

**CanTeen – The Australian Organisation for
Young People Living with Cancer**
ACN 052 040 516

Annual Financial Report
for the year ended 31 March 2013

Contents

Directors' report	2
Auditors independence declaration	6
Statement of comprehensive income	7
Statement of financial position	8
Statement of changes in equity	9
Statement of cashflows	10
Notes to the Financial Statements	11
Directors' declaration	27
Declaration by President in respect of Fundraising Appeals	27
Independent auditor's report to the members of CanTeen – The Australian Organisation for Young People Living with Cancer	28

The financial report covers CanTeen - The Australian Organisation for Young People Living with Cancer as an entity. The financial report is presented in the Australian currency.

The Australian Organisation for Young People Living with Cancer ('CanTeen') is a company limited by guarantee, incorporated and domiciled in Australia.

Its registered office and principal place of business is:

CanTeen - The Australian Organisation for Young People Living with Cancer
Level 11, 130 Elizabeth Street Sydney NSW 2000

A description of the nature of the entity's operations and its principal activities is included in the nature of operations and principal activities on page 4, which is not part of this financial report.

The financial report was authorised for issue by the directors on 16 July 2013. The company has the power to amend and reissue the financial report.

Directors' report

The Board of Directors of CanTeen - The Australian Organisation for Young People Living with Cancer ("CanTeen") has pleasure in submitting their report for the year ended 31 March 2013.

DIRECTORS

The names and details of the Directors in office during the whole of the financial year and up to the date of the report:

Member Directors		
Ali Duncan	President Member Hunter & NNSW	Appointed August 27, 2011 Appointed President August 25, 2012
Annie Schmitz	Member Western Australia President	Appointed August 29, 2009 Appointed President August 29, 2009 Resigned June 8, 2012
Felicity Crook	Vice-President Member Tasmania	Appointed August 27, 2011 Term ended 25 August, 2012
Cameron Ellis	Member Sydney & Central NSW President	Appointed August 28, 2010 Appointed President June 13, 2012 Term Ended August 25, 2012 Appointed Deputy Chair August 25, 2012
Alex Valero	Member SA & NT	Appointed August 28, 2010 Term ended August 25, 2012
Matthew Gilliland	Member Sydney & Central NSW	Appointed June 13, 2012
Lachlan Korvin	Member Victoria	Appointed August 25, 2012
Emily Hanson	Member Western Australia	Appointed August 25, 2012 Resigned February 13, 2013
Associate Directors		
John de Zwart	Treasurer, Secretary, Associate Member, Chartered Accountant	Appointed August 28, 2010 Appointed Secretary/Treasurer August 28, 2010
Michelle Vanzella	Associate Member Lawyer, Business Development Director	Appointed August 28, 2010
Helen Souness	Associate Member, Marketing Director	Appointed August 27, 2011
Michael Saadie	Associate Member, Banker	Appointed August 27, 2011

BOARD SUB-COMMITTEES

The company has established the following sub-committees, comprised of Members of the Board, to report to the Board on specific areas:

- The **Finance, Governance and Risk Sub-Committee** comprised John de Zwart (Chair to Aug 25), Annie Schmitz (to June 8), Michael Saadie (Chair from Aug 25), Mathew Gilliland (from Aug 25), Ali Duncan (from Aug 25), Cameron Ellis (from Aug 21), Alex Valero (to Aug 25), met during the year on May 31, August 21 and November 21, 2012.
- The **People and Performance Sub-Committee** comprised Helen Souness (Chair), Mathew Gilliland, Cameron Ellis, Michelle Vanzella - no meetings were held.
- The **Ethics and Young People Sub-Committee** comprised Lachlan Korvin (Chair), Emily Hanson (to February 13, 2013), Pandora Patterson and Kate White (from Aug 27) and met on Oct 30, 2012.

Directors' report (continued)

BOARD ATTENDANCE

Details of meetings of the Board of Directors held during the year are given below, including details of attendance at these meetings.

