

In our opinion the attached Statements for the year ended 30 June 2013 are prepared and presented, in all material respects, in accordance with the Code.

*Independence*

In conducting our audit, we have complied with the independence requirements of the Australian Accounting Professional and Ethical Standards Board.

*Basis of preparation and restriction on distribution and use*

Without modifying our opinion, we draw attention to Note 1 to the Statements, which describe the basis of preparation. The Statements have been prepared as required by the Code for the purpose of reporting to ACFID. As a result, the Statements may not be suitable for another purpose.

*KPMG*

KPMG

*Kathy Ostin*

Kathy Ostin

Sydney

1 November 2013

Contact details:

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ICAA: 92553