Australian Sponsorship 4 African Kids Limited
A.B.N. 48 124 490 053

ANNUAL STATEMENTS

&

ACCOUNTS

FOR THE YEAR ENDED

30 JUNE 2013

I certify that this is a true copy of all accounts required to be laid before the Company at the Annual General Meeting, together with a copy of every other Document required by Section 316 of the Corporations Act 2001 to be laid before the Annual General Meeting.

Company Secretary
(J Milton)

Australian Sponsorship 4 African Kids Limited
A.B.N. 48 124 490 053

Annual Statements and Accounts
30 June 2013

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This financial report is presented in Australian currency. Australian Sponsorship 4 African Kids Ltd is a public company limited by guarantee, incorporated and domiciled in Australia.

Principal Registered Office in Australia:
24 Hurtle Square
ADELAIDE SA 5000
(08) 8232 1334

Directors:
C Griguol CA (Chair)
M Panagiotidis LLB (Deputy Chair)
N Downer,AM
C Garcia
D Hafner, CMC FADO FBOA(Disp)
J May
J Milton,CA B Ec
J Staugas,LLB
M Panagiotidis LLB
S Vardon AO

Chief Executive:
D Hafner
Company Secretary:
J Milton
Auditor:
Henson Lloyd & Co
229 Greenhill Road
Dulwich

Banker:
Commonwealth Bank
175 Hutt Street Adelaide

Website address: www.as4ak.org.au

Australian Sponsorship 4 African Kids Limited
A.B.N. 48 124 490 053

Directors' Report

Your Directors present their report with respect to the results of the company for the year ended 30 June 2013 and the state of the company's affairs at that date.

In accordance with the Company Constitution none of the directors can be paid. The Board has kept paid employees to a minimum, in order to contain costs. Instead most operations of the Company have been undertaken by the Directors on an honorary basis both personally and through associated professional firms providing legal, accounting and administration services on an honorary unpaid basis.

The names of directors in office at any time during the period or since the end of the year are:

CHRISTINE MARIE GRIGUOL CA
Christine was appointed to the Board on 6th February 2012 and Chair of the Board on 1st January 2013. She is a highly experienced Chartered Accountant and has extensive experience in business management

Special Responsibilities: Chair of the Board and Fundraising

MARIA PANAGIOTIDIS LLB
Maria was appointed to the Board on 6th February 2012. She a practised as a highly respected member of the South Australian legal profession for over 20 years and was appointed to the South Australian judiciary as a Magistrate in 2003.

Special Responsibilities : Deputy Chair of the Board and Fund Raising

NICOLA (NICKY) DOWNER AM
Nicky is a founding member of the Board appointed on 20th March 2007 and is a past Chair of the Board.She has extensive experience working with not for profit organizations and charities throughout Australia. Nicky has made an outstanding contribution to art, not only in the Adelaide Hills region, but in her position as Chair of Country Arts SA, President of Regional Arts Australia and innumerable other community organizations. Her passionate promotion of local artists has ensured they are recognised for the vital and valuable contribution they make to the Adelaide Hills and South Australia in general.
Special Responsibilities: Honorary advisor on running not for profit organizations.

CARMEN ANNE GARCIA
Carmen was appointed to the Board on 6th February 2012

DORINDA HAFNER CMC FADO FBOA (Disp)
Dorinda is a founding member of the board appointed on 20th March 2007.
She came to Australia from Ghana via England as a Dispensing Optician and Registered Nurse but the arts beckoned and she soon "entered-stage-left" in theatre and film. In magnificent style, Dorinda burst onto TV screens in over 40 countries with her 5 'A Taste Of ' food anthropology series. Eight books and 2 bestsellers later, Dorinda is now an enthralling public speaker, TV presenter, musical performer, trainer and businesswoman.
Dorinda devotes a large chunk of her time to her favourite charities every year.
She divides her time between Australia, the UK and the USA working passionately on many projects. Dorinda's inspiration to set up Australian Sponsorshp 4 African Kids Ltd was her late mother, Elizabeth Bannerman-Addy.

Special Responsibilities: Honorary Chief Executive Officer.

SUSAN ROSALIE HERALD
Sue was appointed to the Board on 8th March 2011 and resigned on 8th March 2013 .

