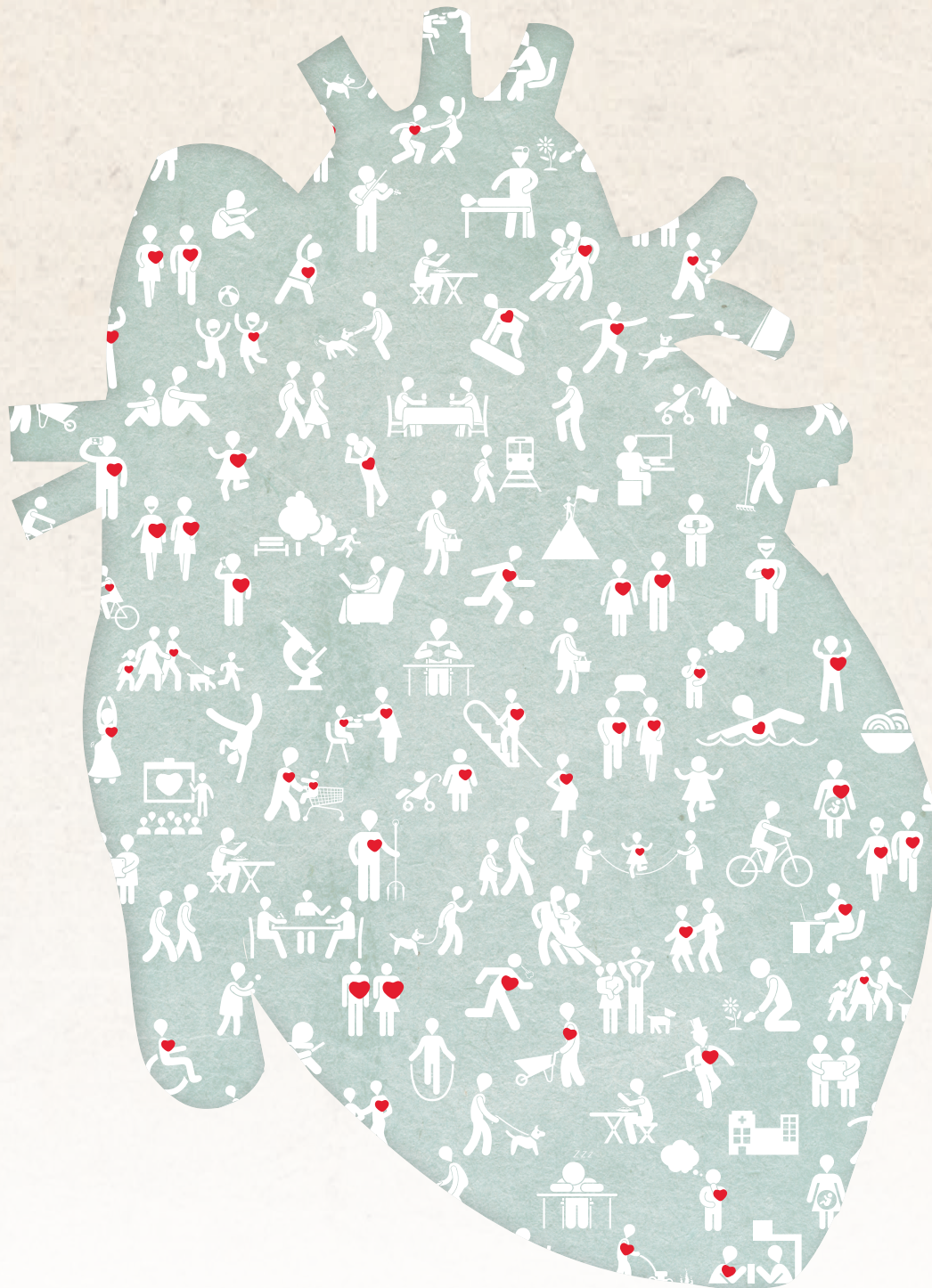


ANNUAL REPORT 2014



+ FINANCIAL STATEMENTS

National Heart Foundation of Australia
(Northern Territory Division) ABN 48 842 342 239
For the year ended 31 December 2014



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Directors and Office Bearers

Patron

Her Honour the Honourable Sally Thomas, AC, Administrator of the Northern Territory

Board of Directors

President Dr Marcus Ilton, MBBS, FRACP

Vice President Mr Jamie Blanchard BA, LLB, MBA, Grad Cert Public Policy

Treasurer Ms Hayley Richards, BComm (Economics)

Directors Ms Lee Oliver

Mr Lee Morgan Assoc Diploma Natural Resources

Prof Alan Cass BA, MBBS, Grad Dip Clinical Epidemiology, FRACP, PhD

Honorary Secretary Ms Inta Tumuls, LLB (Hons) Grad Dip Legal Practice, BSc, Dip Ed, Grad Cert Management

Chief Executive Officer

Ms Dorothy Morrison, BA, DipContEd, MEd, GAICD (Resigned 23 January 2015)

Solicitors

Cridlands MB Lawyers

Auditors

KPMG

Registered Office

Level 3
21 Knuckey Street
Darwin, NT 0800

Postal Address

GPO Box 4363
Darwin, NT 0801

Directors' Report

for the year ended 31 December 2014

The directors present their report together with the general purpose financial report for the National Heart Foundation of Australia (Northern Territory Division) ("the Foundation") for the year ended 31 December 2014 and auditors' report thereon.

Directors

The following directors of the Foundation, all of whom are independent, non-executive and held office at any time during or since the end of the financial year:

Name and qualifications	Board meetings attended and held	Appointment & resignation
Dr Marcus Ilton, MBBS, FRACP	5 / 6	Appointed 1998
Mr Graham Kemp	0 / 2	Appointed 2008 Resigned May 2014
Ms Hayley Richards, BComm (Economics)	6 / 6	Appointed 2012
Ms Lee Oliver	5 / 6	Appointed 2011
Mr Lee Morgan Assoc Diploma Natural Resources	6 / 6	Appointed May 2013
Prof Alan Cass BA, MBBS, Grad Dip Clinical Epidemiology, FRACP, PhD	4 / 6	Appointed May 2013
Mr Jamie Blanchard BA, LLB, MBA, Grad Cert Public Policy	5 / 6	Appointed May 2013
Ms Inta Tumuls, LLB (Hons) Grad Dip Legal Practice, BSc, Dip Ed, Grad Cert Management	4 / 6	Appointed 2010

Corporate Governance Statement

The Foundation is a company limited by guarantee, incorporated under the Corporations Act 2001. Ultimate responsibility for the governance of the company rests with the Board of Directors. This corporate governance statement outlines how the Board meets that responsibility. The Board believes the principles of good corporate governance underpin the values and behaviour of the Foundation.

