

AsthmaWA

**Financial Report
2018/19**

Asthma Foundation of WA Incorporated

Asthma Foundation of Western Australia Financial Report 2018/19

Index

Statement by the Board	2
Statement by the Honorary Treasurer	2
Treasurer's Report	3
Auditors' Independence Declaration	4
Statement of Profit & Loss and Other Comprehensive Income	5
Statement of Financial Position as at 30 June 2018	6
Statement of Changes in Equity	7
Statement of Cash Flows	8
Notes to the Accounts	9
Independent Auditors Report	16

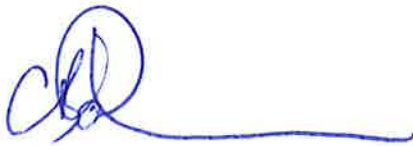
ASTHMA FOUNDATION OF WESTERN AUSTRALIA INC STATEMENT BY THE BOARD

In the opinion of the Board, the accompanying Financial Statements and notes thereto are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- Giving a true and fair value of the financial position of Asthma Foundation of Western Australia Incorporated as at 30 June 2019, and its performance for the 12 month period ended on that date.
- Complying with the Australian Accounting Standards – as stated in Note 1 and the *Australian Charities and Not-for-profits Commission Regulation 2013*.

There are reasonable grounds to believe that Asthma Foundation of Western Australia Incorporated will be able to pay its debts as and when they become due and payable.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation* on behalf of Board Members.



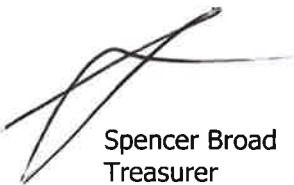
Chris Bath
President
21 October 2019

STATEMENT BY THE HONORARY TREASURER

I, Spencer Broad, being the Honorary Treasurer of the Asthma Foundation of Western Australia Incorporated state that in my opinion the accompanying Financial Statements and notes thereto are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- Giving a true and fair value of the Financial Position of Asthma Foundation of Western Australia Incorporated as at 30 June 2019, and its performance for the 12 month period ended on that date.
- Complying with the Australian Accounting Standards – as stated in Note 1 and the *Australian Charities and Not-for-profits Commission Regulation 2013*.

There are reasonable grounds to believe that Asthma Foundation of Western Australia Incorporated will be able to pay its debts as and when they become due and payable.



Spencer Broad
Treasurer
21 October 2019

TREASURERS REPORT

Asthma WA refocused in the year 2018/2019 and finalised the five-year strategic plan (2018-2023), designed to provide a more sustainable future for the organisation and ensure we can expand our service delivery to meet the ever-growing needs of our consumers.

We also welcomed Donna Rendell as our new Chief Executive Officer in January 2019.

As at 30 June 2019, Asthma WA posted a deficit of \$12,834 and the Balance Sheet posted a mild decrease.

Unfortunately, the inaugural Long Lunch for Asthma held in August 2018 didn't deliver the return on investment we had hoped and due to the resources required to deliver a high calibre event like Long Lunch we made the difficult decision not to proceed with the event again in 2019.

A three-year fundraising strategy is now in place for FY20 that is aimed at diversifying our revenue generation and with the investment in a Fundraising Manager and Marketing and Communications Manager we are confident of reaching our goals.

Thank you to our dedicated Asthma WA staff who continued to deliver essential education and support to the WA community during a time of changed and to the Asthma WA Board and various sub committees for their input and expertise in setting a new direction for the years ahead.

I would also like to take this opportunity to thank all of our donors, members, funding partners and volunteers for their continued support. Without you we simply couldn't do what we do.

SPENCER BROAD CPA

TREASURER

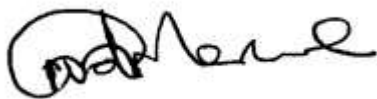
AUDITOR'S INDEPENDENCE DECLARATION

To the Board of Management of Asthma Foundation of Western Australia Incorporated.

In accordance with the requirements of the Australian Charities and Not-for-profits Commission Act 2012 and the Associations Incorporation Act 2015 (WA), in relation to our audit of the financial report of the Asthma Foundation of Western Australia Incorporated for the year ended 30 June 2019, I declare that, to the best of my knowledge and belief, there have been:

- a) No contraventions of the auditor independence requirements of section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012 in relation to the audit;
- b) No contraventions of the auditor independence requirements of section 80 the Associations Incorporation Act 2015 (WA) in relation to the audit; and
- c) No contraventions of any applicable code of professional conduct in relation to the audit.