		01/04	3/06	25/08*	25/08	25/11	TOTAL	
							Att	Elg
Annie Schmitz	<i>President term began August 29, 2009. Resigned June 8, 2012.</i>	1	1				2	2
Felicity Crook	<i>Vice-President term began August 27, 2011 Term ended August 25, 2012</i>	1	1				2	2
Cameron Ellis	<i>Appointed August 28, 2010 Appointed President June 13, 2012</i>	1	1	1	1	1	5	5
Alex Valero	<i>Term began August 28, 2010 Term ended August 25, 2012</i>	1	1				2	2
Ali Duncan	<i>Term began August 27, 2011</i>	1	1	1	1	1	5	5
Mathew Gilliland	<i>Appointed June 13, 2012</i>			1	1	1	3	3
Lachland Korvin	<i>Appointed August 25, 2012</i>			1	1	1	3	3
Emily Hanson	<i>Appointed August 25, 2012 Resigned February 13, 2013</i>							
John de Zwart	<i>Treasurer/Secretary Term began August 28, 2010</i>	1	1	1	1	1	5	5
Michelle Vanzella	<i>Term began August 28, 2010</i>		1	1	1	1	4	5
Helen Souness	<i>Term began August 27, 2011</i>	1	1	1	1	1	5	5
Michael Saadie	<i>Term began August 27, 2011</i>	1	1	1	1	1	5	5

T = Teleconference.

Elg = number of meetings for which the Director was a Member of the Board.

Att = number of Board meetings the Director attended.

* Annual General Meeting

Directors' report (continued)

NATURE OF OPERATIONS AND PRINCIPAL ACTIVITIES

The principal activity of CanTeen during the financial year was the nation-wide support, development and empowerment of young people living with cancer (YPLWC) – young people aged between 12 and 24 years in Australia who has or has had cancer or who has or has had an immediate family member with cancer. CanTeen provides a variety of services including specialist youth cancer services (improving delivery of health and support services for patients), counselling, peer support programs and information resources as well as research, social policy development and advocacy.

RESULTS OF OPERATIONS

The surplus of the company for the financial year was \$1,563,784 (2012: \$1,888,338 deficit).

REVIEW OF OPERATIONS

A 5 year strategic plan was developed, and implementation commenced late in the year.

The total membership numbers were 5,313 with around 700 new members joining during the year. Many of these attended Psychosocial and Peer Support programs conducted throughout Australia.

Significant work was undertaken in finalising operational plans for Phase II of the 5 Youth Cancer Services covering Australia, which CanTeen continues to fund using a combination of donations and funding provided to CanTeen by the Australian Government through the Youth Cancer Networks Program. These Youth Cancer Services are specialist multi-disciplinary teams comprised of doctors, nurse, social workers, psychologists and other allied health staff. Work was finalised on the You Can Centre within the WA Comprehensive Cancer Centre, funded by CanTeen and the Sony Foundation in partnership with the Australian Government, as well a chillout space for young cancer patients in the Royal Darwin Hospital. Work has also commenced on the establishment of a You Can Centre within the new Cancer Centre being built by the Prince of Wales Hospital.

Referrals to the nib foundation funded Offspring Counselling pilot have continued to grow, with plans to expand the service to Perth in Western Australia having successfully established the service in Newcastle, Sydney, Brisbane and Melbourne. CanTeen was also successful in being awarded Australian Government funding to establish an online and telephone support platform including counselling, for all young people living with cancer. Once it is fully operational this will be a seven day a week service over extended hours.

There continues to be strong demand for our Now What information, with 12,871 hard copies sent out and traffic to our Now What cancer website doubling in the number of visitors.

The regular giving program has continued to grow, with a 27.4% increase in revenue in the past year. As at the end of March, the program had attracted in excess of 48,000 active donors. The continued success of the program as a source of sustainable and reliable funding for CanTeen vindicates the financial investment made in the program over the last three years.

DIVIDENDS

No dividend has been paid or declared since the start of the financial year (2012: nil).

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

There are no significant changes in the state of affairs of the company that occurred during the financial year not otherwise disclosed in this report or in the financial statements.

LIKELY DEVELOPMENTS AND FUTURE RESULTS

In the opinion of the Directors there are no likely changes in the operations of the company which will adversely affect the results of the company in subsequent financial years.

Directors' report (continued)

ENVIRONMENTAL REGULATION

The Directors have assessed whether there are any significant environmental regulations which apply to the entity and have determined that there are none.

DIRECTORS' BENEFITS

Since the end of the previous financial year, no Director has received or become entitled to receive a benefit.

INSURANCE OF OFFICERS

CanTeen paid an insurance premium in respect of a contract insuring each of the Directors of the company named earlier in this report and each executive officer against all liabilities and expenses arising as a result of work performed in their respective capacities, to the extent permitted by law.

AUDITORS INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 6.

This report has been made in accordance with a resolution of Directors.



Ali Duncan
President



John de Zwart
Treasurer

Date: 16 July 2013



Auditor's Independence Declaration

As lead auditor for the audit of CanTeen- The Australian Organisation for Young People Living with Cancer for the year ended 30 June 2013, I declare that to the best of my knowledge and belief, there have been:

- a) no contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
- b) no contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of CanTeen- The Australian Organisation for Young People Living with Cancer during the period.