Special Responsibilities: Liasion with potential fund raising events.

JULIE ANN MAY
Julie was appointed a Director on 18th August 2008.
She is highly experienced in the area of Early Childhood Education in SA and is passionate about making a difference for young children and their families.
Julie has been a strong advocate for children in her roles as teacher, Preschool Director, and Coordinator of Children's Services within public education in SA.
Julie is currently director of McKellar Stewart Kindergarten and serves as an executive member on several State Early Childhood Associations and committees.

Special Responsibilities: Expert advisor on educating young children.

JEFFREY MILTON CA B Ec
Jeff is a founding member of the Board appointed on 20th March 2007.
He has over 20 years experience as a Chartered Accountant in public practice. He worked as a Manager with one of the Big 4 International Accounting firms and then as a Partner in medium sized national firm before establishing his own practice in 1999, which is dedicated to providing personal service to a wide range of business clients, predominantly in South Australia.
As a past Treasurer of Australians Aiding Children and the Kiwanis Club of Adelaide, Jeff has a strong desire to aid the development of children both in Australia and overseas.

Special Responsibilities: Honorary Chief Financial Officer and Company Secretary.

JOANNE STAUGAS LLB
Joanne is a founding member of the Board appointed on 20th March 2007.
She is a Partner of Johnson Winter & Slattery Commercial Lawyers, based in Adelaide.
Joanne is a nationally recognised legal expert in construction and engineering law, with over 20 years' experience in all aspects of negotiation, documentation and administration of major construction and engineering projects and commercial dispute resolution. She has a strong commercial focus and strategic approach. Joanne is a trustee of the Adelaide Festival Centre Trust, a board member of the Adelaide Entertainment Centre, and President of the South Australian Woman's Trust. Her commitment to her field is equally strong, serving as Chair of the Law Society of South Australia's ADR Committee and as member of the Law Council of Australia's ADR Committee.

Special Responsibilities: Honorary Legal Adviser

SUZANNE VARDON AO
Sue was appointed a Director on 7th April 2009.
Sue has extensive experience at Chief Executive level in the public sector at both State and Federal level.

Special Responsibilities: Corporate Governance and Liasion with Government

Australian Sponsorship 4 African Kids Limited
A.B.N. 48 124 490 053

Principal Activity

The principal activity throughout the year was international development aid to Ghana.

Results

During the year ended 30 June 2013 revenue exceeded expenditure by $1,818. These funds were donated to Brothers and Sisters in Christ Serving (BASICS) in Ghana to enable them to employ teachers and also to assist in building their new school so that they can expand the number of children that they can educate.

Dividends

The company's constitution does not permit the payment of dividends and therefore no dividends have been recommended or paid during the period.

Review of Operations

During the period our total revenue was $44,307. In the same period we disbursed $42,489, leaving a surplus of $1,818.

Significant Changes in the State of Affairs

No significant changes occurred in the state of affairs of the company during the year ended 30th June 2013 , other than as advised in last years Directors Report, our approval early in the financial year as Deductible Gift Recepient.by the Australian Taxation Office.and that tax deductible donations can now be made to the Australian Sponsorship 4 African Kids Ltd Ghana Relief Fund.

US Dollar payments to fund projects in Ghana

During the year we sent $ Australian dollars to fund education and development in Ghana. Australian Sponsorship 4 African Kids Ltd funding commitments are made in US dollars, due to the link between the local Ghanan currency and the US dollar.

Consideration on an ongoing basis has been given to hedge the foreign currency risk associated with these commitments by placing part of the company's cash reserves in US dollars. However, the impact of the international financial crisis on the United States and lack of interest available on US dollar accounts has resulted in the Board continuing to hold its reserves in higher interest earning Australian dollar accounts held with one of the major Australian banks.

Matters Subsequent to the End of the Financial Year

There are no matters subsequent to balance date that are likely to affect our operations.

Likely Developments and Expected Results of Operations

Australian Sponsorship 4 African Kids Limited continues to focus on international aid and development to Ghana. No change to this principal activity is likely.

Australian Sponsorship 4 African Kids Limited
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Directors' Benefits

No Director of the company has received or has become entitled to receive a benefit, because of a contract made by the company.