Role of the Board

The Board's primary role is to ensure that the activities of the Foundation are directed towards achieving its mission to reduce suffering and death from heart, stroke and blood vessel disease in Australia. The Board must ensure that this mission is achieved in the most efficient and effective way. The Foundation operates as part of a co-operative federation with Divisions in each of the other States and Territories of Australia. The relationships between all entities are set out in a Federation agreement with the Divisions making grants to the National Heart Foundation of Australia ("National") to fund research and other health programs conducted on a National basis.

Oversight by the Board

The Board oversees and monitors the performance of management by:

- Meeting six times during the year
- Receiving detailed financial and other reports from management at those meetings
- Receiving additional information and input from management when necessary

Directors' Report (continued) for the year ended 31 December 2014

Specific responsibilities of the Board

The Board fulfils its primary role by:

- Selecting, appointing, guiding and monitoring the performance of the Chief Executive Officer ("CEO")
- Formulating the strategic plan of the Foundation in conjunction with the CEO and management
- Approving operating and capital budgets formulated by the CEO and management
- Monitoring the progress of management in achieving the strategic plan
- Monitoring the adherence by management to operating and capital budgets
- Ensuring the integrity of internal control, risk management and management information systems
- Ensuring stakeholders receive regular reports, including financial reports
- Ensuring the independence of the Foundation from government, industry and other groups in determining health and other policies and recommendations
- Ensuring the Foundation complies with all relevant legislation and regulations
- Acting as an advocate for the Foundation whenever and wherever necessary

These responsibilities are set out in a Corporate Governance Framework, including a Board Charter.

Responsibilities of management

The Board has formally delegated responsibility for the day-to-day operations and administration of the Foundation to the CEO and executive management.

Board members

All Board members are independent, non-executive directors and act in an honorary capacity. The Constitution of the Foundation specifies:

- There must be no less than seven directors
- No employees of the Foundation, including the CEO, can be a director of the Foundation

The Board ensures it is well equipped with skills and expertise relevant to the Foundation's activities to make it a stable and effective governing body.

The current Board's qualifications appear on page 3. Board members receive written advice of the terms and conditions of their appointment and complete a structured induction program when first appointed. Management presentations to the Board enable directors to maintain knowledge of the business and operations of the Foundation. A formalised Board Performance Evaluation process is undertaken.

Risk management

The Board oversees the establishment, implementation and regular review of the risk management system of the Foundation, which is designed to protect its reputation and manage those risks that might preclude it from achieving its mission. Management is responsible for establishing and implementing the risk management system which assesses, monitors and manages operational, financial reporting and compliance risks. The financial statements of the Foundation are subject to independent, external audit. Guidelines for internal controls have been adopted and compliance is reviewed bi-annually by independent staff from another Division.

Ethical standards and code of conduct

Board members, all staff and volunteers are expected to comply with relevant laws and codes of conduct of relevant professional bodies, and to act with integrity, compassion, fairness and honesty at all times when dealing with colleagues and any stakeholders in the mission of the Foundation. Board members, all staff and volunteers are provided with a copy of the Foundation's Code of Conduct policy during their induction to the organisation.

Involving stakeholders

The Foundation has many stakeholders, including its donors and benefactors, its staff and volunteers, the broader community, its suppliers and other members of the National Heart Foundation of Australia co-operative federation. The Foundation adopts a consultative approach in dealing with its stakeholders. The Board has endorsed and is constantly reviewing the Foundation's policies and procedures that uphold the reputation and standing of the Foundation.

Directors' Report (continued)
for the year ended 31 December 2014

Principal Activities and Achievement of Objectives

The primary activities of the Foundation are directed towards achieving its mission to reduce suffering and death from heart, stroke and blood vessel disease in Australia through the support of research into the causes and cures of heart disease, the rehabilitation of sufferers from heart disease, professional and community education about heart disease, and the raising of funds to carry out this work. There were no significant changes in the nature of those activities during the year.

Short and Long Term Objectives and Strategies for Achieving These Objectives

Alignment to strategic plan "For All Hearts"

The Foundation has a five-year strategic plan, For All Hearts 2013-2018, aligned directly with our vision for Australians to have the best cardiovascular health in the world and our mission to reduce suffering and death from heart, stroke and blood vessel disease in Australia. Through For All Hearts, we have focused on four main goals:

- Healthy hearts
- Heart care
- Health equity
- Research

The plan aims to unite and empower all Australians to transform our nation's heart health. Our aspirational goal is to link our work to supporting a global target of reducing premature deaths by 25% by 2025, through curbing chronic disease risks (including cardiovascular disease).

Performance Measures and Key Achievements in 2014

The Foundation has a process for measuring its performance and regular reports are provided to the Board on the following key results areas:

- Finance and Operations
- Fundraising and Donor Engagement
- Research
- Community Engagement and Awareness

Some key Achievements against some of these performance measures included significant increases in:

- personal relevance of the Heart Foundation to Australians aged 30 - 65
- the Foundation's effectiveness in raising the community's awareness/knowledge of heart health;
- awareness of heart disease as a leading cause of death for Australian women;
- unprompted awareness of the Tick brand;
- awareness of risk factors by women; and
- awareness of atypical heart attack symptoms.

Highlights in 2014

Working towards a smoke-free NT

Following on from the early success of the Heart Foundation's Tobacco Free Initiative Forum in 2013, 'Smoke-free workplace' policies have been implemented with the support of the Local Government Association of the Northern Territory (LGANT) and its 17 member councils throughout the Northern Territory. To support councils in the implementation of smoke-free environments, signage provided by the Heart Foundation is now being displayed in several council buildings and public spaces, reaching thousands of Territorians throughout metropolitan, regional and remote regions. This NT wide initiative aims to tackle issues relating to smoking and the impact of second hand tobacco smoke on the community.

Strong hearts on the Tiwi Islands

September 2014 saw the commencement of 'Ngawa Kurumutamuwi' (We are strong) competition held in Pirlangimpi in the Tiwi Islands. The 12 week initiative addressed the importance of being physically active, maintaining a healthy weight and quitting smoking. Supported by partnerships with community organisations such as health clinics, schools and sporting clubs, the initiative saw noticeable improvements in the fitness and the health of community participants by instilling the importance of a healthy lifestyle.