A handwritten signature in black ink, appearing to read 'MK Graham'.

MK Graham
Partner
PricewaterhouseCoopers

Sydney
16 July 2013

Statement of Comprehensive Income

YEAR ENDED 31 MARCH 2013	Note	2013 \$	2012 \$
Revenue from continuing operations	2 (a)	24,238,977	19,782,903
Total Operating revenue		24,238,977	19,782,903
Fundraising expenses	2 (b)	(9,314,811)	(8,925,313)
Consulting expenses		(75,584)	(103,942)
Direct program expenses		(1,577,721)	(1,369,677)
YCF program expenses		(3,181,873)	(2,819,670)
Occupancy expenses including division offices		(1,227,610)	(1,232,760)
Personnel expenses including program staff		(6,484,523)	(6,242,876)
Transport expenses		(252,061)	(289,602)
Other expenses from ordinary activities		(561,010)	(687,401)
Total Operating Expenses		(22,675,193)	(21,671,241)
Profit/(Loss) before income tax		1,563,784	(1,888,338)
Income tax expense	1 (d)	-	-
Surplus/(deficit) for the year		1,563,784	(1,888,338)
Other comprehensive income		-	-
Total comprehensive income/(expense) income for the year		1,563,784	(1,888,338)
Total comprehensive income/(expense) attributable to Members of CanTeen – The Australian Organisation for Young People Living with Cancer		1,563,784	(1,888,338)

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

Statement of Financial Position

AS AT 31 MARCH 2013	Note	2013 \$	2012 \$
Assets			
Current Assets			
Cash and cash equivalents	14(a)	4,572,424	7,230,451
Trade and other receivables	4	96,977	532,529
Inventories	5	350,506	432,761
Other current assets	6	1,927,790	1,146,200
Total Current Assets		6,947,697	9,341,941
Non-Current Assets			
Property, plant and equipment	7	299,084	448,772
Intangible assets	8	152,155	217,069
Total Non-Current Assets		451,239	665,841
Total Assets		7,398,936	10,007,782
Current Liabilities			
Trade and other payables	9	2,330,678	6,569,112
Provisions	10	372,923	338,569
Total Current Liabilities		2,703,601	6,907,681
Non-Current Liabilities			
Other non-current Provisions	11	141,461	110,011
Total Liabilities		2,845,062	7,017,692
NET ASSETS		4,553,874	2,990,090
MEMBERS' FUNDS			
Retained surplus	12	4,553,874	2,990,090

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

Statement of Changes in Equity

YEAR ENDED 31 MARCH 2013	Note	2013	2012
		\$	\$
Members' funds at the beginning of the financial year		2,990,090	4,878,428
Total comprehensive income/(expense) for the year		1,563,784	(1,888,338)
Members' funds at the end of the financial year	12	4,553,874	2,990,090

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

Statement of Cashflows

YEAR ENDED 31 MARCH 2013	Note	2013 \$	2012 \$
Cash flows from operating activities:			
Receipts from donations, grant income and other sources		24,677,671	19,943,320
Payments to suppliers and employees (inclusive of goods and services tax)		(27,327,539)	(19,626,916)
Interest received		134,178	122,530
Net cash inflow / (outflow) from operating activities		(2,515,690)	438,934
Cash flows (used in) / from investing activities:			
Purchase of plant and equipment		(15,396)	(350,506)
Purchase of computer software		(106,909)	(144,381)
Payments for held to maturity investments		(1,034,285)	(1,008,880)
Proceeds from held to maturity investments		1,008,880	1,568,000
Proceeds from the sale of property, plant and equipment		5,373	-
Net cash inflow / (outflow) from investing activities		(142,337)	64,233
Net increase / (decrease) in cash and cash equivalents		(2,658,027)	503,167
Cash and cash equivalents at the beginning of the financial year		7,230,451	6,727,284
Cash and cash equivalents at the end of the financial year	14(a)	4,572,424	7,230,451

The above Statement of Cashflows should be read in conjunction with the accompanying notes.

Notes to the Financial Statements

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial report are set out below.

These policies have been consistently applied to all the years presented, unless otherwise stated. The financial report includes financial statements for CanTeen - The Australian Organisation for Young People Living with Cancer as an individual entity. The financial report is presented in the Australian currency.

(a) Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements, other authoritative pronouncements of the Australian Accounting Standards Board, Urgent Issues Group Interpretations and the Corporations Act 2001. Canteen - The Organisation for Young People Living with Cancer is a not for profit entity for the purposes of preparing the financial statements.

