2017 Summary Financial Statements



Save the Children

Consolidated income statement and statement of comprehensive income for the year ended 31 December 2017

	CONSOLIDATED		
	Note	2017	2016
		\$000	\$000
REVENUE			
Donations and gifts – monetary		28,567	26,993
Donations and gifts – non-monetary		434	101
Bequests and legacies		1,930	1,789
Grants			
- Department Foreign Affairs and Trade		19,045	26,549
- Other Australian		40,720	32,361
- Other overseas		7,035	8,446
Revenues from commercial activities	2	8,303	6,662
OTHER INCOME			
Investment income	3 (a)	307	824
Other income	3 (b)	1,087	1,996
Discount on acquisition	22(a)	1,196	
TOTAL REVENUE		108,624	105,721
EXPENDITURE International Aid and Development Programs Expenditure			
International programs			
- Funds to international programs		32,704	42,166
- Program support costs		2,849	3,090
Domestic Aid and Development Programs Expenditure		2,047	5,070
Domestic programs			
- Funds to domestic programs		37,638	29,541
- Program support costs		1,518	1,672
Community Education		3,385	3,493
Fundraising costs (International and Domestic)		5,005	0,473
- Public - monetary		12,894	11,294
- Government, multilateral and private		1,460	1,330
Commercial activities Domestic		7,841	6,677
Accountability and Administration (International and Domestic)		10,019	9,923
		110,308	109,186
Shortfall of income over expenditure from continuing operations		(1,684)	(3,465)
		(1,004)	(3,403)

The accompanying notes form part of these financial statements.

Consolidated income statement and statement of comprehensive income for the year ended 31 December 2017

	CONSOLIDATED		
	Note	2017	2016
		\$000	\$000
Shortfall of income over expenditure from continuing operations		(1,684)	(3,465)
Other comprehensive income for the year		-	-
TOTAL COMPREHENSIVE LOSS FOR THE YEAR		(1,684)	(3,465)

During the financial year, the entity had no transactions in relation to political or religious proselytization programs. The accompanying notes form part of these financial statements.