BUTLER SETTINERI (AUDIT) PTY LTD



MARIUS VAN DER MERWE CA
Director

Perth
Date: 21 October 2019

ASTHMA FOUNDATION OF WESTERN AUSTRALIA INCORPORATED
STATEMENT OF PROFIT & LOSS AND OTHER COMPREHENSIVE INCOME
For the 12 month period ended 30 June 2019

	12 months	12 months
	30-June-2019	30-June-2018
	\$	\$
INCOME		
Fundraising, Sponsorships, Donations	506,952	118,780
Government Service Contracts	919,314	992,207
Grants (Non-Government)	173,887	279,781
Investments	98,651	111,055
Membership	832	1,027
Fee for Service & Administration	10,885	10,867
Research	8,823	27,119
Retail Trading	28,953	35,156
GROSS INCOME	1,748,297	1,575,992
COST OF GOODS SOLD	18,076	23,051
NET INCOME	1,730,221	1,552,941
EXPENSE		
Administration	137,505	142,787
Depreciation	109,035	137,578
Freeway Bike Hike	-	30,000
Fundraising	414,932	58,802
Motor Vehicles	16,783	18,230
Personnel -		
Administration	252,962	242,630
Programs	697,407	734,411
Fundraising	179,276	210,645
Program Expenses	131,467	273,262
Research	702	-
	1,940,069	1,848,345
OPERATIONAL (DEFICIT)/SURPLUS	(209,848)	(295,404)
OTHER NON OPERATIONAL ITEMS		
Revaluation of Investments	113,241	93,748
(Loss)/ Surplus on Sale of Assets	(17,426)	18,287
Bequests	101,199	29,828
	197,014	141,863
SURPLUS/(DEFICIT) FOR THE PERIOD	(12,834)	(153,541)
OTHER COMPREHENSIVE INCOME FOR THE YEAR	-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	(12,834)	(153,541)

ASTHMA FOUNDATION OF WESTERN AUSTRALIA INCORPORATED
STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2019

	Note	30-June-2019 \$	30-June-2018 \$
CURRENT ASSETS			
Cash and Cash Equivalents	2	902,957	675,746
Receivables	3	36,360	323,365
Inventories	4	9,099	9,887
TOTAL CURRENT ASSETS		948,416	1,008,998
NON-CURRENT ASSETS			
Investments	5	1,214,291	1,227,796
Property, Plant and Equipment	6	1,983,019	2,098,566
TOTAL NON-CURRENT ASSETS		3,197,310	3,326,362
TOTAL ASSETS		4,145,726	4,335,360
CURRENT LIABILITIES			
Creditors	7	114,348	167,904
Grants Received in Advance	8	75,000	186,127
Provisions For Employees	9	65,860	68,523
Borrowings	10	61,239	55,300
TOTAL CURRENT LIABILITIES		316,447	477,854
NON CURRENT LIABILITIES			
Borrowings	10	-	15,393
TOTAL NON CURRENT LIABILITIES		-	15,393
TOTAL LIABILITIES		316,447	493,247
NET ASSETS		3,829,279	3,842,113
FUNDS EMPLOYED			
Retained Surplus		2,644,080	2,796,743
Asset Revaluation Reserve		1,157,204	1,157,204
Property Maintenance Reserve		5,000	5,000
Fallon Reserve		18,674	9,012
Research Reserve		17,155	27,695
Surplus/(Deficit) for the year		(12,834)	(153,541)
TOTAL FUNDS EMPLOYED		3,829,279	3,842,113

STATEMENT OF CHANGES IN EQUITY
For the 12 month period ended 30 June 2019

	Reserves	Retained	Total Equity
	\$	\$	\$
Balance at 1 July 2017	1,546,093	2,827,492	4,373,585
Total Deficit for the year		(153,541)	(153,541)
Transfer to Reserve	36,707	(30,749)	5,958
Revaluation of Land & Buildings	-383,889		(383,889)
Balance at 30 June 2018	1,198,911	2,643,202	3,842,113
Total Deficit for the year		(12,834)	(12,834)
Transfer to Reserve	(878)	878	-
Balance at 30 June 2019	1,198,033	2,631,246	3,829,279