Compliance with Australian Accounting Standards- Reduced Disclosure Requirements

These financial statements also comply with Australian Accounting Standards- Reduced Disclosure Requirements as issued by the Australian Accounting Standards Board (AASB).

Early adoption of standards

The entity has elected to apply the following pronouncements to the annual reporting period beginning 1 March 2013:

- AASB 1053 *Application of Tiers of Australian Accounting Standards* and AASB 2010-2 *Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements*

This includes applying the revised pronouncement to the comparatives in accordance with AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors*. None of the items in the financial statements had to be restated as a result of applying these standards.

The adoption of AASB 1053 and AASB 2010-2 allowed the entity to remove a number of disclosures.

Historical cost convention

These financial statements have been prepared under the historical cost convention.

Critical accounting estimates

The preparation of financial statements in conformity with Australian Accounting Standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. There are no significant areas which involve a high degree of complexity or judgement or where assumptions and estimates are significant to the financial statements of CanTeen - The Australian Organisation for Young People Living with Cancer.

(b) Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable net of the amount of goods and services tax (GST).

Sales of goods

Sales revenue represents revenue earned (net of returns, discounts and allowances) from the sale of products. Sales revenue is recorded when the goods are provided.

Interest revenue

Interest revenue is recognised when control of the right to receive the interest payment exists.

Notes to the Financial Statements (continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Revenue recognition (Continued)

Voluntary income

Donations, fundraising income and other voluntary income are recognised as revenue when received. The entity takes all steps possible to gain assurance over the completeness of such revenue. However due to the nature of this income it is not possible to achieve absolute assurance regarding its completeness.

Bequest revenue

Bequest revenue is recognised when unconditional control of the right to receive the bequest exists.

(c) Government Grants

Grants from the government are recognised at their fair value where there is a reasonableness assurance that the grant will be received and the company will comply with all attached conditions.

Government grants relating to costs are deferred and recognised in the profit and loss over the period necessary to match them with the costs that they are intended to compensate.

(d) Taxes

Income taxes

The company is exempt from all income taxes. As a consequence no provision has been made as at 31 March 2012 and 31 March 2013 for income taxes.

Goods and services tax

Revenues, expenses and assets are recognised net of the amounts of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense.

The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the Statement of Financial Position.

Cash flows are included in the Statement of Cashflows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the taxation authority.

(e) Cash and cash equivalents

For cash flow statement presentation purposes, 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.

Notes to the Financial Statements (continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(f) Trade receivables

Trade and other receivables are recorded at amounts due less any provision for doubtful debts. The carrying value approximates net fair value. Trade and other receivables are non-interest bearing.

Credit risk is minimised in relation to trade receivables due to the predominately cash basis of the business.

An estimate for doubtful debts is made when collection of the full amount is no longer probable. Bad debts are written off as incurred.

(g) Investments

The term deposit does not satisfy the definition of a 'highly liquid' instrument as it has a maturity of 6 months and its funds can not be accessed on request. As such the term deposit has been classified as an investment rather than cash or cash equivalent.

(h) Inventories

Inventories (bandannas, badges and pens) are stated at lower of cost and net realisable value. Costs are assigned to individual items of inventory on the basis of weighted average cost.

(i) Payables

Liabilities are recognised for amounts to be paid in the future for goods or services received, whether or not billed to the company. The carrying amount of accounts payable approximates net fair value. Trade and other creditors are non-interest bearing.

(j) Interest bearing liabilities

All loans are measured at the principal amount. Interest, when charged by the lender, is recognised as an expense on an accrual basis.

(k) Plant and equipment

Plant and equipment is carried at cost and depreciated over its useful economic life using the straight-line method. Depreciation rates are as follows:

Furniture and Fittings	20%	Computer Software	40%
Office Equipment	25%	Leasehold Improvements	20%
Computer Equipment	40%	Motor Vehicles	23%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each Statement of Financial Position 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 (note 1(o)).

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the Statement of Comprehensive Income.

Notes to the Financial Statements (continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(l) Intangible assets

IT development and software

Costs incurred in developing products or systems and costs incurred in acquiring software and licenses that will contribute to future period financial benefits through revenue generation and/or cost reduction are capitalised to software and systems. Costs capitalised include external direct costs of materials and service, direct payroll and payroll related costs of employees' time spent on the project. Amortisation is calculated on a straight line basis over periods generally ranging from 3 to 5 years.

