

EFFECTIVE ALTRUISM AUSTRALIA LTD.

FINANCIAL STATEMENTS

**FOR THE PERIOD 21 OCTOBER 2015
TO 30 JUNE 2016**

EFFECTIVE ALTRUIISM AUSTRALIA LTD.

BOARD OF DIRECTORS' REPORT

Your board of directors submit the financial report of Effective Altruism Australia Ltd for the financial period 21 October 2015 to 30 June 2016.

Board of Directors

The names and particulars of the directors of the company during and since the end of the financial year are:

Dr. Brenton Mayer

Brenton is a medical doctor from Queensland with an interest in public health. He is currently working for 80,000 hours, a non-profit which gives career advice to people wanting to use their careers to have a large social impact

Dr. Ben Toner

Ben is a co-founder of Vesparum Capital, a capital markets advisory firm, and Draftable, an enterprise software startup. Ben holds a Ph.D. in Physics from Caltech and a Bachelor of Science (Hons.) from The University of Melbourne.

Peter McIntyre

Peter has a background in events and sales management and studied medicine at the University of New South Wales. He also works at 80,000 hours, where he is the Director of Coaching.

The abovenamed directors held office during the whole of the financial period under review and since the end of the financial year.

Directors' Meetings

The following table sets out the number of directors' meetings held during the financial year and the number of meetings attended by each director (while they were a member of the board).

Director	Meetings Eligible	Attended
Peter McIntyre	6	6
Brenton Mayer	6	6
Ben Toner	6	6

Principal Activities

The principal activities of the company during the financial year were fundraising and making grants with the purpose of most effectively alleviating poverty, distress and suffering.

Significant Changes in Operations during the period

The company was incorporated on 21 October 2015 and commenced operations shortly after. No significant change in the nature of these activities occurred during the year.

EFFECTIVE ALTRUISM AUSTRALIA LTD.

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD 21 OCTOBER 2015 TO 30 JUNE 2016**

	Note	2016 \$
Revenues	2	325,618
Expenses	3	(323,629)
Profit/(loss) before income tax expense		<u>1,989</u>
Income Tax Expense	1a	-
Total comprehensive income for the year		<u><u>1,989</u></u>

-

The accompanying notes form part of these financial statements

EFFECTIVE ALTRUISM AUSTRALIA LTD.

**BALANCE SHEET
AS AT 30 JUNE 2016**

	Note	2016 \$
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	4	233,497
Receivables	5	-
TOTAL CURRENT ASSETS		<u>233,497</u>
TOTAL NON-CURRENT ASSETS		-
TOTAL ASSETS		233,497
CURRENT LIABILITIES		
Trade and other payables	6	231,508
TOTAL CURRENT LIABILITES		<u>231,508</u>
TOTAL NON-CURRENT LIABILITIES		-
TOTAL LIABILITIES		231,508
NET ASSETS		<u><u>1,989</u></u>
EQUITY		
Accumulated Surpluses/(Deficits)	7	1,989
TOTAL EQUITY		<u><u>1,989</u></u>

The accompanying notes form part of these financial statements

EFFECTIVE ALTRUISM AUSTRALIA LTD.

**STATEMENT OF CASH FLOWS
FOR THE PERIOD 21 OCTOBER 2015 TO 30 JUNE 2016**

	Note	2016 \$
Cashflows from Operating Activities		
Receipts from operations		325,447
Interest received		171
Payments to grant recipients and others		(92,121)
Net cash provided from operating activities	8b	<u>233,497</u>
Net cash provided by (used in) by financing activities		-
Net cash provided by (used in) by investing activities		-
Net increase (decrease) in cash held		<u>233,497</u>
Cash at the beginning of year		-
Cash at the end of year	8a	<u><u>233,497</u></u>

The accompanying notes form part of these financial statements

EFFECTIVE ALTRUISM AUSTRALIA LTD.

**STATEMENT OF CHANGES IN EQUITY
AS AT 30 JUNE 2016**

		Retained Earnings \$	Total \$
Balance at 21 October 2015		-	-
Profit/(loss) for the year		1,989	1,989
Balance at 30 June 2016	7	<u>1,989</u>	<u>1,989</u>

The accompanying notes form part of these financial statements

EFFECTIVE ALTRUISM AUSTRALIA LTD.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD 21 OCTOBER 2015 TO 30 JUNE 2016

Note 1 Statement of Significant Accounting Policies

This financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Urgent Issues Group Consensus Views and other authoritative pronouncements of the Australian Accounting Standards Board.

The financial report covers Effective Altruism Australia Ltd as an individual entity. The following is a summary of the material accounting policies adopted by the company in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

Effective Altruism Australia is a company incorporated with the Australian Securities & Investments Commission (ASIC) and the Australian Charities and Not-For-Profits Commission (ACNC).

Basis of Preparation

The financial report is prepared on an accruals basis in accordance with the historical cost convention. Cost is based on the fair values of the consideration given in exchange for assets.

In the application of A-IFRS, management is required to make judgments, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstance, the results of which form the basis of making the judgments. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Accounting policies are selected and applied in a manner which ensures that the resulting financial information satisfies the concepts of relevance and reliability, thereby ensuring that the substance of the underlying transactions or other events is reported.

The accounting policies set out below have been applied in preparing the financial statements for the year ended 30 June 2016.

The following is a summary of the material accounting policies adopted by the company in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

a) Tax

The company is endorsed as an income tax exempt charity, therefore there is no liability to pay income tax on any profits of the company.

Effective Altruism Australia is not registered for Goods and Services Tax.

b) Revenue

Revenue is recognised upon receipt.