Directors' Report (continued) for the year ended 31 December 2014

Sporting for a healthier heart

In 2014, the Heart Foundation concluded a series of healthy lifestyle workshops involving over a 100 sport and recreation officers, from the Northern Territory, South Australia and Western Australia. These workshops focussed on community workforce education covering content such as Tobacco, Physical Activity, Nutrition and community event planning.

In April 2014, the Heart Foundation facilitated the Champion's Forum, which brought together Sport and Recreation Managers, staff and guest speakers. The forum provided an opportunity for participants to showcase the implementation of projects within their communities as a result of the learning outcomes of the healthy lifestyle workshops. The forum provided a space for discussion, a generation of ideas on how to address common challenges, and inspired visions for future project planning at a community level

For all Territorians

The Heart Foundation has facilitated, funded and been involved in organising healthy lifestyle events, stalls and festivals right across the Territory.

- In March a 'healthy lifestyles' day was held in Wurrumiyanga which coincided with the Tiwi Football Grand Final. The Heart Foundation worked with other agencies to deliver key health messages around tobacco, nutrition and physical activity to over a 100 community members.
- In April and May, almost a 100 females from the Tiwi Islands participated in the Tiwi women's football competition which promoted key health messages, such as "kick smoking and kick a goal".
- In June, more than 50% of community members in the remote community of Minjilang on Croker Island participated in a healthy lifestyle week. Feedback from participants suggested that many felt encouraged to make healthy lifestyle changes.
- June also saw the inaugural Heart Foundation corporate lunchtime touch football competition "Touch for Heart" kick off in the Darwin CBD. The competition ran for 8 weeks, delivering key heart health messages, social interaction and physical activity to participants drawn from a wide variety of agencies.
- The Heart Foundation worked with the organisers of the Barunga festival to support a smoke-free event in 2014. Designated smoking areas were established outside of the main festival area and heart health information was distributed to festival goers.

Throughout the year, the Heart Foundation has sought to develop, revise and deliver health professional focused resources in order to enhance and build the knowledge base of health workers. These resources include:

- 'Heart Story', an A3 flipchart resource for Aboriginal and Torres Strait Islander Health Workers; the Heart Story was revised and aligned with the learning outcomes of the Certificate IV Aboriginal and Torres Strait Islander Primary Healthcare.
- The Tobacco Book A5 patient resource and supporting A4 resource for Health Professionals was revised and published to support smoking cessation and educate patients on the effects of second hand smoke.
- The Heart Foundation developed an 'Absolute Cardiovascular Risk Assessment DVD for dissemination to Health Practitioners. An online training module for health professionals has also been developed and implemented through the NT Department of Health online training modules.

Directors' Report (continued)
 for the year ended 31 December 2014

Review of Results and Operations for Past Five Years

Set out below is a comparative table of income & expenditure and assets & liabilities for the past five years, including relevant ratios.

Charitable support from the general public continued to be strong in 2014. Income from this type of fundraising is obtained in an increasingly competitive charity climate.

	2014	2013	2012	2011	2010
	\$'000	\$'000	\$'000	\$'000	\$'000
Income & Expenditure					
Charitable support - non-bequests	242	235	220	243	154
Fundraising income	242	235	220	243	154
Investment income	28	0	0	0	0
Government non-reciprocal grants	62	53	57	56	36
Grants for specific health programs	1,293	618	138	81	18
Other income	1	19	6	1	3
Total income	1,626	926	421	381	210
Less: Fundraising expenditure	(78)	(82)	(94)	(182)	(37)
Communications & administration	(205)	(238)	(222)	(335)	(253)
Surplus available for health programs & research	1,343	606	105	(136)	(80)
Health programs conducted locally	(1,488)	(1,083)	(652)	(440)	(316)
Contributions from National for health programs & research	129	465	552	571	395
Balance added to/(deducted from) equity	(16)	(12)	5	(5)	(1)
	2014	2013	2012	2011	2010
Ratios:	%	%	%	%	%
Fundraising expenditure to fundraising income	32%	35%	43%	75%	24%
Surplus from fundraising to fundraising income	68%	65%	57%	25%	76%
Surplus available for health programs & research to total income	83%	65%	25%	(35%)	(37%)
Expenditure on health programs and research to total income	84%	67%	24%	(34%)	(37%)
Expenditure on health programs and research to total expenditure	83%	66%	24%	(34%)	(37%)
Annual increase in expenditure on health programs & research	120%	518%	(176%)	67%	(135%)
	2014	2013	2012	2011	2010
Assets & Liabilities	\$'000	\$'000	\$'000	\$'000	\$'000
Cash & investments	1,298	1,292	805	72	88
Computers, cars & equipment	19	26	34	38	44
Other assets	19	523	78	85	9
Total assets	1,336	1,841	916	195	141
Total liabilities	(1,266)	(1,755)	(817)	(101)	(44)
Total equity	70	86	99	93	97

Directors' Report (continued)

for the year ended 31 December 2014

Events Subsequent to Reporting Date

No matter or circumstances have arisen in the interval between the end of the financial year and the date of this report, which are likely in the opinion of the Directors to significantly affect the operations of the Foundation, the results of those operations or the state of affairs of the Foundation in subsequent financial years.

Likely Developments

In the opinion of the directors there are no likely developments that will change the nature of the operations of the Entity.

Environmental Regulation

The Foundation's operations are not subject to any significant environmental regulations under both Commonwealth and State legislation. However the Directors believe that the Foundation has adequate systems in place for the management of its environmental requirements and are not aware of any breach of those environmental requirements as they apply to the Foundation.

Insurance Premiums

Since the end of the previous financial year the National Heart Foundation has paid insurance premiums on behalf of the Foundation in respect of directors' and officers' liability and legal expense, insurance contracts, for the current and former directors and officers, including executive officers, of the Foundation.

The insurance premiums relate to:

- costs and expenses incurred by the relevant officers in defending proceedings, whether civil or criminal and whatever their outcome; and
- other liabilities that may arise from their position, with the exception of conduct involving a wilful breach of duty or improper use of information or position to gain a personal advantage.

The premiums were paid in respect of the directors and officers of the Foundation listed in this report, and do not contain details of premiums paid in respect of individual directors or officers.

Lead auditor's independence declaration

The lead auditor's independence declaration is set out on page 27 and forms part of the directors' report for financial year 2014.

Signed in accordance with a resolution of the Directors.