ASTHMA FOUNDATION OF WESTERN AUSTRALIA INCORPORATED
STATEMENT OF CASH FLOWS
For the 12 month period ended 30 June 2019

		12 months	12 months
		30-June-2019	30-June-2018
		\$	\$
Cash Flows from Operating Activities			
Bequests		101,199	29,828
Receipts from Grants, Clients, Donations		1,579,613	1,408,125
Payments to Suppliers and Employees		(1,662,129)	(1,934,229)
Interest Received		13,989	14,582
Net Cash from Operating Activities	11	<u>32,672</u>	<u>(481,694)</u>
Cash Flows from Investing Activities			
Dividends and Rent Received		84,662	96,473
Payments for Property, Plant and Equipment		(14,253)	(72,301)
Proceeds on Sale of Investments		133,585	60,016
Net Cash from Investing Activities		<u>203,994</u>	<u>84,188</u>
Cash Flows from Financing Activities			
Borrowings		(9,455)	43,380
Net Cash from Financing Activities		<u>(9,455)</u>	<u>43,380</u>
Net Increase in Cash and Cash Equivalents		<u>227,211</u>	<u>(354,126)</u>
Cash and Cash Equivalents at the Beginning of the Financial Year	2	<u>675,746</u>	<u>1,029,872</u>
Cash and Cash Equivalents at the End of the Financial Year	2	<u>902,957</u>	<u>675,746</u>

ASTHMA FOUNDATION OF WESTERN AUSTRALIA INCORPORATED

NOTES TO AND FORMING PART OF THE ACCOUNTS FOR THE 12 MONTH PERIOD ENDED 30 JUNE 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Asthma Foundation of WA Inc. (The Foundation) is a not-for-profit association incorporated and domiciled in Western Australia.

The functional and presentation currency of the foundation is Australian Dollars.

These financial statements were authorised for issue on 21 October 2019.

Basis of Preparation

In management's opinion, the foundation is not a reporting entity, since there are unlikely to be users of the financial report who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These financial statements are therefore special purpose financial statements that have been prepared to meet the reporting requirements of the Associations Incorporations Act WA 2015 and the Australian Charities and Not-for-Profit 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, unless otherwise stated.

These financial statements have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

The following significant accounting policies, which are consistent with the previous period, unless otherwise stated, have been adopted in the preparation of this financial report.

New, revised or amended Accounting Standards and Interpretations adopted

The Association has adopted all of the new, revised or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current period.

Any new, revised or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Impact of adoption

AASB 9 was adopted using the modified retrospective approach, comparatives have not been restated as there are no changes due to the adoption.

There was no impact on opening retained profits as at 1 July 2018.

ASTHMA FOUNDATION OF WESTERN AUSTRALIA INCORPORATED
NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE 12 MONTH PERIOD ENDED 30 JUNE 2019

New Accounting Standards and Interpretations not yet mandatory or early adoption

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The Association has decided against early adoption of these Standards.

Income Tax

The foundation is a Public Benevolent Institution and is exempt from income tax.

Revenue

Donations are recognised at the time of receipt.

Other Revenue is recognised when it is received or when the right to receive payment is established.

Revenue relating to fee for service is recognised when the services are performed over the contract period. Where funds are received in advance a liability is raised which represents the obligation to perform the service.

Income from Bequests is recorded as Other Comprehensive Income.

Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Inventories

Inventories are measured at the lower of cost and net realisable value.

Investments - FVTPL

Investments are designated at fair market value as at the reporting date. Changes in fair value are recognised in the Statement of Profit and Loss and Other Comprehensive Income.

Dividends, Interest Trust and Partnership distributions are brought to account on an accrual basis.

Property

Property held by the foundation is recorded at fair value less accumulated depreciation on buildings and any impairment losses. Fair value assumptions are as per a Sworn Valuation held 30 June 2018 which includes impairment estimates based on a caveat held by Lotterywest that prevents the sale of Property to 27 November 2031 which may affect fair value.

Property is depreciated over 25 years.