IT development costs include only those costs directly attributable to the development phase and are only recognised following completion of technical feasibility and where the company has an intention and ability to use the asset.

(m) Employee benefits

i) Wages and Salaries, annual leave and sick leave

Liabilities for wages and salaries including non-monetary benefits and annual leave expected to be settled within 12 months of the reporting date, are recognised in provisions in respect of employees' services up to the reporting date and are measured at the amounts expected to be paid when the liabilities are settled. No provision is made for non-vesting sick leave as the anticipated pattern of future sick leave taken indicates that accumulated non-vesting leave will never be paid.

ii) Long service leave

The liability for long service leave is measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

(n) Leases

Leases are classified at their inception as either operating or finance leases based on the economic substance of the agreement so as to reflect the risks and benefits incidental to ownership.

Operating leases

The minimum lease payments of operating leases, where the lessor effectively retains substantially all of the risks and benefits of ownership of the leased item, are recognised as an expense on a straight-line basis.

(o) Impairment of assets

Assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less cost to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or groups of assets (cash generating units). Non-financial assets that suffered an impairment are reviewed for possible reversal of the impairment at each reporting date.

Notes to the Financial Statements (continued)

2. OPERATING SURPLUS

	2013	2012
	\$	\$
(a) Operating surplus is after crediting the following revenues:		
National Bandanna Day income	2,256,528	2,297,678
Merchandise	5,520	9,207
Telemarketing	1,382,405	1,478,508
Donations	271,555	400,770
Fundraising excluding grants	2,152,063	1,694,646
Grants	511,417	699,954
Regular Giving Program	11,490,549	9,018,635
Other direct marketing	347,269	378,678
Total fundraising income	<u>18,417,306</u>	<u>15,978,076</u>
YCF Income	3,490,322	3,215,935
Bequest income	2,196,647	410,541
Total revenues from core charitable activities	<u>24,104,275</u>	<u>19,604,552</u>
<i>Other revenues:</i>		
Interest received – other persons /corporations	134,178	122,530
Other revenue	524	55,821
Total other revenues from ordinary activities	<u>134,702</u>	<u>178,351</u>
Total Operating Revenues	<u><u>24,238,977</u></u>	<u><u>19,782,903</u></u>
(b) Operating surplus is after charging the following expenses:		
Depreciation and amortisation of property, plant and equipment:		
Furniture and Fittings	7,388	8,978
Office Equipment	4,023	7,276
Computer Equipment	40,100	40,260
Motor Vehicles	81,845	101,183
Leasehold Improvements	26,355	25,510
Amortisation of Computer Software	171,823	184,317
Total depreciation and amortisation	<u>331,534</u>	<u>367,524</u>
Fundraising expenses:		
National Bandanna Day expenses	1,150,559	1,116,491
Regular Giving Program expenses	6,911,008	6,502,751
Other fundraising expenses	1,253,244	1,306,071
Total fundraising expenses	<u>9,314,811</u>	<u>8,925,313</u>

Notes to the Financial Statements (continued)

2. OPERATING SURPLUS (CONTINUED)

	2013	2012
	\$	\$
<i>Other expense item:</i>		
Operating lease rentals	618,865	546,474
Superannuation contributions	467,612	480,966

3. INCOME AND EXPENDITURE – FUNDRAISING APPEALS

	2013	2012
	\$	\$
(i) Details of aggregate gross income and total expenses of fundraising appeals		
Gross proceeds from fundraising appeals	18,417,306	15,978,076
Costs of fundraising appeals	(9,314,811)	(8,925,313)
Net surplus obtained from fundraising appeals	<u>9,102,495</u>	<u>7,052,763</u>
(ii) Statement showing how funds and goods received were applied to charitable purposes		
Net surplus obtained from fundraising appeals	<u>9,102,495</u>	<u>7,052,763</u>

This was applied to charitable purposes in the following manner:

Consulting expenses	(75,584)	(103,942)
Direct program expenses	(1,577,721)	(1,369,677)
YCS program expenses	(3,181,873)	(2,819,670)
Occupancy expenses including division offices	(1,227,610)	(1,199,721)
Personnel expenses including program staff	(6,484,523)	(6,242,876)
Transport expenses	(252,061)	(289,602)
Other expenses including depreciation	(548,096)	(687,401)
	<u>(13,347,468)</u>	<u>(12,712,889)</u>

(iii) The shortfall of \$4,244,973 between the \$9,102,495 available from fundraising appeals conducted and total expenditure of \$13,347,468 is included in the operating surplus for the year and funded via YCS and bequest income.