Remuneration Policy

During the year ended 30th June 2013 the company did not have any paid employees or contractors. All work for the company was undertaken on a voluntary basis.

Indemnity and Insurance of Officers and Auditors

The company has paid premiums to insure directors and executives against liabilities incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity as an officer of the company, other than conduct involving a willful breach of duty in relation to the company. The total amount of the premiums paid for this insurance was $1,412 per annum. The directors and officers covered by these premiums are:-

C Griguol
M Panagiotidis
N Downer
C Garcia
D Hafner
S Herald
J May
J Milton
J Staugas
S Vardon
K Jackman

No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings. The company was not a party to any such proceedings during the year.

Environmental Regulations

Australian Sponsorship 4 African Kids Ltd is required to comply with various Acts. There have been no breaches of these Acts during the period.

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

Director
Adelaide,

Director

Corporate Governance

Structure

Australian Sponsorship 4 African Kids Ltd (AS4AK) is a public company limited by guarantee, incorporated under the *Corporations Act 2001*. Ultimate responsibility for the governance of AS4AK rests with the Board of Directors. This governance statement outlines how the Board meets that responsibility.

Board Responsibilities

The Board's primary role is to ensure that AS4AK's activities are directed towards achieving its mission and AS4AK's mission to provide international development and aid to Ghana.

Responsibilities include:-

setting the strategic direction for AS4AK, assessing progress towards strategic objectives and approving policies to work towards those objectives;

monitoring and receiving advice on areas of operational business opportunities and financial risk;

and

ensuring compliance with laws and policies;

AS4AK's Constitution does not permit any Director of AS4AK to be paid.

Board Structure

No fees are paid for serving as a Director of AS4AK.

Each Director's term is for 4 (four) years, commencing at the start of the Annual General Meeting at which their election is announced and ending at the start of the fourth Annual General Meeting happening after their election.

Directors having served three (3) consecutive terms must stand down for two years before seeking re-election.

Recommendations for election to the Board are guided by adopting a balanced "skills matrix" of general and special criteria to ensure that the Board has the necessary skills and experience to make sound decisions in accordance with its Constitution.

Board meetings

The full Board normally meets ten times during the year, with additional meetings scheduled as required.

Standards
Ethical standards

The Board's policy is for the Directors and all employees to conduct themselves with the highest ethical standards.

Independent Advice
Any director may take such independent legal, financial or other advice as he/she considers necessary, at AS4AK's expense, provided the advice sought is in writing and is directly relevant to AS4AK affairs.

Conflict of Interest
Any actual or potential conflict of interest must be fully disclosed to the Board.

Board performance
Paticipation

Directors are encouraged to participate actively at all meetings and ensure their views are heard.

They are required to bring an independent judgement to bear in decision-making.

Financial information
The Chief Executive Officer and the Chief Financial Officer have certified the accuracy and completeness of the financial information prepared in accordance with relevant accounting standards.

Identifying significant business risks
The Board regularly monitors the business environment and operational and financial performance of each of the company's activities. It monitors and receives advice on areas of operational business opportunities and financial risk and considers strategies and policies for appropriate risk management arrangements.

Systems have been established and are monitored to ensure prompt and appropriate responses to complaints and inquiries.

Corporate Social Responsibility
AS4AK recognises that Corporate Social Responsibility (CSR) involves the reorientation of business and business practices to achieve environmental, ethical and poverty relief outcomes.

AS4AK views CSR as the responsibility of every organisation and integral to its overall mission. We understand our broader obligations to partners, supporters, employees, volunteers, donors, the community and the environment. We are committed to a sustainable future for all our stakeholders.

Australian Sponsorship 4 African Kids Limited
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Annual Financial Report
30 June 2013

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This financial report covers Australian Sponsorship 4 African Kids Ltd as an individual entity. This financial report is presented in the Australian currency.

Australian Sponsorship 4 African Kids Ltd is a public company limited by guarantee, incorporated and domiciled in Australia. Its registered office and principal place of business is:

24 Hurtle Square
Adelaide SA 5000

A description of the nature of its principal activities is included in the Directors' Report on page 6, which is not part of this financial report.

The financial report was authorized for issue by the Directors on 27 October 2013. The company has the power to amend and reissue the financial report.