ASTHMA FOUNDATION OF WESTERN AUSTRALIA INCORPORATED
NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE 12 MONTH PERIOD ENDED 30 JUNE 2019

Plant and Equipment

Plant and equipment is carried at historical cost less, where applicable, any accumulated depreciation.

The depreciation amount of all plant and equipment is depreciated over useful lives of the assets to the Foundation commencing from the time the asset is held ready for use.

Creditors

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

Research grants are recorded as an expense items in the year they are awarded and held as liabilities until the research project is completed.

Financial instruments

Recognition, initial measurement and derecognition

Financial assets and financial liabilities are recognised when the Association becomes a party to the contractual provisions of the financial instrument, and are measured initially at fair value adjusted by transactions costs, except for those carried at fair value through profit or loss, which are measured initially at fair value. Subsequent measurement of financial assets and financial liabilities are described below.

Financial assets are derecognised when the contractual rights to the cash flows from the financial asset expire, or when the financial asset and all substantial risks and rewards are transferred. A financial liability is derecognised when it is extinguished, discharged, cancelled or expires.

Classification and subsequent measurement of financial assets

Except for those trade receivables that do not contain a significant financing component and are measured at the transaction price, all financial assets are initially measured at fair value adjusted for transaction costs (where applicable).

For the purpose of subsequent measurement, financial assets other than those designated and effective as hedging instruments are classified into the following categories:

- Amortised cost
- Fair value through profit or loss (FVTPL)
- Fair value through other comprehensive income (FVOCI)

The Association does not have any financial assets categorised as FVOCI.

ASTHMA FOUNDATION OF WESTERN AUSTRALIA INCORPORATED
NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE 12 MONTH PERIOD ENDED 30 JUNE 2019

Classifications are determined by both:

- The entities business model for managing the financial asset
- The contractual cash flow characteristics of the financial assets

Subsequent measurement financial assets

Financial assets at amortised cost

Financial assets are measured at amortised cost if the assets meet the following conditions (and are not designated as FVPL):

- they are held within a business model whose objective is to hold the financial assets and collect its contractual cash flows
- the contractual terms of the financial assets give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding

After initial recognition, these are measured at amortised cost using the effective interest method. Discounting is omitted where the effect of discounting is immaterial. The Association's cash and cash equivalents, trade and other receivables fall into this category of financial instruments.

Impairment of Financial assets

AASB 9's impairment requirements use more forward looking information to recognise expected credit losses – the 'expected credit losses (ECL) model'. Instruments within the scope of the new requirements included loans and other debt-type financial assets measured at amortised cost and FVOCI, trade receivables, contract assets recognised and measured under AASB 15 and loan commitments and some financial guarantee contracts (for the issuer) that are not measured at fair value through profit or loss.

The Association considers a broader range of information when assessing credit risk and measuring expected credit losses, including past events, current conditions, reasonable and supportable forecasts that affect the expected collectability of the future cash flows of the instrument.

In applying this forward-looking approach, a distinction is made between:

- financial instruments that have not deteriorated significantly in credit quality since initial recognition or that have low credit risk ('Stage 1') and
- financial instruments that have deteriorated significantly in credit quality since initial recognition and whose credit risk is not low ('Stage 2').

'Stage 3' would cover financial assets that have objective evidence of impairment at the reporting date. '12-month expected credit losses' are recognised for the first category while 'lifetime expected credit losses' are recognised for the second category.

Measurement of the expected credit losses is determined by a probability-weighted estimate of credit losses over the expected life of the financial instrument.

Trade and other receivables and contract assets

The Association makes use of a simplified approach in accounting for trade and other receivables as well as contract assets and records the loss allowance at the amount equal to the expected lifetime credit losses. In using this practical expedient, the Association uses its historical experience to calculate the expected credit losses.

ASTHMA FOUNDATION OF WESTERN AUSTRALIA INCORPORATED
NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE 12 MONTH PERIOD ENDED 30 JUNE 2019

Classification and measurement of financial liabilities

As the accounting for financial liabilities remains largely unchanged from AASB 139, the Association's financial liabilities were not impacted by the adoption of AASB 9. However, for completeness, the accounting policy is disclosed below.