Consolidated statement of financial position for the year ended 31 December 2017

Note 2017 2016 SSETS 5000 5000 Current casts 6 18,617 26,279 - Cach ond cach equivalens 6 18,617 26,279 - Irade and other receivables 7 12,174 12,929 - Irade and other receivables 7 12,174 12,929 - Irade and other receivables 7 12,174 40,029 Norcurent casets 8 514 40,029 - Irade and equipment 19,22(b) 156 - - Irade indequipment 10 2,464 4,029 - Irade indequipment 10 2,464 4,029 - Irade indequipment 10 2,464 4,029 - Irade index sers 10 2,464 4,029 - Irade index pigables 11 7,317 4,029 - Irade index pigables 11 7,317 12,049 - Irade index pigables 11 7,317 4,049 - Irade index pigables 11 7,317 4,049 - Irade index pigables 11 3,160 4,049		CONSOLIDATED		
ASSETS Image: state		Note	2017	2016
Current assets618,61725,259- Tada and other receivables712,17412,981- Iventories8514119Taca current assets8514119- Condvill10,22(b)156 Propers, plont and equipment95,056 Intangible Assets102,446 Intangible Assets102,446 Condvill102,446 Intangible Assets102,446 Tack anon-current assets7,658 Tack and other pagables117,317 Provisions117,317 Provisions1325,237 Defarred income11487 Provisions11487 Provisions11487 Provisions11487 Provisions11487 Provisions11487 Provisions11487 Provisions11487 Provisions1423,164 Provisions1,14487 Provisions1,14 Provisions1,14 Provisions1,14 Provisions1,14 Provisions1,14 Provisions1,163 P			\$000	\$000
6 Cash and cash equivalents618,61726,2911 Tade and other receivables712,17412,981a liventories8514119Total current assets1031,30540,029Non-current assets95,0565,788- froperty, plant and equipment95,0565,788- frotal non-current assets102,4461,206Total non-current assets102,4461,206- frota non-current assets7,6586,9941,206- Tade and other pagables117,3171,7407- Frovisions117,3171,7407- Provisions117,3171,7407- Frode and other pagables117,3171,7407- Frode and other pagables114873,316- Deferred likolities114873,316- Frode and other pagables114873,316- Frode and other pagables133,2433,316- Frode and other pagables<	ASSETS			
Trade and other neceivables712,17412,914Iventories851410Total current assets10,22(b)15.6I Coodvill10,22(b)15.6I Property, plant and equipment95,056.5.788I Intangible Assets102,444Total non-current assets7,658Total non-current assets117,317Current Liabilities117,317I Total and other pagables117,317I Total and other pagables117,317I Current liabilities117,317I Total and other pagables11487I Total and other pagables11I Total LIABILITIESN	Current assets			
Inventories8514101Total current assets10,22(b)15,6	- Cash and cash equivalents	6	18,617	26,929
Total current assets40.02Non-current assets10,22(b) 15616- Goodwill10,22(b) 15616- Property, plant and equipment95,056- Intangible Assets102,446Total non-current assets7,6586,994Total ASSETS38,0634,003- Trade and other pogables117,317- Provisions1325,23721,942- Total current liabilities11487359- Trade and other pogables11487359- Total current liabilities11487359- Total current liabilities11487359- Trade and other pogables11487359- Total current liabilities11487359- Trade and other pogables11487359- Total LIABILITES31,86231,86231,862- Ret ASSETS- Agestrian44,86531,862- EQUTYAccumulated Surplus- Agestrian31,862- Accumulated Surplus- Agestrian41,86231,862	- Trade and other receivables	7	12,174	12,981
Non-current assets10,22(b) 156156- Goodwill10,22(b)156- Property, plant and equipment95,056- Intangible Assets102,446- Total non-current assets Total ASSETS Trade and other payables117,317- Trade and other payables117,317- Total current liabilities113,262- Total current liabilities Total current liabilities11487- Total current liabilities11487- Total current liabilities Total current liabilities Total current liabilities Total current liabilities Total and other payables11487- Total current liabilities Total current liabilities Total current liabilities Total LIABILITIES Total LIABILITIES Total LIABILITIES RET ASSETS RET ASSETS Recurrent Surplus Accumulated Surplus-	- Inventories	8	514	119
1 Goodwil10,2(b) 1561561.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.	Total current assets		31,305	40,029
Property, plant and equipment95005788- Intangible Assets102,4461.206Total non-current assets7,6586,994Total ASSETS38,9634,7023LIABILITIES-38,9634,7023- Trade and other payables117,31717,407- Provisions117,31717,407- Provisions1325,2373,184- Trade and other payables11487359- Total current liabilities-334- Total current liabilities-3352- Trade and other payables11487359- Total current liabilities3- Total current liabilities3- Total non-current liabilities3,344- Total LIABILITIESNet ASSETS3,344- Total current liabilities Total non-current liabilities Total LIABILITIESNet ASSETSRegurryAccumulated SurplusAccumulated Surplus	Non-current assets			
Property, plant and equipment95,0565,788Intangible Assets102,4461,060Total non-current assets7,6586,694TOTAL ASSETS38,96347,023LIABILITIES7,8177,077Current Liabilities117,317- Provisions1325,237- Total and other payables11487- Total current liabilities11487- Total and other payables11487- Total current liabilities11487- Total and other payables11487- Total current liabilities11487- Total current liabilities11487- Total and other payables11487- Total and other payables11487- Total and other payables11487- Total current liabilities11487- Total and other payables11487- Total and other payables111482- Total and other p	- Goodwill	10,22(b)	156	-
Total non-current assets7,5586,994TOTAL ASSETS38,96347,023LIABILITIESIII38,96347,023Current Liabilities117,31717,407- Trade and other pagables117,31717,407- Provisions123,2963,184- Deferred income1325,23721,942- Total current liabilities35,85042,533Non-current liabilities11487359- Trade and other pagables11487359- Total non-current liabilities1,6311,3243,166NET ASSETS1,4823,1663,166EQUITYAccumulated Surplus1,4823,166	- Property, plant and equipment	9		5,788
TOTAL ASSETS38,96347,023LIABILITIESIIICurrent Liabilities117,31717,407- Trade and other payables117,31717,407- Provisions123,2963,184- Deferred income1325,23721,942- Total current liabilities35,85042,533Non-current liabilities11487359- Provisions121,144965- Total non-current liabilities1,6311,324TOTAL LIABILITIES37,48143,857NET ASSETS1,4823,166EQUITY1,4821,482Accumulated Surplus1,4823,166	- Intangible Assets	10	2,446	1,206
LIABILITIES Current Liabilities	Total non-current assets		7,658	6,994
Current LiabilitiesI7,31717,407- Trade and other payables117,31717,407- Provisions123,2963,184- Deferred income1325,23721,942- Total current liabilities-35,85042,533Nencurrent liabilities Trade and other payables11487359- Provisions121,144-Total non-current liabilitiesNet AssertsNet AssertsAccumulated Surplus-1,4823,166	TOTAL ASSETS		38,963	47,023
Current LiabilitiesI7,31717,407- Trade and other payables117,31717,407- Provisions123,2963,184- Deferred income1325,23721,942- Total current liabilities-35,85042,533Nencurrent liabilities Trade and other payables11487359- Provisions121,144-Total non-current liabilitiesNet AssertsNet AssertsAccumulated Surplus-1,4823,166				
- Trade and other payables117,31717,407- Provisions117,31717,407- Provisions1325,23321,942- Total current liabilities35,85042,533Non-current liabilities11487359- Provisions11487359- Trade and other payables11487359- Provisions121,144965- Total current liabilities1,32443,857- Nert Alssetts1,32443,857NET ASSETS1,4823,166	LIABILITIES			
- Provisions 11 7,317 17,407 - Provisions 12 3,296 3,184 - Deferred income 13 25,237 21,942 - Total current liabilities 35,850 42,533 Non-current liabilities 11 487 359 - Trade and other payables 11 487 359 - Provisions 12 1,144 965 Total non-current liabilities 12 1,631 1,324 Total LIABILITIES 37,481 43,857 PRET ASSETS 1,482 3,166	Current Liabilities			
· Provisions123.2963.184· Deferred income1325,23721,942· Total current liabilities35,85042,533Non-current liabilities11487359· Provisions11487359Total non-current liabilities11487359Total non-current liabilities11487359RET ASSETS121,144965Accumulated Surplus1,8243,166	- Trade and other payables	11	7.317	17.407
- Total current liabilities35,85042,533Non-current liabilitiesI487359- Trade and other payables11487359- Provisions121,144965Total non-current liabilities1,6311,324TOTAL LIABILITIES37,48143,857NET ASSETS1,4823,166EQUITY1,4821,482Accumulated Surplus1,4823,166	- Provisions			
Non-current liabilitiesIIHer- Trade and other pagables11487359- Provisions121,144965Total non-current liabilities1,6311,324TOTAL LIABILITIES37,48143,857NET ASSETS1,4823,166EQUITY1,4823,166	- Deferred income	13	25,237	21,942
- Trade and other payables11487359- Provisions121,144965Total non-current liabilities1,6311,324TOTAL LIABILITIES37,48143,857NET ASSETS1,4823,166	- Total current liabilities		35,850	42,533
- Provisions121,144965Total non-current liabilities	Non-current liabilities			
Total non-current liabilities1,6311,324TOTAL LIABILITIES37,48143,857NET ASSETS1,4823,166EQUITY Accumulated Surplus1,4823,166	- Trade and other payables	11	487	359
TOTAL LIABILITIES37,48143,857NET ASSETS1,4823,166EQUITY Accumulated Surplus1,4823,166	- Provisions	12	1,144	965
NET ASSETS1,4823,166EQUITYAccumulated Surplus1,4823,166	Total non-current liabilities		1,631	1,324
EQUITYAccumulated Surplus1,482	TOTAL LIABILITIES		37,481	43,857
EQUITYAccumulated Surplus1,482				
Accumulated Surplus 1,482 3,166	NETASSETS		1,482	3,166
Accumulated Surplus 1,482 3,166				
	EQUITY			
TOTAL EQUITY 1,482 3,166	Accumulated Surplus		1,482	3,166
	TOTAL EQUITY		1,482	3,166