Australian Sponsorship 4 African Kids Limited
A.B.N. 48 124 490 053

Income Statement
for the year ended 30 June 2013

	Notes	2013 $	2012 $
Operating Revenue			
Donations and gifts			
- Cash donations		44,026	20,798
Total operating revenue		44,026	20,798
Other revenue			
Investment revenue		282	906
Total other revenue		282	906
TOTAL REVENUE		44,308	21,704
Disbursements			
Overseas projects			
- Cash	4	40,038	15,244
Administration		2,452	9,999
TOTAL DISBURSEMENTS		42,490	25,542
EXCESS/(DEFICIT) OF REVENUE OVER DISBURSEMENTS		1,818	(3,838)

The above income statement should be read in conjunction with the accompanying notes

Australian Sponsorship 4 African Kids Limited
A.B.N. 48 124 490 053

Balance Sheet
as at 30 June 2013

	Notes	2013 $	2012 $
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	26,286	24,471
Trade and other receivables	5	421	359
TOTAL CURRENT ASSETS		26,707	24,471
TOTAL ASSETS		26,707	24,830
TOTAL LIABILITIES		0	0
NET ASSETS		26,707	24,830
Equity			
Funds available for future use		14,960	13,143
Members' capital		11,747	11,687
TOTAL EQUITY		26,707	24,830

The above balance sheet should be read in conjunction with the accompanying notes.

Australian Sponsorship 4 African Kids Limited
A.B.N. 48 124 490 053

Statement of Changes in Equity
For the year ended 30th June 2013

	Notes	Members Capital	Funds available for future use	Total Equity
		$	$	$
Balance at the beginning of the financial period		11,687	13,143	24,830
Surplus of revenue over disbursements for the period		0	1,817	1,817
New members funds received during the financial period		60	0	6 0
Balance at the end of the financial period		11,747	14,960	26,707

The above statement of changes in equity should be read in conjunction with the accompanying notes.

Cash Flow Statement

	Notes	2013	2012
		$	$
Cash flows from operating activities			
Receipts from donors and merchandising		44,026	20,799
Interest received		282	906
Payments to suppliers and employees		(42,553)	(25,542)
Net cash provided/(used) by operating activities	6a	1,755	(3,837)
Cash flows from financing activities			
New memberships		60	0
Net increase/(decrease) in cash held		1,815	(3,837)
Cash at beginning of financial period		24,471	28,308
Cash at end of financial period	6b	26,286	24,471

The above cash flow statement should be read in conjunction with the accompanying notes.

Australian Sponsorship 4 African Kids Limited
A.B.N. 48 124 490 053

Notes to the Financial Statements
as at 30 June 2013

1. Summary of significant accounting policies

a) Basis of accounting

The financial report is a general purpose financial report which has been prepared in accordance with Australian Accounting Standards, including Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001*.

This company adheres to the Australian Council for International Development (ACFID) Code of Conduct on Financial Reporting.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions to which they apply. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of this financial report are presented below. They have been consistently applied unless otherwise stated.

The financial report has been prepared on an accruals basis and is based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

b) Centralised accounting

The Adelaide office receives all income and is responsible for all expenditure.

c) Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.

Australian Sponsorship 4 African Kids Ltd is a not for profit organisation and receives the principal parts of its income from donations. Amounts donated by their nature can be recognized only when they are received by Australian Sponsorship 4 African Kids Ltd.

(i) Interest Income
Interest income is recognized on a time portion basis using the effective interest method.

Notes to the Financial Statements
as at 30 June 2013 (continued)

(ii) Donated Goods
These are accepted on the basis they will provide a future benefit. Revenue is brought to account when the goods are received and is recorded at fair value, which is represented by either wholesale or independent valuation.

(iii) Grants
Grants are recognized at their fair value where there is a reasonable assurance that the grant will be received and the company will comply with all attached conditions.
Grants relating to costs are deferred and recognized in the income statement over the period necessary to match them with the costs that they are intended to compensate.

(iv) Rending of Services
Revenue is recognized when the contract outcome can be reliably measured, control of the right to be compensated for the service determined and the stage of completion can be reliably measured.

d) Income Tax

The directors believe that the company is exempt under Australian taxation legislation. This is based on the company being approved as a DGR (Deductible Gift Recpient).

e) Property, plant and equipment
Land and buildings are recorded at deemed cost. All other property, plant and equipment is stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probably that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are changed to the income statement during the financial period in which they are incurred.