Dr Marcus Ilton
President



Hayley Richards
Treasurer

Dated at Darwin this 31st day of March 2015

Directors' Declaration

for the year ended 31 December 2014

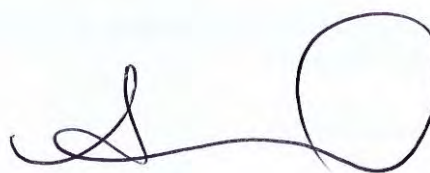
In the opinion of the directors of National Heart Foundation of Australia (Northern Territory Division) Incorporated ("the Foundation"):

- (a) the financial statements and notes, set out on pages 10 to 26, are in accordance with the Australian Charities and Not-For-Profits Commission Act 2012, including:
 - (i) giving a true and fair view of the Foundations financial position as at 31 December 2014 and of their performance for the financial year ended on that date; and
 - (ii) complying with Australian Accounting Standards and the Australian Charities and Not-For-Profits Regulations 2013; and
- (b) there are reasonable grounds to believe that the Foundation will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Directors.



Dr Marcus Ilton
President



Hayley Richards
Treasurer

Dated at Darwin this 31st day of March 2015

Statement of Surplus or Deficit and Other Comprehensive Income

for the year ended 31 December 2014

		The Foundation	
		2014	2013
Notes		\$	\$
Revenue			
	Revenue from operating activities	1,596,857	906,362
	Total revenue	1,596,857	906,362
Expenditure			
	Health programs (including those funded by grants)	(1,488,099)	(1,083,268)
	Fundraising	(77,741)	(82,220)
	Cost of goods sold	(30)	(51)
	Communications and publicity	(126,515)	(150,459)
	Administration	(78,690)	(87,151)
	Results from Operating activities	(174,218)	(496,787)
	Finance income	28,190	19,254
	Net Finance income	28,190	19,254
	Net (Deficit)	(146,028)	(477,533)
	Net Grants from National Heart Foundation of Australia	129,233	465,167
	(Deficit) for the year before tax	(16,795)	(12,365)
	Income tax expense	0	0
	(Deficit) for the year after tax	(16,795)	(12,365)
	Total comprehensive income for the year	(16,795)	(12,365)

Statement of Financial Position
 for the year ended 31 December 2014

		The Foundation	
		2014	2013
		\$	\$
Notes			
	Current assets		
	Cash and cash equivalents	1,298,247	1,291,820
	Trade and other receivables	18,675	523,425
	Total current assets	1,316,922	1,815,245
	Non-current assets		
	Property, Plant, equipment and vehicles	18,641	26,217
	Total non-current assets	18,641	26,217
	Total assets	1,335,563	1,841,462
	Current liabilities		
	Trade and other payables	250,564	115,701
	Grants income deferred	991,048	1,622,331
	Employee benefits	23,510	4,703
	Total current liabilities	1,265,122	1,742,735
	Non-current liabilities		
	Employee benefits	989	12,480
	Total non-current liabilities	989	12,480
	Total liabilities	1,266,111	1,755,215
	Net assets	69,452	86,247
	Equity		
	Retained earnings	69,452	86,247
	Total equity	69,452	86,247

Statement of Changes in Equity

as at 31 December 2014

	The Foundation	
	2014	2013
	\$	\$
Balance of Equity as at 1 January	86,247	98,612
Comprehensive income for the period		
(Deficit)	(16,795)	(12,365)
Total comprehensive income for the period	(16,795)	(12,365)
Balance of Equity as at 31 December	69,452	86,247

Statement of Cash Flows

for the year ended 31 December 2014

		The Foundation	
		2014	2013
Notes		\$'000	\$'000
Cash flows from operating activities			
	Cash receipts in the course of operations	1,460,770	1,487,019
	Cash payments in the course of operations	(1,536,561)	(1,197,846)
	Net grants made to National Heart Foundation of Australia	62,015	0
	Net financial income	20,818	198,593
7b	Net cash from operating activities	7,042	487,766
Cash flows from investing activities			
	Acquisition of property, equipment, vehicles and computer software	(615)	(672)
	Net cash due to investing activities	(615)	(672)
Net increase in cash and cash equivalents			
	Cash and cash equivalents at 1 January	1,291,820	804,726
7a	Cash and cash equivalents at 31 December	1,298,247	1,291,820

Notes to the Financial Statements

for the year ended 31 December 2014

1 Reporting entity

The National Heart Foundation of Australia (Northern Territory Division) (the "Foundation") (ABN: 48 842 342 239) is a company domiciled in Australia. The address of the Foundation's registered office is Level 3, Darwin Central Offices, 21 Knuckey Street, Darwin NT 0800. The Foundation is a not for profit charity, registered under the Australian Charities and Not-For-Profits commission, devoted to reducing suffering and death from heart, stroke and blood vessel disease in Australia.

2 Basis of preparation

(a) Statement of compliance

The financial report is a general purpose financial report which has been prepared in accordance with Australian Accounting Standards (AASB's) (including Australian Interpretations) adopted by the Australian Accounting Standards Board (AASB) and the Australian Charities and Not-For-Profits Commission ACT 2012. The financial report was authorised for issue by the directors on **Insert Date**.

(b) Basis of measurement

The financial report is prepared on the historical cost basis.

(c) Functional and presentation currency

The financial report is presented in Australian dollars, which is the Foundation's functional currency.

(d) Use of estimates and judgements

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and other various factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and any future periods affected.

Significant accounting judgments

The company has entered into leases of office equipment as disclosed in Note 14. Management has determined that all of the risks and rewards of ownership of this equipment remain with the lessor and has therefore classified the leases as operating leases.

Significant accounting estimates and assumptions

The key estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of certain assets and liabilities within the next annual reporting period are:

(i) Provisions for employee benefits

Provisions for employee benefits payable after 12 months from the reporting date are based on future wage and salary levels, experience of employee departures, and periods of service, as discussed in Note 3(h). The amount of these provisions would change should any of these factors change in the next 12 months.

(e) Changes in accounting policies

The Foundation has consistently applied the accounting policies set out in Note 3 to all periods presented in these financial statements.

3 Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in this financial report.

(a) Revenue recognition

(i) Charitable support

Revenue is received from appeals, donations, fundraising events and bequests and is brought to account on a cash received basis. When assets, such as investments or properties, are received from a bequest or donation, an asset is recognised, at fair value, when the Foundation gains control of such assets and the value of the asset can be reliably measured.

(ii) Interest and dividend revenue

Interest revenue is recognised as it accrues on a daily basis. Dividend revenue is recognised when the right to receive payment is established. Where dividends are franked the dividend is recognised inclusive of imputation credits, which are refunded by the ATO.