The accompanying notes form part of these financial statements.

Consolidated statement of changes in equity for the year ended 31 December 2017

	Accumulated Surplus	Total Equity
	\$000	\$000
Balance at 31 December 2015	6,631	6,631
Total comprehensive income for the year		
Shortfall of income over expenditure for the year	(3,465)	(3,465)
BALANCE AT 31 DECEMBER 2016	3,166	3,166
Total comprehensive income for the year		
Shortfall of income over expenditure for the year	(1,684)	(1,684)
Other comprehensive income for the year	-	-
BALANCE AT 31 DECEMBER 2017	1,482	1,482

The accompanying notes form part of these financial statements.

Consolidated statement of cash flows for the year ended 31 December 2017

	CONSOLIDATED		
	Note	2017	2016
		\$000	\$000
Cash flows from operating activities			
- Cash received in the course of operations (inclusive of GST)		110,889	107,185
- Cash paid in the course of operations (inclusive of GST)		(109,431)	(109,991)
- Cash paid in relation to the transfer of MEC program to SCI^*		(9,647)	-
- Interest received		307	824
Net cash used in operating activities	15	(7,882)	(1,982)
Cash flows from investing activities			
- Proceeds from acquisitions (cash acquired)	22a, 22b	1,570	-
- Proceeds from sale of plant and equipment		858	252
- Proceeds from landlord contribution		435	
- Payments for plant and equipment		(2,097)	(3,373)
- Payments for intangible assets		(1,196)	(481)
Net cash used in investing activities		(430)	(3,602)
Net decrease in cash held		(8,312)	(5,584)
- Cash at the beginning of the financial year		26,929	32,513
CASH AT THE END OF THE FINANCIAL YEAR	6	18,617	26,929

*The implementation of the Myanmar Education Consortium (MEC) program was transferred to Save the Children International during 2017. The accompanying notes form part of these financial statements.