(iv) Fundraising appeals conducted during the financial period

Regular Giving Program
National Bandanna Day
Public, Corporate and Trust donations
Events
Telemarketing
Direct Mail

Notes to the Financial Statements (continued)

4. CURRENT ASSETS – TRADE AND OTHER RECEIVABLES

	2013 \$	2012 \$
Trade debtors	96,977	378,286
Provision for doubtful debtors	-	-
	<u>96,977</u>	<u>378,286</u>
Other receivables	-	154,243
	<u>96,977</u>	<u>532,529</u>

Bad and doubtful trade receivables

All trade debtors outstanding at year end are deemed to be fully recoverable and therefore the provision for doubtful debtors is nil.

5. CURRENT ASSETS – INVENTORIES

	2013 \$	2012 \$
Goods for resale	350,506	432,761
	<u>350,506</u>	<u>432,761</u>

6. OTHER CURRENT ASSETS

	2013 \$	2012 \$
Prepayments	893,505	137,320
Term Deposit	1,034,285	1,008,880
	<u>1,927,790</u>	<u>1,146,200</u>

The term deposit does not satisfy the definition of a 'highly liquid' instrument as it has a maturity of 6 months and its funds can not be accessed on request. As such the term deposit has been classified as an investment rather than cash or cash equivalent.

Notes to the Financial Statements (continued)

7. NON-CURRENT ASSETS – PROPERTY PLANT AND EQUIPMENT

	2013	2012
	\$	\$
Furniture and Equipment		
<i>Cost</i>		
Opening balance	67,075	99,565
Additions	3,903	27,326
Disposals	-	(59,816)
Closing balance	<u>70,978</u>	<u>67,075</u>
<i>Accumulated depreciation</i>		
Opening balance	(42,441)	(77,876)
Depreciation for the year	(7,388)	(8,978)
Disposals	-	44,413
Closing balance	<u>(49,829)</u>	<u>(42,441)</u>
Net book value	<u>21,149</u>	<u>24,634</u>
Leasehold improvements		
<i>Cost</i>		
Opening balance	136,061	164,352
Additions	3,560	108,479
Disposals	-	(136,770)
Closing balance	<u>139,621</u>	<u>136,061</u>
<i>Accumulated depreciation</i>		
Opening balance	(33,563)	(133,425)
Depreciation for the year	(26,355)	(25,510)
Disposals	-	125,372
Closing balance	<u>(59,918)</u>	<u>(33,563)</u>
Net book value	<u>79,703</u>	<u>102,498</u>

Notes to the Financial Statements (continued)

7. NON-CURRENT ASSETS – PROPERTY PLANT AND EQUIPMENT (CONTINUED)

	2013	2012
	\$	\$
Motor vehicles		
<i>Cost</i>		
Opening balance	485,313	538,620
Additions	-	154,005
Disposals	-	(207,312)
Closing balance	<u>485,313</u>	485,313
<i>Accumulated depreciation</i>		
Opening balance	(248,599)	(341,440)
Depreciation for the year	(81,845)	(101,183)
Disposals	-	194,024
Closing balance	<u>(330,444)</u>	(248,599)
Net book value	<u>154,869</u>	236,714
Office Equipment		
<i>Cost</i>		
Opening balance	85,325	124,243
Additions	-	14,296
Disposals	(10,376)	(53,214)
Closing balance	<u>74,949</u>	85,325
<i>Accumulated depreciation</i>		
Opening balance	(67,179)	(112,353)
Depreciation for the year	(4,023)	(7,276)
Disposals	5,003	52,450
Closing balance	<u>(66,199)</u>	(67,179)
Net book value	<u>8,750</u>	18,146

Notes to the Financial Statements (continued)

7. NON-CURRENT ASSETS – PROPERTY PLANT AND EQUIPMENT (CONTINUED)

	2013	2012
	\$	\$
Computer Equipment		
<i>Cost</i>		
Opening balance	321,693	357,494
Additions	7,933	87,253
Disposals	(61,935)	(123,054)
Closing balance	<u>267,691</u>	<u>321,693</u>
<i>Accumulated depreciation</i>		
Opening balance	(254,913)	(337,708)
Depreciation for the year	(40,100)	(40,260)
Disposals	61,935	123,055
Closing balance	<u>(233,078)</u>	<u>(254,913)</u>
Net book value	<u>34,613</u>	<u>66,780</u>
Total property, plant and equipment, net	<u>299,084</u>	<u>448,772</u>