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

c) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less.

EFFECTIVE ALTRUISM AUSTRALIA LTD.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD 21 OCTOBER 2015 TO 30 JUNE 2016

Note 2	Revenue and other income	2016
		\$
	Operating Activities	
	Donations Received - Restricted	320,345
	Donations Received - Unrestricted	5,102
	Other operating revenue	-
		<u>325,447</u>
	Non-operating Activities	
	Interest received	171
		<u>171</u>
	Total Revenue	<u><u>325,618</u></u>
Note 3	Expenses	
	a) Expenses	
	Include:	
	Program costs	322,075
	Remuneration of reviewer	
	- review services	1,000
	- other services	500
	Total remuneration	<u>1,500</u>
Note 4	Cash and Cash Equivalents	
	Cash on Hand and at Bank	233,497
	Cash on Deposit	-
		<u>233,497</u>
Note 5	Trade and Other Receivables	
	Debtors	-
	less Provision for Doubtful Debts	-
		<u>-</u>
Note 6	Trade and Other Payables	
	Accounts Payable	228,825
	Accruals	2,683
	Statutory payables	-
	Grants received in advance	-
		<u>231,508</u>

**EFFECTIVE ALTRUISM AUSTRALIA LTD.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD 21 OCTOBER 2015 TO 30 JUNE 2016**

Note 7	Equity	2016 \$
	Accumulated Surpluses/(Deficits)	
	Balance at beginning of the reporting period	-
	Net Result for the Year	1,989
	Balance at the end of the reporting period	<u>1,989</u>
	Total Equity at end of financial year	<u><u>1,989</u></u>

Note 8 **Cash Flow Information**

a) Reconciliation of Cash

Cash on hand and at bank	233,497
Cash on deposit	-
	<u>233,497</u>

b) Reconciliation of net cash provided by operating activities to profit from ordinary activities.

Profit from ordinary activities	1,989
Changes in assets and liabilities:	
Increase/(Decrease) in payables	228,825
Increase/(Decrease) in monies received in advance	2,683
Net cash provided by operating activities	<u><u>233,497</u></u>

c) The company has no credit stand-by facilities in place.

d) There were no non-cash financing or investing activities during the period.

Note 9 **Events Subsequent to Reporting Date**

Since 30 June 2016 no events have occurred which would affect the financial position as at 30 June 2016 or any other matters disclosed in these financial statements.

Note 10 **Contingent Liabilities and Contingent Assets**

There are no contingent liabilities or contingent assets known to the company.

Note 11 **Related Parties**

Donation income totalling \$27,121 was received from associates of multiple directors during the period ended 30 June 2016. The donations were made and received on terms equivalent to those applying to third party transactions.

Note 12 **Segment Reporting**

The company operates mainly in one business, being the business of fundraising and making grants with the purpose of most effectively alleviating poverty, distress and suffering.

Note 13 **Company Details**

The principal place of business of the company is:
Effective Altruism Australia Limited
Level 7, 41 Exhibition Street
MELBOURNE VIC 3000

EFFECTIVE ALTRUISM AUSTRALIA LTD.

STATEMENT BY DIRECTORS

In the opinion of the board the financial report:

- 1 Presents a true and fair view of the financial position of Effective Altruism Australia Ltd as at 30 June 2016 and its performance for the year ended on that date in accordance with Australian Accounting Standards, mandatory professional reporting requirements and other authoritative pronouncements of the Australian Accounting Standards Board.
- 2 At the date of this statement, there are reasonable grounds to believe that the company will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Board and is signed for and on behalf of the Board by :



Name: Ben Toner
Director



Name: Peter McIntyre
Director

Dated this 8th day of May, 2017

Ref: 196840_1

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF EFFECTIVE ALTRUISM AUSTRALIA INC.

Report on the Financial Report

We have reviewed the accompanying financial report of Effective Altruism Australia Ltd, which comprises the statement of financial position as at 30 June 2016, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the period ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the responsible entities' declaration.

Responsible Entities' Responsibility for the Financial Report

The responsible entities of the registered entity are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) and for such internal control as the responsible entities determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2415 *Review of a Financial Report: Company Limited by Guarantee or an Entity Reporting under the ACNC Act or Other Applicable Legislation or Regulation*, in order to state whether, on the basis of the procedures described, anything has come to our attention that causes us to believe that the financial report does not satisfy the requirements of Division 60 of the ACNC Act including: giving a true and fair view of the registered entity's financial position as at 30 June 2016 and its performance for the period ended on that date; and complying with the Australian Accounting Standards and the *Australian Charities and Not-for-profits Commission Regulation 2013* (ACNC Regulation). ASRE 2415 requires that we comply with the ethical requirements relevant to the review of the financial report.

A review of a financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Principals

Andrew Marshall CA
Janine Orpwood CA

Associates

Bryan McKimmie CPA, Affiliate ICAA
Sandra Rowley CA

Langley McKimmie

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AUSTRALIA • NEW ZEALAND

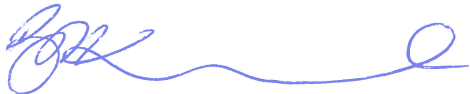
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Conclusion

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the financial report of Effective Altruism Australia Ltd does not satisfy the requirements of Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* including:

- (a) giving a true and fair view of the registered entity's financial position as at 30 June 2016 and of its financial performance and cash flows for the period ended on that date; and
- (b) complying with Australian Accounting Standards and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

LANGLEY MCKIMMIE
Chartered Accountants



Bryan McKimmie CPA

Dated: 19 May 2017