The carrying amount of property, plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets' employment and

Notes to the Financial Statements
as at 30 June 2013 (continued)

e) Property, plant and equipment (continued)
subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Gains and losses on disposals are determined by comparisng proceeds with carrying amount. These are included in the income statement in the period when the disposal occurs.

f) Depreciation and amortisation
Land is not depreciated. Depreciation on other assets is calculated using the straight-line method to allocate the cost of the asset, net of residual value, over its useful life.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

g) Impairment of assets
At each reporting date, the company reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

Impairment testing is performed annually for goodwill and intangible assets with indefinite lives.

h) Short-term deposits

Funds awaiting remittance to field countries are normally invested in short term deposits. (Refer Note on Financial Instruments.)

i) Goods and Services Tax (GST)

Revenues, expenses and assets are recognized net of the amount of associated GST, unless the GST incurred is not recoverable from the taxation authority. In this case, it is recognized as part of the cost of acquisition of the asset or as part of the expense.

Notes to the Financial Statements
as at 30 June 2013 (continued)

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The amount of GST recoverable from, or payable to, the taxation authority is included with the receivables or payables in the balance sheet.

j) Cash and cash equivalents

Cash and cash equivalents includes cash on hand and deposits held at call with financial institutions.

k) Foreign currency transactions and balances

Foreign currency transactions are converted to Australian currency at the rates of exchange applicable at the date of the transactions. Amounts receivable and payable in foreign currencies at balance date are converted at the prevailing rate when incurred.

Foreign currencies held at balance date are converted to Australian dollars at the exchange rates ruling at that date.

l) Acquisition of assets

The purchase method of accounting is used for all acquisition of assets regardless of whether equity instruments of other assets are acquired. Cost is measured as the fair value of the assets given up, shared issued or liabilities undertaken at the date of acquisition plus incidental costs directly attributable to the acquisition.

m) Trade and other receivables

All trade debtors are recognized at the amounts receivable. Trade debtors are due for settlement not more than 30 days from the date of recognition, and no more than 30 days for other debtors. Collectability of trade debtors is reviewed on an ongoing basis. Debts which are known to be uncollectible are written off. A provision for impairment of receivables is raised when there is objective evidence that the company will not be able to collect all amounts due according to the original term of the receivable.

n) Trade and other payables

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year and which are unpaid. These amounts are unsecured and usually paid within 30 days of recognition.

Notes to the Financial Statements
as at 30 June 2013 (continued)

o) Inventory and donated goods

Indigenous art inventory and Donated goods are held at the lower of cost and current replacement cost. Donated goods are recorded at cost which is represented by either wholesale value or an independent valuation. Donated goods are held in inventory until the risks and rewards have passed to the receiving entity.

p) Fair value estimation

The fair value of financial assets and liabilities must be estimated for recognition and measurement or for disclosure purposes. The carrying value less impairment provision of trade receivables and payables are assumed to approximate their fair values due to their short-term nature. The fair value of forward exchange contracts is determined using the forward exchange market rates at the balance sheet date.

q) Foreign currency hedging

Australian Sponsorship 4 African Kids Limited remits cash to fund overseas projects to Ghana in US dollars.

Australian Sponsorship 4 African Kids Limited continues to consider placing part of its cash in US dollars in order to hedge against exchange rate fluctuations.

This was not done during the year ended 30th June 2013 as the Directors believed that the impact of the global financial crisis and other US political issues continue to leave the US dollar relatively weak compared to the Australian dollar..

2. Critical Accounting Estimates and Judgements

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the entity and that are believed to be reasonable under the circumstances.

Australian Sponsorship 4 African Kids Limited makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal to the actual results.

3. Disbursements to overseas projects by country

	2013	2012
Ghana	40,038	15,244

Australian Sponsorship 4 African Kids Limited
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Notes to the Financial Statements
as at 30 June 2013 (continued)

4. Cash and cash equivalents

	2013	2012
Cash at bank and cash on hand	12,684	6,627
Deposits at call	13,602	17,844
Total	26,286	24,471
Deposits at call		

The Deposits have interest rates between 0.00% and 3.75%. These deposits are all at call.