Notes to the Financial Statements (continued)

for the year ended 31 December 2014

3 Significant accounting policies (continued)**(iii) Grants for health programs (deferred income)**

Grants received for specific health programs are recognised as income only to the extent of work completed on those projects. Any funds attributable to work still to be completed are carried forward as grants income deferred as recognised in Note 11. In the circumstances where the terms of the grants stipulate that any unexpended funds are to be returned to the sponsor these unexpended funds are held as deferred income until such time as they are returned to the funding body. Where the terms of the grant do not stipulate that unexpended funds are to be returned to the funding body they are recognised as revenue once all agreed project outcomes and specified work has been completed.

(iv) Sale of goods

Revenue from the sale of goods is recognised when control of the goods passes to the customer.

(v) Services of volunteers

A substantial number of volunteers, including directors and members of committees, donate a significant amount of their time to the activities of the Foundation. School children across the Northern Territory also supported the Foundation by participating and raising funds through the Jump Rope for Heart program. In total this involved over 3,433 children and 16 schools and groups throughout the Northern Territory. The Foundation's door knock program successfully recruited over 725 volunteers to collect funds in 2014. However, as no objective basis exists for recording and assigning values to these services, they are not reflected in the financial statements as either revenue or expenses.

(b) Goods and services tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax ("GST"). Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the Australian Taxation Office ("ATO") is included as a current asset or current liability in the statement of financial position. Cash flows are included in the statement of cash flows on a gross basis. The GST component of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

(c) Income Tax

The Foundation is exempt from paying income tax due to being a charitable institution in terms of section 50(5) of the Income Tax Assessment Act 1997. The Foundation is also endorsed as a Deductible Gift Recipient and falls under item 1 of the table in section 30-15 of the Income Tax Assessment Act 1997.

(d) Equipment and vehicles**(i) Recognition and measurement**

Items of equipment and vehicles are measured at cost less accumulated depreciation and impairment losses. Cost includes expenditure directly attributable to the acquisition of the asset. Such assets are recognised/derecognised by the Foundation on the date it commits to purchase/sell each item. Gains and losses on disposal of an item of property, equipment and vehicles, are determined by comparing the proceeds from the disposal with the carrying amount of property, equipment and vehicles and are recognised on a net basis in the Statement of Surplus or Deficit and Other Comprehensive income.

(ii) Depreciation

Depreciation is charged to the Statement of Surplus or Deficit and Other Comprehensive Income on a straight-line basis over the estimated useful lives of each item of property, equipment and vehicles from the date they are acquired and are ready for use. Land is not depreciated. The estimated useful lives in the current and comparative periods are as follows:

- leasehold improvements 5 - 10 years
- office furniture and equipment 3 - 10 years
- motor vehicles 6 - 7 years

Depreciation methods, remaining useful lives and the residual values of individual assets, if not insignificant, are reviewed at each reporting date.

Notes to the Financial Statements (continued)

for the year ended 31 December 2014

3 Significant accounting policies (continued)

(e) Leased assets including property and equipment

Leases in terms of which the Foundation assumes substantially all the risks and benefits of ownership are classified as finance leases. A lease asset and a lease liability equal to the present value of the minimum lease payments are recorded at the inception of the lease. Lease liabilities are reduced by payments made. The interest components of the lease payments are expensed. There have been no finance leases during the periods covered by these financial statements.

Other leases are classified as operating leases and payments are expensed on a straight line basis over the term of the lease. Lease incentives received are recognised as an integral part of the total lease expense over the term of the lease. The Foundation recognises lease periods as the initial term specified in the lease and renewal options are treated as separate leases should the Foundation elect to extend the lease period beyond the initial term. The leased assets are not recognised on the Foundation's Statement of Financial Position, however, in accordance with lease terms, future obligations have been recognised on the Foundation's Statement of Financial Position for the costs of restoring leased premises to conditions as set out in the lease agreement. This future obligation will be adjusted annually to reflect increases in CPI.

Determining whether an arrangement contains a lease

At the inception of an arrangement, the Foundation determines whether such an arrangement is or contains a lease. A specific asset is the subject of a lease if fulfilment of the arrangement is dependent on the use of that specified asset. An arrangement conveys the right to use the asset if the arrangement conveys to the Foundation the right to control the underlying asset. At inception or upon reassessment of the arrangement, the Foundation separates payments and other consideration required by such an arrangement into those for the lease and those for other elements on the basis of their relative fair values.

(f) Financial instruments

(i) Other financial instruments

A financial instrument is recognised on the date the Foundation becomes party to the contractual provisions of the instrument. Financial assets are derecognised if the Foundation's contractual rights to the cashflows from the financial assets expire. Purchases and sales of financial assets are accounted for at trade date. Accounting for finance income and finance cost is discussed in note 3(k). Other non-derivative financial instruments are measured at amortised costs using the effective interest method, less any impairment losses.

Cash and cash equivalents

Cash and cash equivalents comprise cash, bank accounts and short term deposits maturing within 90 days and are stated at fair value. Term deposits maturing beyond 90 days are classified as investments.

Trade and other receivables

Trade and other receivables are stated at cost less impairment losses, this being equivalent to fair value.

(g) Impairment

(i) Non-derivative financial assets including receivables

Each financial asset apart from those classified at fair value through other comprehensive income is assessed at each reporting date to determine whether there is any objective evidence that it is impaired. A financial asset is considered to be impaired if objective evidence indicates that one or more events have had a negative effect on the estimated future cash flows of that asset. Objective evidence that financial assets are impaired can include default or delinquency by a debtor, restructuring of an amount by the Foundation on terms that the Foundation would not consider otherwise, indications that a debtor or issuer will enter bankruptcy, the disappearance of an active market for a security.

Notes to the Financial Statements (continued)

for the year ended 31 December 2014

3 Significant accounting policies (continued)**(ii) Non-financial assets**

The carrying amounts of non-financial assets, other than inventory, are reviewed at each reporting date to determine whether there is any objective evidence that they are impaired. If any such indication exists, the asset's recoverable amount is estimated. An impairment loss for an individual asset measured under the cost model is recognised in the Statement of Surplus or Deficit and Other Comprehensive Income, whenever the carrying amount of an asset exceeds its recoverable amount. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. The reversal is recognised in the Statement of Surplus or Deficit and Other Comprehensive Income to the extent that an impairment loss was previously recognised in the Statement of Surplus or Deficit and Other Comprehensive Income.