Basis of preparation

The Summary Financial Report has been prepared in accordance with the requirements set out in the Australian Council for International Development ("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.

The Summary Financial Report does not and cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of Save the Children Australia and Controlled Entities as the full financial report.

A full description of the accounting policies adopted by Save the Children Australia and Controlled Entities may be found in the full financial report.

The Summary Financial Report is presented in Australian dollars.

A copy of the full consolidated financial report and the independent audit report for the year ended 31 December 2017 is available on our website: savethechildren.org.au.

Alternatively, you can request a hard copy, which will be sent without charge. All such requests should be made to the Registered Office:

Elizabeth Flynn, Company Secretary 33 Lincoln Square South, Carlton, VIC 3053 Phone: 03 7002 1600

Directors' declaration for the year ended 31 December 2017

The directors of Save the Children Australia ('Company') declare that the Summary Financial Report comprising the statement of profit or loss and other comprehensive income, statement of financial position, statement of cash flows, statement of changes in equity and table of cash movements, as set out on pages 1 to 6, is in accordance with the requirements set out in the ACFID Code of Conduct and has been derived from and is consistent with the full financial statements of the Company and its controlled entities ('Consolidated Entity') for the year ended 31 December 2017.

In the directors' opinion:

- (a) the full financial statements and notes of the Consolidated Entity are in accordance with the Australian Charities and Not-for-profits Commission (ACNC) Act 2012 including:
 - comply with Accounting Standards Reduced Disclosure Requirements, the ACNC Regulations 2012 and any other mandatory professional reporting requirements, and
 - give a true and fair view of the Consolidated Entity's financial position as at 31 December 2017 and its performance for the year ended on that date, and
 - (iii) comply with the requirements set out in the ACFID Code of Conduct;
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable, and

This declaration is made in accordance with a resolution of Directors:

Peter Hodgson Chairman

Melbourne 28 March 2018

Independent auditor's report for the year ended 31 December 2017



Independent auditor's report on the summary financial report

To the members of Save the Children Australia

Our opinion

In our opinion, the summary financial report is consistent, in all material respects, with the audited financial report, in accordance with the basis of preparation described in Note 1 to the summary financial report.

What we have audited

The summary financial report is derived from the audited financial report of Save the Children Australia for the year ended 31 December 2017. The summary financial report comprises:

- the consolidated statement of financial position as at 31 December 2017
- the consolidated statement of changes in equity for the year then ended
- the consolidated statement of cash flows for the year then ended
- the consolidated income statement and statement of comprehensive income for the year then
 ended
- the related notes to the summary financial report
- the directors' declaration.

Emphasis of matter - basis of accounting and restriction on distribution and use

We draw attention to Note 1 to the summary financial report, which describes the basis of accounting. The summary financial report has been prepared to assist Save the Children Australia in complying with the reporting provisions of the ACFID Code of Conduct. As a result, the summary financial report may not be suitable for another purpose. Our report is intended solely for Save the Children Australia and should not be distributed to or used by parties other than Save the Children Australia. Our opinion is not modified in respect of this matter.

Summary financial report

The summary financial report does not contain all the disclosures required by Australian Accounting Standards applied in preparation of the audited financial report of Save the Children Australia. Reading the summary financial report and the auditor's report thereon, therefore, is not a substitute for reading the audited financial report of Save the Children Australia and the auditor's report thereon.

PricewaterhouseCoopers, ABN 52 780 433 757

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Independent auditor's report for the year ended 31 December 2017



The audited financial report and our report thereon

We expressed an unmodified audit opinion on the financial report in our report dated 28 March 2018.

Management's responsibility for the summary financial report

Management is responsible for the preparation of the summary financial report in accordance with the basis of preparation described in Note 1.

Auditor's responsibility

Our responsibility is to express an opinion whether the summary financial report is consistent, in all material respects, with the audited financial report based on our procedures, which were conducted in accordance with Auditing Standard ASA 810 Engagements to Report on Summary Financial Statements.

PricewaterhouseCoopers

Jason Perry Partner

Melbourne 28 March 2018



Save the Children Australia 33 Lincoln Square South Carlton Vic 3053 1800 76 00 11

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