5. Trade and other receivables

Australian Taxation Office – GST	421	358
Total	421	358

6a. Reconciliation of net cash provided by operating activities to Income Statement

Excess/(Deficit) of Revenue over Disbursements	1,818	(3,837)
Changes in Assets and Liabilities		
Increase in receivables and prepayments	63	150
Net Cash provided/(used) by Operating Activities	1,755	(3,987)

6b. Composition of Cash

For the purpose of the Cash Flow Statement, cash includes cash on hand, at bank and on deposit, net of outstanding bank overdrafts and deposits held on behalf of donors.

Cash at the end of the financial year as shown in the Cash Flow Statement reconciled to the related items in the Income Statement is as follows:

Cash on hand, at bank and on deposit	26,286	24,471

Australian Sponsorship 4 African Kids Limited
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Notes to the Financial Statements
as at 30 June 2013 (continued)

7. Financial Instruments

7a. Terms, conditions and accounting policies

The company's accounting policies, including the terms and conditions of each class of financial asset, financial liability and equity instrument, both recognized and unrecognized at the balance date, are as follows:

Recognized Financial Instruments	Balance Sheet Notes	Accounting Policies	Policies, Terms and Conditions
Financial Assets			
Cash	4	- Cash is recognized at face value - Cash in excess of liability requirements is invested in cash management accounts	- Deposits are all at call - The interest rate is the current market rate
Debtors	5	- Trade receivables are carried at the original invoice amounts due	- No credit sales have been made
Financial Liabilities			
Trade creditors		- Liabilities are recognized for amounts to be paid in the future for goods and services received, whether or not billed to the company.	- The company endeavours to settle trade liabilities on a 30 day term to take advantage of settlement discounts
Unrealised Currency Hedge Payable		- Australian Sponsorship 4 African Kids Ltd's board policy is to hedge in future	- Australian Sponsorship 4 African Kids Ltd will place part of its cash reserves in US dollars
Other creditors		- Liabilities are recognized for amounts to be paid in the future	- There are currently no creditors

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Notes to the Financial Statements
as at 30 June 2013 Continued

7b. Fair values

There is no material variance between an asset or liabilities carrying value and fair value.

7c. Credit risk exposure

The maximum exposure to credit risk at balance date in relation to each class of recognized financial asset is the carrying amount of those assets as indicated in the balance sheet.

7d. Interest rate risk

Australian Sponsorship 4 African Kids Ltd. Is subject to normal commercial interest rate fluctuations on its bank accounts and money market instruments. Australian Sponsorship 4 African Kids Ltd.'s exposure to interest rate risks and the effective interest rates of financial assets and financial liabilities, both recognized and unrecognized at the 30th June 2013, are as follows:

	Fixed interest maturing in											
Financial instruments	Floating int. rate		1 year or less		Over 1 to 5 years		More than 5 years		Non-interest bearing		Total carrying amount as per the balance sheet		Weighted ave. effective int. rate	
	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012
(i) Financial Assets														
Cash	13,602	17,842	0	0	0	0	0	0	16,985	6,627	24,471	28,458	1	3.5
Debtors			0	0	0	0	0	0	421	339	354	130		
Total financial assets	13,602	17,842	0	0	0	0	0	0	17,406	6,966	24825	28,588		
(ii) Financial Liabilities	0	0	0	0	0	0	0	0	0	0	0	0		
Trade creditors	0	0	0	0	0	0	0	0	0	0	0	0		
Currency hedge	0	0	0	0	0	0	0	0	0	0	0	0		
Other creditors														
Total financial liabilities	0	0	0	0	0	0	0	0	0	0	0	0		

Notes to the Financial Statements
as at 30 June 2013 (continued)

7e. Foreign currency risk

Australian Sponsorship 4 African Kids Ltd. continues to consider hedging foreign currency risk by placing part of their cash reserves in US dollars. However, the Board currently holds a negative view on the short to medium value of the US dollar and continues to hold all cash reserves in Australian dollars.

8. Superannuation commitments

The company has a legally enforceable obligation to contribute to employees' funds at a rate of 9% of wages and salaries.

9. Remuneration

No amounts are payable by the company to directors of the company. The directors give their services to the company without charge.