8. INTANGIBLE ASSETS

	2013	2012
	\$	\$
Computer Software		
<i>Cost</i>		
Opening balance	1,140,266	995,885
Additions	106,909	144,381
Disposals	(2,429)	-
Closing balance	<u>1,244,746</u>	<u>1,140,266</u>
<i>Accumulated amortisation</i>		
Opening balance	(923,197)	(738,880)
Amortisation for the year	(171,823)	(184,317)
Disposals	2,429	-
Closing balance	<u>1,092,591</u>	<u>(923,197)</u>
Net book value	<u>152,155</u>	<u>217,069</u>

Notes to the Financial Statements (continued)

9. CURRENT LIABILITIES – TRADE AND OTHER PAYABLES

	2013	2012
	\$	\$
Unearned income	1,789,966	4,546,360
Trade payables	245,817	538,020
GST payable/(receivable)	(202,554)	74,232
Other payables	497,449	1,410,500
	<u>2,330,678</u>	<u>6,569,112</u>

10. CURRENT LIABILITIES- PROVISIONS

	2013	2012
	\$	\$
Rent Provision	1,973	-
Annual leave provision	370,950	338,569
	<u>372,923</u>	<u>338,569</u>

Movements in each class of provision during the financial year, other than employee benefits, are set out below:

	2013
	\$
<i>Rent Provision</i>	
Carrying amount at the start of the year	-
Charged/(credited) to income statement	-
Transferred from non current provisions	1,973
Carrying amount at the end of the year	<u>1,973</u>

11. NON-CURRENT LIABILITIES – PROVISIONS

	2013	2012
	\$	\$
Rent Provision	46,942	33,039
Long service leave	94,519	76,972
	<u>141,461</u>	<u>110,011</u>

Notes to the Financial Statements (continued)

11. NON-CURRENT LIABILITIES – PROVISIONS (CONTINUED)

Movements in each class of provision during the financial year, other than employee benefits, are set out below:

	2013
	\$
<i>Rent Provision</i>	
Carrying amount at the start of the year	33,039
Charged/(credited) to income statement	15,876
Transferred from non current provisions	(1,973)
Carrying amount at the end of the year	<u>46,942</u>

12. RETAINED SURPLUS

	2013	2012
	\$	\$
Balance 1 April	2,990,090	4,878,428
Total comprehensive income for the year	1,563,784	(1,888,338)
Balance at 31 March	<u>4,553,874</u>	<u>2,990,090</u>

13. COMMITMENTS

	2013	2012
	\$	\$
Commitments in relation to leases contracted for at the reporting date but not recognised as liabilities, payables:		
Not later than one year	564,612	657,143
Later than one year but not later than five years	1,207,098	1,662,248
	<u>1,771,710</u>	<u>2,319,391</u>

Assets the subject of operating leases are commercial premises and photocopiers.

Notes to the Financial Statements (continued)

14. NOTES TO THE STATEMENT OF CASH FLOWS

(a) Reconciliation of cash

	2013	2012
	\$	\$
Cash at the end of the financial year as shown in the statement of cash flows is as follows:		
Cash at bank and in hand	4,572,424	7,230,451
	<u>4,572,424</u>	<u>7,230,451</u>

Notes to the Financial Statements (continued)

15. FINANCIAL INSTRUMENTS

The company is exposed to certain risks arising from its use of financial instruments.

In the Director's opinion, there is no material difference between the book value and fair value of any financial instruments.

The Company has some exposure to credit risk and interest rate risk. There has been no material change to the financial instruments used within the business during the period.

(a) Interest Rate Risk Exposures

Interest rate risk is the risk that the value of financial assets will fluctuate due to changes in market interest rates. Exposures arise predominately from interest bearing term deposits that the company intends to hold to maturity. In the Director's opinion, fluctuations in the carrying amount of this term deposit are not expected to have a material impact on the financial statements. The Company's income and operating cash flows and the value of its other financial assets and liabilities are largely independent of changes in market interest rates.

(b) Credit Risk

Credit risk arises when a failure by counterparties to discharge their obligations could reduce the amount of future cash inflows from financial assets held at the balance sheet date. The credit risk on financial assets of the company, which have been recognised on the Statement of Financial Position, is generally the carrying amount, net of any provisions for doubtful debts. The carrying amounts of financial assets included on the Statement of Financial Position represent the entity's maximum exposure to credit risk in relation to these assets.

