



Ronald McDonald House Charities (Fiji)
Financial Statements
For the Year Ended 31 December 2020



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RONALD MCDONALD HOUSE CHARITIES (FIJI)
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

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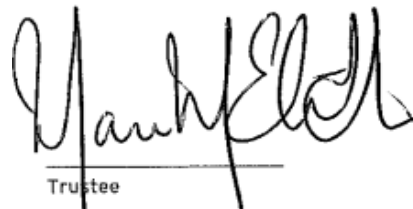
**RONALD MCDONALD HOUSE CHARITIES (FIJI)
STATEMENT BY TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2020**

We, being the Trustees for Ronald McDonald House Charities (Fiji) ("the Trust"), state that in our opinion the accompanying financial statements as set out on pages 5 to 10 for the year ended 31 December 2020 are drawn up so as to give a true and fair view of the state of affairs of the Trust as at 31 December 2020 and the results of the year ended on that date.

Signed for and on behalf of the Board of Trustees.

Dated this 9th day of April 2021.


Trustee


Trustee

Independent Auditor's Report

To the members of Ronald McDonald House Charities (Fiji)

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Ronald McDonald House Charities (Fiji) ("the Trust") which comprise the statement of financial position as at 31 December 2020, the income and expenditure statement for the year ended and a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements of the Trust are prepared, in all material respects, in accordance with the accounting policies in Note 2.

Basis of Accounting and Restriction on Distribution and Use

Without modifying our opinion, we draw attention to Note 2(a) to the financial statements, which describes the basis of accounting. The financial statements are prepared to assist the Trust to comply with financial reporting to the Trustees. As a result, the financial statements may not be suitable for another purpose. Our report is primarily intended for the Trust and Board of Trustees and should not be relied upon by parties other than the Trust or Board of Trustees.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISA). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Trust in accordance with the ethical requirements that are relevant to our audit of the financial statements in Fiji and we have fulfilled our other responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The member of the Board of Trustees are responsible for the other information.

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

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated. If, based upon the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of those charged with governance for the Financial Statements

The member of the Board of Trustees are responsible for the preparation and fair presentation of the financial statements in accordance with the entity's policies as outlined in Note 2, and for such internal control as the entity determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Trust'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 Trustees either intend to cease operations, or have no realistic alternative but to do so.

The Trustees are responsible for overseeing the Trust's financial reporting process.

Independent Auditor's Report (continued)

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are 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 ISA will always detect a material misstatement when it exists. Misstatements can arise from fraud and 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 statements.

As part of an audit in accordance with ISA, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- ▶ Identify and assess the risks of material misstatement of the financial statements, 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 Trust's internal control.
- ▶ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Trustees.
- ▶ Conclude on the appropriateness of the Trustees 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 Trust's ability to continue as a going concern. If we conclude that material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements 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 Trust to cease to continue as a going concern.

We communicate with the Trustees 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.



Ernst & Young
Chartered Accountants



Steven Pickering
Partner
Suva, Fiji

9 April 2021

**RONALD MCDONALD HOUSE CHARITIES (FIJI)
INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2020**

	2020 \$	2019 \$
Revenue		
RMH room donation	45,444	3,884
Cash box collections	17,530	25,825
Water bottle contribution	12,038	16,799
All other income	31,566	24,798
Total revenue	<u>106,578</u>	<u>71,306</u>
Expenses		
Equipment upgrades and refurbishments	495	400
Fund raising expenses	725	-
Insurance	8,060	4,340
Linens and laundry	21	45
Marketing expenses	3,030	5,923
Repair and maintenance	-	821
Salaries	30,726	30,279
Supplies	3,617	6,177
Staff and volunteer professional development	750	16,311
Other expenses	9,746	8,338
Total expenses	<u>57,170</u>	<u>72,634</u>
Surplus/ (deficit) for the year	<u>49,408</u>	<u>(1,328)</u>
Funds at the beginning of the year	177,927	179,255
Surplus funds at the end of the year	<u><u>227,335</u></u>	<u><u>177,927</u></u>

The accompanying notes form an integral part of this income and expenditure statement.

RONALD MCDONALD HOUSE CHARITIES (FIJI)
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2020

	2020	2019
Funds balance	\$	\$
Accumulated funds		
Balance at 1 January	177,927	179,255
Net profit/ (loss)	49,408	(1,328)
Balance at 31 December	<u>227,335</u>	<u>177,927</u>


The accompanying notes form an integral part of statement of changes in equity.

**RONALD MCDONALD HOUSE CHARITIES (FIJI)
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2020**

	Notes	2020 \$	2019 \$
Current assets			
Cash and cash equivalents	3	202,687	167,034
Other receivables	4	-	11,523
		<u>202,687</u>	<u>178,557</u>
Non-current assets			
Plant and equipment	5	<u>25,875</u>	<u>31,848</u>
		<u>25,875</u>	<u>31,848</u>
Total assets		<u>228,562</u>	<u>210,405</u>
Current liabilities			
Other payables	6	1,227	32,478
Total liabilities		<u>1,227</u>	<u>32,478</u>
Net assets		<u>227,335</u>	<u>177,927</u>
Funds balance			
Accumulated funds		227,335	177,927
Total funds balance		<u>227,335</u>	<u>177,927</u>

Signed for and on behalf of the Board of Trustees.


Trustee


Trustee

The accompanying notes form an integral part of this statement of financial position.