The Association's financial liabilities include trade and other payables. Financial liabilities are initially measured at fair value, and, where applicable, adjusted for transaction costs unless the Association designated a financial liability at fair value through profit or loss.

Subsequently, financial liabilities are measured at amortised cost using the effective interest method except for derivatives and financial liabilities designated at FVPL, which are carried subsequently at fair value with gains or losses recognised in profit or loss (other than derivative financial instruments that are designated and effective as hedging instruments).

All interest-related charges and, if applicable, changes in an instrument's fair value that are reported in profit or loss are included within finance costs or finance income.

Employee Entitlements

Provision is made for the liability for employee entitlements arising from services rendered by employees to balance date.

Borrowings

The Foundation holds a loan agreement for a motor vehicle. Borrowings have been separated into current and non-current liabilities.

Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST.

Property Maintenance Reserve

Lotterywest holds a caveat over Property until 27 November 2031. The caveat requests that a portion of funds be held in reserve to cover costs associated with maintenance, repairs and management of the Property.

Fallon Reserve

The foundation holds in reserve donations made in memory of Fallon Munday. Fallon's reserve is to be used to subsidise asthma medications for families undergoing economic hardship.

Research Reserve

The foundation holds in reserve funds specifically donated towards research.

ASTHMA FOUNDATION OF WESTERN AUSTRALIA INCORPORATED
NOTES TO AND FORMING PART OF THE ACCOUNTS
For the year ended 30 June 2019

	2019 \$	2018 \$
2 CASH & CASH EQUIVALENTS		
Cash at Bank	254,587	235,707
Term Deposit	420,000	420,000
Investments Cash Account	228,370	20,039
	902,957	675,746
3 RECEIVABLES		
Sundry Debtors	22,343	123,194
Prepayments	14,017	200,171
	36,360	323,365
4 INVENTORIES		
Retail Stock on Hand	9,099	9,887
5 INVESTMENTS		
At Market Value as at Balance Date		
International Shares	606,060	559,359
Australian Shares	608,231	668,437
	1,214,291	1,227,796
6 PROPERTY, PLANT & EQUIPMENT		
Property - as per Valuation June 2018		
Office Units 2, 3, 4 & 5 36 Ord Street	799,113	799,113
Renovations Office Units 2, 3, 4 & 5 36 Ord Street	695,595	695,595
Office Unit 7 36 Ord Street West Perth	300,000	300,000
Office Unit 10 36 Ord Street West Perth	290,000	290,000
Less: Accumulated Depreciation	(222,308)	(144,708)
	1,862,400	1,940,000
Plant & Equipment		
Office, IT Equipment and Fittings - at Cost	160,215	166,275
Less : Accumulated Depreciation	(101,031)	(81,508)
Motor Vehicles	73,009	81,871
Less : Accumulated Depreciation	(11,574)	(8,072)
	120,619	158,566
TOTAL PROPERTY, PLANT & EQUIPMENT	1,983,019	2,098,566
7 CREDITORS		
Sundry Creditors	59,813	53,961
Research Grants	54,535	113,943
	114,348	167,904

ASTHMA FOUNDATION OF WESTERN AUSTRALIA INCORPORATED
NOTES TO AND FORMING PART OF THE ACCOUNTS
For the year ended 30 June 2019

8	GRANTS/ REVENUE RECEIVED IN ADVANCE		
	Grants / Revenue Received in Advance	75,000	186,127
		75,000	186,127
9	PROVISIONS FOR EMPLOYEES		
	Provision for Holiday Pay	50,500	47,432
	Provision for Long Service Leave	15,360	21,091
		65,860	68,523
10	BORROWINGS		
	Motor Vehicle Loan Current	61,239	55,300
	Motor Vehicle Loan Non-Current	-	15,393
		61,239	70,693
11	RECONCILIATION OF NET CASH FLOW FROM OPERATION ACTIVITIES		
	Net Surplus / (Deficit for the year)	(12,834)	(153,541)
	Non-Cash Flows in Net Surplus/(Deficit):		
	Depreciation	104,511	135,011
	Equipment written off	1,022	2,566
	Revaluation of Investment	(113,241)	(93,748)
	Income from Investing Activities	(67,235)	(114,759)
	Change in Net Assets & Liabilities:		
	(Increase)/Decrease in Trade & Other Receivables	100,852	(96,793)
	Decrease/(Increase) in prepayments	186,154	(191,952)
	Increase/ (Decrease) in Creditors	5,854	(28,469)
	Increase/ (Decrease) in Research Grants	(59,408)	(77,155)
	Increase/ (Decrease) in Provisions	(2,664)	20,801
	(Increase)/ Decrease in Inventory	788	218
	Increase/(Decrease) Grants received in advance	(111,127)	116,127
	Cash flows used in Operations	32,672	(481,694)