10. Contingencies

As at 30th June 2013, the company had no contingent assets or liabilities.

11. Capital and Leasing Commitments

As at 30th June 2013 there were no finance or operating lease commitments.

There were no capital expenditure commitments at 30th June 2013..

12. Events subsequent to balance date

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in future financial years.

Notes to the Financial Statements
as at 30 June 2013 (continued)

13. Related parties disclosure

During the year ended 30th June 2013 the following related parties of directors provided services to Australian Sponsorship 4 African Kids Ltd.

TIB Business Advisers provided accounting, taxation and administration services.

Jeff Milton is a Director of TIB Business Advisers.

These were all provided free of charge and no remuneration of any kind was received by these related parties.

15. Members' guarantee

The company is limited by guarantee. If the company is wound up, the Constitution of the Company states that each member is required to contribute a maximum of $10 each towards meeting any outstanding obligations of the company.

As at 30 June 2013 the number of members was 114. (As at 30th June 2012 112 members).

Australian Sponsorship 4 African Kids Limited
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Declaration by Executives

To the Directors:

In the opinion of the Chief Executive Officer and the Chief Financial Officer:

(a) The financial statements and notes of the Company are in accordance with the Corporations Act 2001, including:

(i) giving a true and fair view of the Company's financial position as at 30 June 2013 and

(ii) complying with Accounting Standards and the Corporations Regulations 2001: and

(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.

Chief Executive Officer

Chief Financial Officer

Adelaide 27TH OCTOBER 2013

Declaration by Directors

In accordance with a resolution of the Board of Directors of Australian Sponsorship 4 African Kids Ltd, the Directors declare that in their opinion:

(a) 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

(b) the financial statements and notes are in accordance with the Corporations Act 2001 including:

(i) compliance with accounting standards and the Corporations Regulations 2001; and

(ii) give a true and fair view of the financial position of the company as at 30th June 2013 and of its performance for the year ended 30th June 2013.

Director

Director

Adelaide 27TH OCTOBER 2013

HensonLloyd
chartered accountants

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INDEPENDENT AUDITOR'S REPORT

TO MEMBERS OF
AUSTRALIAN SPONSORSHIP 4 AFRICAN KIDS LIMITED

ABN 48 124 490 053

Report on the Financial Report

We have audited the accompanying financial report of Australian Sponsorship 4 African Kids Limited ("the Company") which comprises the balance sheet as at 30 Jun 2013, and the income statement, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the directors' declaration.

Directors' responsibility for the Financial Report

The directors of the Company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporation Act 2001. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report, ensuring that it is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances. In Note 1, the directors also state, in accordance with Accounting Standard AASB 101 Presentation of Financial Statements, that compliance with the Australian equivalents to International Financial Reporting Standards (IFRS) ensures that the financial report, comprising the financial statements and notes. Complies with International Financial Reporting Standards.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involved performing procedures to obtain audit evidence about the amount and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment, 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 reasonableness of accounting estimates made buy the directors, 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.

Independence

In conducting our audit, we have complied with independence requirements of the Corporations Act 2001.

Basis for Qualified Auditor's Opinion

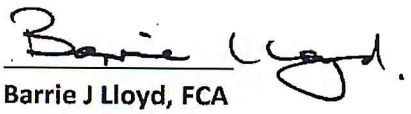
Donations and other fundraising activities are a significant source of revenue for the Company. The Company has determined that it is impracticable to establish control over the collection of donations and other fundraising activities prior to entry into its financial records. Accordingly, as the evidence available to us regarding revenue from this source was limited, our audit procedures with respect to donations and other fundraising activities had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion whether donations and other fundraising activities of the Company obtained are complete.

Qualified Auditor's Opinion

In our opinion, except for the effect on the financial statements of the matter referred to the preceding paragraph:

(a) The financial report of Australian Sponsorship 4 African Kids Limited is in accordance with the Corporations Act 2001, including
   (i) Giving a true and fair view of the Company's financial position as at 30 June 2013 and of its performance for the year ended on that date; and
   (ii) Complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001; and

(b) The financial report also complies with International Financial Reporting Standards as disclosed in Note 1.



Barrie J Lloyd, FCA
Partner
Henson Lloyd *Chartered Accountants*

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