(iii) Calculation of recoverable amount

The recoverable amount of assets is the greater of their net selling price and value in use. As the future economic benefits of the asset are not primarily dependent on the asset's ability to generate cash inflows, value in use is the depreciated replacement cost of the asset concerned.

(h) Employee Benefits**(i) Short term benefits**

The provisions for employee entitlements to wages, salaries, annual and paid maternity leave represent obligations resulting from employees' services provided up to reporting date, that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees rendered the related services. These are calculated at undiscounted amounts based on wage and salary rates, including related on-costs, which the Foundation expects to pay at each reporting date.

(ii) Long term benefits

The provision for employee entitlements to annual leave and long service leave represent obligations resulting from employees' services provided up to reporting date, that are not expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees rendered the related services. These are calculated at actuarial present values based on wage and salary rates, including related on-costs, which the Foundation expects to pay at each reporting date using:

- assumed rate of future increases in wage and salary rates: 2014: 2.0% (2013: 2.5%)
- discount rate based on national government securities which most closely match the terms to maturity of the related liabilities: 2014: 3.32% (2013: 4.23%)
- expected settlement dates for annual leave 2014: 2 years (2013: 2 years)
- expected settlement dates for long service leave based on turnover history: 2014: 10 years (2013: 10 years)

(iii) Defined contribution plans

A defined contribution superannuation plan is a post-employment benefit plan under which an entity pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. Superannuation contributions are made by the Foundation in respect of all employees to provide accumulation style benefits only. Obligations for contributions to defined contribution superannuation plans are recognised as a personnel expense in the Statement of Surplus or Deficit and Other Comprehensive Income in the period during which services are rendered by employees. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in future payments is available.

(i) Provisions

A provision is recognised if, as a result of a past event, the Foundation has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cashflows at a pre-tax rate that reflects current market assessment of the true value of money and risks specific to the liability. Provisions consist of operating leases expenses straight line, office lease incentives deferred and make good of leased premises. The unwinding of the discount is recognised as a finance cost.

Notes to the Financial Statements (continued)

for the year ended 31 December 2014

3 Significant accounting policies (continued)

(j) Segment reporting

The Foundation operates in only one business segment as a charity. The Foundation operates in one geographical segment (Northern Territory).

(k) Finance income and finance costs

Finance income comprises interest income, dividend income and gains on disposal of financial assets. Finance costs comprise management fees, losses on disposal and impairment of financial assets (except trade receivables).

(l) Financial risk management

The Foundation has exposure to the following risks from their use of financial instruments:

Financial instruments

- credit risk
- liquidity risk
- market risk
- operational risk

Further details in respect of each of these risks are set out in note 18 Financial Instruments.

The Board of Directors has overall responsibility for the establishment and oversight of the risk management framework. Risk management policies are established to identify and analyse the risks faced by the Foundation, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Foundations activities. The Foundation, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.

Capital management

The Board's policy is to maintain a strong capital base so as to maintain supporter, donor, creditor and market confidence and to sustain future development of the business. There were no changes in the Foundations approach to capital management during the year. The Foundation is not subject to externally imposed capital requirements.

Economic dependency

The National Heart Foundation of Australia ("National") and the state and territory Divisions operate as a co-operative federation. Virtually all revenue from charitable support is received by the Divisions. However most expenditure on research and certain health programs is spent by the National Foundation. The National Foundation relies on the distribution of net grants from the Divisions to fund its commitments. Such grants are receivable under the terms of a *Federation agreement* between the National Foundation and each of the Divisions. The *Federation agreement* also provides funding to the Foundation in the event that there are insufficient funds internally generated to support an adequate level of working capital to deliver the business plan approved by the Board.

(m) New standards and interpretations not yet adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2014, and have not been applied in preparing these financial statements. None of these are expected to have a significant effect on the financial statements.

(n) Determination of fair values

A number of the Foundation's accounting policies and disclosures required the determination of fair value. Fair Values have been determined for measurement and/or disclosure purposes based on the following methods;

(i) Trade and other receivables

The fair value of trade and other receivables is estimated as the present value of future cash flows, discounted at the market rate of interest at the reporting date.

(ii) Plant and equipment

The fair value of items of plant, equipment, fixtures and fittings is based on the market approach and cost approaches using quoted market prices for similar items when available and replacement cost when appropriate. Depreciated replacement cost estimates reflect adjustments for physical deterioration as well as functional and economic obsolescence.

Notes to the Financial Statements (continued)

for the year ended 31 December 2014

	The Foundation	
	2014	2013
	\$	\$
4 Revenue from operating activities		
Charitable support - non-bequests	241,374	234,909
Sale of goods	430	170
<i>Total revenue from fundraising activities</i>	<u>241,804</u>	<u>235,079</u>
Government non-reciprocal grants	61,802	53,126
Grants for specific health programs - Government	1,292,527	618,157
Other	724	0
<i>Total revenue from other operating activities</i>	<u>1,355,053</u>	<u>671,283</u>
Total revenue from operating activities	<u>1,596,857</u>	<u>906,362</u>
5 Auditors' remuneration		
Audit services	8,250	6,200
Other services	7,500	2,000
	<u>15,750</u>	<u>8,200</u>
6 Finance income and costs		
Recognised in Surplus/(Deficit)		
Interest income	28,190	19,254
Finance income	<u>28,190</u>	<u>19,254</u>
Net finance income and costs recognised in Surplus/(Deficit)	<u>28,190</u>	<u>19,254</u>
7a Cash and cash equivalents		
Cash and cash equivalents include bank accounts and short term deposits maturing within 90 days paying interest rates of 0.0% to 2.5% (2013: 0% to 3%)	1,298,247	1,291,820
	<u>1,298,247</u>	<u>1,291,820</u>

The Foundation's exposure to interest rate risk for financial assets and liabilities are disclosed in note 18.

The carrying value of cash and cash equivalents is equal to fair value.