12 EVENTS SUBSEQUENT TO THE REPORTING DATE

There has not been any matter or circumstance occurring subsequent to the end of the financial year to the date of signing the financial report, that has significantly affected, or may significantly affect, the operations of the Foundation, the results of those operations, or the state of affairs of the Foundation in future financial years.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ASTHMA FOUNDATION OF WESTERN AUSTRALIA INC.

Report on the Financial Report

Opinion

We have audited the financial report of Asthma Foundation of Western Australia Inc. (the Foundation), which comprises the statement of financial position as at 30 June 2019 and the statement of profit or loss and other comprehensive income, statement of changes in equity for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the declaration by the Board.

In our opinion, the accompanying financial report of Asthma Foundation of Western Australia Inc. is prepared, in all material respects, in accordance with the Associations Incorporations Act 2015 WA and the Australian Charities and Not-for-profits Commission Act 2012 including:

- i) giving a true and fair view of the Foundation's financial position as at 30 June 2019 and of its financial performance for the year then ended; and
- ii) complying with Australian Accounting Standards as stated in note 1 of the financial report and Division 60 of the Australian Charities and Not-for-profits Commission Regulation 2013.

Basis for Opinion

We have 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 Foundation in accordance with the auditor independence requirements of the Associations Incorporations Act 2015, Australian Charities and Not-for-profits Commission Act 2012 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our ethical requirements in accordance with the Code.

We confirm that the independence declaration required by the Associations Incorporations Act 2015 and Australian Charities and Not-for-profits Commission Act 2012, which has been given to the Board of Management of the Foundation, would be in the same terms if given to the Board of Management as at the date of this auditor's report.

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 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Board of Management's financial reporting responsibilities under the Associations Incorporation Act 2015 and the Australian Charities and Not-for-profits Commission Act 2012. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Information Other than the Financial Report and Auditor's Report Thereon

The Board of Management are responsible for the other information. The other information comprises the information in the Foundation's annual report for the year ended 30 June 2019 but does not include the financial report and the auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

Responsibilities of the Board of Management for the Financial Report

The Board of Management of the Foundation is responsible for the preparation of the financial report that gives a true and fair view and has determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the Associations Incorporations Act 2015, and the Australian Charities and Not-for-profits Commission Act 2012 and for such internal control as the Board of Management determines 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.

In preparing the financial report, the Board of Management are responsible for assessing the Foundation'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 Board of Management either intend to liquidate the Foundation 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 the 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.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Foundation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Management.
- Conclude on the appropriateness of the Board of Management' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Foundation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Board of Management with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

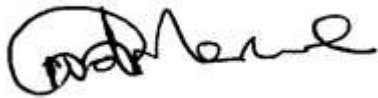
Report on Other Legal and Regulatory Requirements

In our opinion, Asthma Foundation of Western Australia Inc has complied with sections 60-30(3)(b), (c) and (d) of the Australian Charities and Not-for-profits Commission Act 2012 and sections 82(1)(b), (c) and (d) of the Associations Incorporation Act 2015 (WA) :

- by providing us with all information, explanation and assistance necessary for the conduct of the audit;
- by keeping financial records sufficient to enable a financial report to be prepared and audited;
- by keeping other records required by Part 3-2 of the Australian Charities and Not-for-profits Commission Act 2012, including those records required by Section 55-5 that correctly record its operations, so as to enable any recognised assessment activity to be carried out in relation to the entity; and

by keeping other records required by Part 5 of the Associations Incorporation Act 2015 (WA), including those records required by Section 66 that correctly record its operations, so as to enable true and fair financial statements to be prepared.

BUTLER SETTINERI (AUDIT) PTY LTD



MARIUS VAN DER MERWE CA
Director

Perth

Date: 21 October 2019