**RONALD MCDONALD HOUSE CHARITIES (FIJI)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

1. General information

The Trust is registered under the provisions of the Charitable Trust Act. It is organised for charitable, educational and scientific purposes and particularly for creating, finding and supporting programs that directly improve the health and wellbeing of children.

The objectives of the Trust includes the following:

- a) to assist in the development of programs aimed at improving access to health facilities in Fiji
- b) to support temporary housing to ill children and their families
- c) to provide mobile care facilities in underserved areas and communities which provide for primary health care
- d) to assist in providing health care access to the children of the needy, the sick and the poor and anyone otherwise requiring such assistance
- e) participating in and organising health care programmes and initiatives
- f) provision of funds for the improvement or constructing of hospitals or health centres
- g) networking with the local medical community or other professional communities in fostering an interest in the development of the Trust's mission
- h) undertaking of training programmes to improve national capacity in the provision of healthcare to the communities
- i) invitation to others inviting contributions, sponsorships, donations, bequests, real property, or any other form of property towards the purposes of this Trust
- j) fund raising and seeking sustainable finance for its Mission activities and programmes, in Fiji and for the benefit of the people in Fiji.

2. Summary of significant accounting policies

Set out hereunder are the significant accounting policies adopted by the Trust in the preparation of the financial statement of the Trust for the year ended 31 December 2020.

a) Basis of preparation

The financial statements have been prepared in accordance with historical cost convention and do not take into account changing money values or current valuations of non-monetary assets. The financial statements have been prepared in Fijian dollars.

b) Cash and cash equivalents

Cash in the Statement of Financial Position comprise of cash at bank balances at balance date.

c) Income tax

The entity is a not for profit organisation and as such is exempted from income tax under Part 7 of the Income Tax Regulations 2016.

**RONALD MCDONALD HOUSE CHARITIES (FIJI)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

2. Summary of significant accounting policies (continued)

d) Revenue

Revenue is recognised when received during the year.

e) Expenses

Expenses are recognised when paid during the year.

f) Comparative figures

Comparative figures have been amended where necessary, for changes in presentation in the current

g) Property, plant and equipment

Property, plant and equipment is stated at cost, net of accumulated depreciation and/or accumulated impairment losses, if any. Such costs includes the cost of replacing part of the plant and equipment when that cost is incurred, if the recognition criteria is met. When significant parts of property, plant and equipment are required to be replaced in intervals, the Company recognises such parts as individual assets with specific useful lives and depreciation respectively. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in the statement of comprehensive income as incurred.

A revaluation surplus is recorded in the other comprehensive income and credited to the asset revaluation reserve in equity. However, to the extent that it reverses a revaluation deficit of the same asset previously recognised in the statement of comprehensive income, the increase is recognised in profit and loss. A revaluation deficit is recognised in the statement of comprehensive income, except to the extent that it offsets an existing surplus on the same asset recognised in the asset revaluation reserve.

Depreciation is calculated on a straight line basis over the estimated useful life of the asset as follows:

Furniture and fittings	15%
Plant and equipment	15%

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of comprehensive income when the asset is derecognised.

The asset's residual values, useful lives and methods of depreciation are reviewed at each financial year end, and adjusted prospectively, if appropriate.

h) Trade and other payables

Liabilities for trade creditors and other amounts are carried at cost (inclusive of VAT where applicable) which is the fair value of the consideration to be paid in the future for goods and services received whether or not billed to the Trustee. Amounts payable that have been denominated in foreign currencies have been translated to local currency using the rates of exchange ruling at the end of the financial year.

RONALD MCDONALD HOUSE CHARITIES (FIJI)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

3. Cash and cash equivalents	2020 \$	2019 \$
Cash on hand	200	200
ANZ Bank account balance	202,487	166,834
Cash and cash equivalents	<u>202,687</u>	<u>167,034</u>
4. Other receivables	\$	\$
Prepayments	-	5,580
Vuvale Restaurants (Fiji) Pte Limited	-	5,943
	<u>-</u>	<u>11,523</u>
5. Plant and equipment	\$	\$
<u>Furniture and fittings</u>		
<i>Cost:</i>		
At 1 January	24,867	24,867
Additions	-	-
At 31 December	<u>24,867</u>	<u>24,867</u>
<i>Depreciation and impairment:</i>		
At 1 January	5,284	1,554
Depreciation	3,730	3,730
At 31 December	<u>9,014</u>	<u>5,284</u>
Net book value	<u>15,853</u>	<u>19,583</u>
<u>Plant and equipment</u>		
<i>Cost:</i>		
At 1 January	14,956	13,106
Additions	-	1,850
At 31 December	<u>14,956</u>	<u>14,956</u>
<i>Depreciation and impairment:</i>		
At 1 January	2,691	448
Depreciation	2,243	2,243
At 31 December	<u>4,934</u>	<u>2,691</u>
Net book value	<u>10,022</u>	<u>12,265</u>
Net book value as at 31 December	<u>25,875</u>	<u>31,848</u>
6. Other payables	\$	\$
Other payables	1,227	2,199
Vuvale Restaurants (Fiji) Pte Limited	-	30,279
	<u>1,227</u>	<u>32,478</u>
7. Subsequent events		
No matters or circumstances have arisen since the end of the year which significantly affected or may significantly affect the operations of the Trustee, the results of those operations, or the state of affairs of the Trustee in future financial years.		
8. Commitments and contingencies	\$	\$
(a) Capital commitments	<u>500,000</u>	<u>-</u>