Notes to the Financial Statements (continued)

for the year ended 31 December 2014

7b Reconciliation of cash flows from operating activities

	The Foundation	
	2014 \$	2013 \$
Net (deficit) from ordinary activities	(16,795)	(12,365)
Adjustments for:-		
Depreciation	8,191	8,373
Net cash from operating activities before changes in working capital and provisions	(8,604)	(3,992)
(Increase)/decrease in receivables	504,750	(438,940)
(Increase)/decrease in grants income accrued	0	(6,864)
Increase/(decrease) in payables	(66,397)	90,993
Increase/(decrease) in Federation Agreement grants	201,259	(62,484)
Increase/(decrease) in grants income deferred	(631,283)	909,694
Increase/(decrease) in employee benefits	7,317	(641)
Net cash from operating activities	7,042	487,766

8 Trade and other receivables

Trade receivables owing by other National Heart Foundation divisions	0	7,244
Trade receivables owing by National Heart Foundation of Australia	10,703	6,277
Other receivables and prepayments	7,972	509,904
	18,675	523,425

The carrying value of trade and other receivables is equal to fair value. The Foundation's exposure to credit risk relating to trade and other receivables is disclosed in note 18

Notes to the Financial Statements (continued)

for the year ended 31 December 2014

9 Property, equipment and vehicles

	Leasehold improvements	Office furniture & equipment	Total
	\$	\$	\$
Balance at 1 January 2013	52,000	62,631	114,631
Acquisitions	0	672	672
Disposals	0	(3,684)	(3,684)
Balance at 31 December 2013	52,000	59,619	111,619
Balance at 1 January 2014	52,000	59,619	111,619
Acquisitions	0	615	615
Disposals	0	(2,902)	(2,902)
Balance at 31 December 2014	52,000	57,332	109,332
Depreciation & Impairment losses			
Balance at 1 January 2013	31,585	49,127	80,712
Depreciation charge for the year	5,200	3,165	8,365
Disposals	0	(3,675)	(3,675)
Balance at 31 December 2013	36,785	48,617	85,402
Balance at 1 January 2014	36,785	48,617	85,402
Depreciation charge for the year	5,200	2,991	8,191
Disposals	0	(2,902)	(2,902)
Balance at 31 December 2014	41,985	48,706	90,691
Carrying amounts			
At 1 January 2013	20,415	13,504	33,919
At 31 December 2013	15,215	11,002	26,217
At 1 January 2014	15,215	11,002	26,217
At 31 December 2014	10,015	8,626	18,641

Notes to the Financial Statements (continued)

for the year ended 31 December 2014

10 Trade and other payables

	The Foundation	
	2014	2013
	\$	\$
Trade payables to National Heart Foundation of Australia	222,427	66,566
Trade payables to other National Heart Foundation divisions	60	199
Other payables and accrued expenses	28,077	48,936
	250,564	115,701

The carrying value of trade and other payables is equal to fair value. The Foundation's exposure to liquidity risk relating to trade and other payables is disclosed in note 18.

11 Grants income deferred

	The Foundation	
	2014	2013
	\$	\$
Balance at 1 January	1,622,331	712,637
Amounts received	661,244	1,527,851
Income taken to revenue	(1,292,527)	(618,157)
Balance at 31 December	991,048	1,622,331

The carrying value of grants income deferred is equal to fair value. The Foundation's exposure to liquidity risk relating to grants income deferred is disclosed in note 18.

12 Employee benefits

	The Foundation	
	2014	2013
	\$	\$
Aggregate liability for employee benefits including oncosts:		
Current - long service leave and annual leave	23,510	4,703
Non-current - long service leave	989	12,480
Total employee benefits	24,499	17,183
<i>Personnel expenses:</i>		
Wages and salaries	788,618	649,106
Contributions to superannuation plans	51,880	43,484
Total personnel expenses	840,498	692,590
Number of employees at year end (full time equivalents)	8.90	8.90

13 Reserves and Equity

	The Foundation	
	2014	2013
	\$	\$
<i>Movements in reserves during the year:</i>		
Retained Earnings at beginning of year	86,247	98,612
Operating (Deficit)	(146,028)	(477,533)
Net Grants from National Heart Foundation of Australia	129,233	465,167
Total Equity at end of year	69,452	86,247

Notes to the Financial Statements (continued)

for the year ended 31 December 2014

14 Operating leases as lessee

Non-cancellable operating lease rentals are payable as follows:

Less than one year

Between one and five years

Later than five years

The Foundation	
2014	2013
\$	\$
3,096	3,096
5,418	8,513
0	0
8,514	11,609
3,096	3,096
61,802	53,126
64,898	56,222

Expenditure in the period was as follows:

Office equipment

Office space

The Foundation receives a rental lease benefit from the NT Government in respect to the office space occupied at the Darwin Central Building in Darwin city. The rental lease benefit commenced on 1 July 2004. The Department of Health approved the renewal of the lease for a further five years commencing 1 January 2015.

15 Incorporation of Foundation

The National Heart Foundation (Northern Territory Division) is a company limited by guarantee, incorporated under the Corporations Act 2001.

16 Related parties**Key management personnel and director related parties**

The following were key management personnel of the Foundation at any time during the reporting period, and, unless otherwise indicated were directors or executive staff of the entity for the entire period:

Non executive directors

The names of each person holding the position of director of the Foundation during the financial year are listed in the Director's Report on page 4. Directors did not receive any remuneration from the Foundation during the current financial year. Apart from details disclosed in this note, no director has entered into a material contract with the Foundation or any Division since the end of the previous financial year and there were no material contracts involving directors' interests subsisting at year end.

Executive Staff

Ms D Morrison – Chief Executive Officer

Mr S Dixon – Cardiovascular Health Director

The compensation of key management personnel was as follows:

Short term employee benefits

Total

The Foundation	
2014	2013
\$	\$
251,492	179,591
251,492	179,591

Notes to the Financial Statements (continued)

for the year ended 31 December 2014

16 Related parties (continued)**Other related parties**

Classes of other related parties are the National Heart Foundation of Australia ("National") and all other state and territory divisions ("Divisions") and directors of related parties and their director-related entities. The Foundation makes grants to National Heart Foundation of Australia ("National") primarily to fund research and other health programs conducted on an Australia-wide basis. Such grants are payable under the terms of the Federation agreement between the Foundation and the National Heart Foundation of Australia ("National"). The grant payable by the Foundation is equal to its net operating surplus (payable monthly in arrears) representing the excess of income received less capital expenditure and operating expenditure (excluding depreciation).

	The Foundation	
	2014	2013
	\$	\$
Net Surplus/(Deficit)		
Net (Deficit) from continuing operations	(146,028)	(477,533)
Net grants (received)	(129,233)	(465,167)

Amounts receivable and payable to non-director related parties are shown in notes 8 and 10 respectively.

17 Subsequent Events

The Foundation is not aware of any subsequent event that has occurred since the balance date that could materially affect these financial statements.

18 Financial instruments

Exposure to credit, liquidity, market, interest rate, other market price and operational risks arises in the normal course of the Foundation's business.