Notes to the Financial Statements (continued)

16. RELATED PARTY DISCLOSURES

The following persons held the position of Director of CanTeen - The Australian Organisation for Young People Living with Cancer during all of the past two financial years, unless otherwise stated:

Member Directors

Ali Duncan (President)	Appointed 27 August 2011 Appointed President 25 August 2012
Annie Schmitz	Appointed 29 August 2009 President from 29 August 2009 Resigned 8 June 2012
Chris Bond	Appointed 2 August 2008 Vice-President from 29 August 2009 to 27 August 2011 Term ended 27 August 2011
Felicity Crook	Appointed 27 August 2011 Vice-President from 27 August 2011 Term ended 25 August 2012
Cameron Ellis (Vice President)	Appointed 28 August 2010 Appointed Vice President 25 August 2012 Term ended 27 August 2011
Kylie Lewis	Appointed 28 August 2010
Alex Valero	Appointed 13 June 2012
Matthew Gilliland	Appointed 25 August 2012
Lachlan Korvin	Appointed 25 August 2012
Emily Hanson	Resigned 13 February 2013

Associate Directors

John de Zwart (Treasurer / Secretary)	Appointed 28 August 2010 Appointed Treasurer / Secretary 28 August 2010
Anne Senner	Appointed 3 September 1999 Term ended 27 August 2011
Michelle Vanzella	Appointed 28 August 2010
Helen Souness	Appointed 27 August 2011
Michael Saadie	Appointed 27 August 2011

No Directors of the entity received, or were due to receive, remuneration (including brokerage, commissions, bonuses, and salaries), directly or indirectly, from the company in 2012 or 2013.

Key Management Personnel Compensation

CanTeen - The Australian Organisation for Young People Living with Cancer considers key management personnel to be an employee who has the authority and responsibility for planning, directing and controlling the activities of the company:

Details of remuneration of key management personnel are set out below:

	2013	2012
	\$	\$
Short-term employee benefits	845,900	855,626

No related party activities occurred during the period or prior period.

17. CONTINGENT LIABILITIES

At the date of this report there are no known contingent liabilities to which the company may be liable.

18. SUBSEQUENT EVENTS

No matters have occurred since the balance sheet date that will impact the financial report at balance date.

Directors' declaration

In the directors' opinion:

- (a) the financial statements set out on pages 7 to 26 are in accordance with the *Corporations Act 2001*, including:
1. complying with Accounting Standards and *Corporations Regulations 2001*; and other mandatory professional reporting requirements, and
 2. giving a true and fair view of the company's financial position as at 31 March 2013 and of its performance, as represented by the results of its operations, changes in equity and its cash flows for the year ended on that date; 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.

The declaration is made in accordance with a resolution of the directors.



Ali Duncan
President



John de Zwart
Treasurer

Declaration by President in respect of Fundraising Appeals

I, Ali Duncan, President of CanTeen - The Australian Organisation for Young People Living with Cancer (CanTeen) declare that in my opinion:

- a) the accounts give a true and fair view of all income and expenditure with respect to fundraising appeals; and
- b) the Statement of Financial Position gives a true and fair view of the state of affairs of the organisation with respect to fundraising appeals and
- c) money received as a result of fundraising appeals conducted during that year has been properly accounted for and applied in accordance with this Act and the regulations; and
- d) the provisions of the Charitable Fundraising Act 1991 and the regulations under that Act and the conditions attached to the authority have been complied with by the organisation.



Ali Duncan
President



Independent auditor's report to the members of CanTeen- The Australian Organisation for Young People Living with Cancer

Report on the financial report

We have audited the accompanying financial report of CanTeen- The Australian Organisation for Young People Living with Cancer ("the company"), which comprises the statement of financial position as at 31 March 2013, and the statement of comprehensive income, statement of changes in equity and statement of cash flows 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 of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, 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 the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

Our procedures include reading the other information in the Annual Report to determine whether it contains any material inconsistencies with 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 the independence requirements of the *Corporations Act 2001*.

Basis for qualified auditor's opinion

Cash from donations and other fund-raising activities are a significant source of revenue for the company. The company's directors have determined that it is impractical to establish control over the collection of cash donations and other fund-raising activities prior to entry into its financial records. Accordingly, as the evidence available to us regarding revenue from these sources was limited, our audit procedures with respect to cash donations and other fund raising activities had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion as to whether revenue from cash donations and other fund-raising activities is complete.

Auditor's opinion

In our opinion, except for the effects of the matter described in the Basis of Qualified Opinion paragraph, the financial report of CanTeen- The Australian Organisation for Young People Living with Cancer is in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the company's financial position as at 31 March 2013 and of its performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards – Reduced Disclosure Requirements and the *Corporations Regulations 2001*.

PricewaterhouseCoopers

MK Graham
Partner

Sydney
16 July 2013

This page intentionally left blank

This page intentionally left blank