Credit risk

Credit risk is the risk of financial loss to the Foundation if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Foundation's receivables and investments. Exposure to credit risk is monitored by management on an ongoing basis. The Foundation does not require collateral in respect of financial assets.

The credit risk relating to the Foundation's financial assets which are recognised in the statement of financial position is the carrying amount of such assets, net of any allowances for impairment in respect of trade receivables and investments.

The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of financial position as summarised below:

	Notes	The Foundation	
		2014	2013
		\$	\$
Financial assets			
Cash		118,746	159,968
Cash call accounts		1,179,501	1,131,852
Total cash and cash equivalents	7a	1,298,247	1,291,820
Trade and other receivables	8	18,675	7,245
Grants income accrued		0	6,865
		1,316,922	1,305,930

Notes to the Financial Statements (continued)

for the year ended 31 December 2014

18 Financial instruments (continued)**Impairment losses from trade receivables**

None of the Foundation's receivables are past due (2013: \$Nil). Based on receivables history, the Foundation believes that no further impairment allowance is necessary in respect of trade receivables not past due.

Liquidity risk

Liquidity risk is the risk that the Foundation will not be able to meet its financial obligations as they fall due. The entity's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Foundation's reputation.

Trade and other payables, and grants income deferred have contractual cashflows which are 6 months or less. Provisions relating to obligations for office leases have contractual cashflow obligations until lease expiry, which are all between 5 and 10 years.

The maximum exposure to liquidity risk is represented by the carrying amount of each financial liability in the statement of financial position as summarised below:

	Notes	The Foundation	
		2014 \$	2013 \$
Non derivative financial liabilities			
Trade and other payables	10	28,137	111,429
Grants income deferred	11	991,048	1,622,331
		<u>1,019,185</u>	<u>1,733,760</u>

Market risk

Market risk is the risk that changes in market prices, such as interest rates and equity prices will affect the Foundation's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return. All such transactions are carried out within the guidelines set by the Board.

Interest rate risk

The Foundation has limited exposure to interest rate risk as it does not have borrowings or fixed rate debt securities that would change in their fair value due to changes in interest rates. The Foundation's exposure to this risk is controlled by ensuring that cash securities are limited to short dated bank bills no longer than 90 days.

Investments in equity securities and short-term receivables and payables are not exposed to interest rate risk. The exposure to interest rate risk for financial assets and liabilities at the reporting date are shown below in the Sensitivity Analysis Disclosure on page 26.

Fair value sensitivity analysis for fixed rate instruments

The surplus/(deficit) would be affected by changes in the fixed interest rate as shown in the Sensitivity Disclosure Analysis. The analysis assumes all other variables remain constant. The analysis is performed using a change of 1% on page 26. The analysis is performed on the same basis as that used in 2013

Cash flow sensitivity analysis for variable rate instruments

A change of 1% in interest rates at the reporting date would have increased/(decreased) equity and surplus/(deficit) by the amounts shown in the Sensitivity Analysis Disclosure. This analysis assumes all other variables remain constant. The analysis is performed on the same basis as that used in 2013.

Operational risk

Operational risk is the risk of direct or indirect loss arising from a wide variety of causes associated with the Foundation's processes, personnel, technology and infrastructure, and from external factors other than credit, market and liquidity risks such as those arising from legal and regulatory requirements and generally accepted standards of corporate behaviour. Operational risks arise from all the Foundations operations.

Notes to the Financial Statements (continued)

for the year ended 31 December 2014

18 Financial instruments (continued)

The Foundation's objective is to manage operational risk so as to prevent financial losses and damage to the Foundation's reputation. The primary responsibility for the development and implementation of controls to address operational risk is assigned to the management of the Foundation. This responsibility is supported by the development of overall guidelines for the management of risk in the following areas:

- requirements for appropriate segregation of duties including the independent authorisation of transactions
- requirements for the reconciliation and monitoring of transactions
- compliance with regulatory and other legal requirements
- documentation of controls and procedures
- requirements for the periodic assessment of operational risks faced and adequacy of controls and procedures
- to address the risks identified
- development of contingency plans
- ethical and high level business standards
- risk mitigation including insurance

Compliance with standards is supported by a programme of periodic reviews of internal controls undertaken by internal audit. The results of these reviews are discussed with the Foundation's management and submitted to the Board of the Foundation.

Sensitivity Analysis Disclosure

The Foundation's financial instruments subject to changes in market prices include cash and cash equivalents, comprising of cash at bank, cash call accounts and term deposits. Based on historic movements and volatilities in these market variables, and management's knowledge and experience of the financial markets, the Foundation believes the following movements are 'reasonably possible' over a 12 month period:

- A parallel shift of +1%/-1% in market interest rates (AUD) from year end rates of 2.5%

	2014					2013				
	Carrying Amount/ Face Value	-1%	Equity	Surplus	Equity	Carrying Amount/ Market Price	-1%	Equity	Surplus	Equity
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Interest rate risk										
Financial assets										
<i>Variable rate</i>										
Cash at bank	118,746	(1,187)	(1,187)	1,187	1,187	159,968	(1,600)	(1,600)	1,600	1,600
Cash call accounts	1,179,501	(11,795)	(11,795)	11,795	11,795	1,131,852	(11,319)	(11,319)	11,319	11,319
Total		(12,982)	(12,982)	12,982	12,982		(12,918)	(12,918)	12,918	12,918



Independent Audit Report

to the members of National Heart Foundation of Australia (Northern Territory Division)

Independent auditor's report to the members of National Heart Foundation of Australia (Northern Territory Division)

Report on the financial report

We have audited the accompanying financial report of National Heart Foundation of Australia (Northern Territory Division) (the Foundation), which comprises the statement of financial position as at 31 December 2014, the statement of surplus or deficit and comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, notes 1 to 18 comprising a summary of significant accounting policies and other explanatory information and the directors' declaration.

Directors' responsibility for the financial report

The directors of the Foundation are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Australian Charities and Not-for-profits Commission Act 2012* 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 of the financial report that gives a true and fair view 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.

We performed the procedures to assess whether in all material respects the financial report presents fairly, in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and Australian Accounting Standards, a true and fair view which is consistent with our understanding of the Foundation's financial position and of its performance.

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 *Australian Charities and Not-for-profits Commission Act 2012*.

Auditor's opinion

In our opinion the financial report of National Heart Foundation of Australia (Northern Territory Division) is in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (a) giving a true and fair view of the Foundation's financial position as at 31 December 2014 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

KPMG

Clive Garland
Partner

Darwin

31 March 2015

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