

**The Project Rozana Foundation Limited**

**ABN 82 632 137 083**

**Special Purpose Financial Report  
For the year ended 31 December 2022**

**The Project Rozana Foundation Limited**  
**ABN 82 632 137 083**  
**Directors' Report**  
**For the year ended 31 December 2022**

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The Directors present their report together with the financial statements of The Project Rozana Foundation Limited for the year ended 31 December 2022 and the Independent Auditor's Report thereon.

### **Directors**

The name of each director during, or since the end of the year, are listed below.

The number of meetings held during the year, and the number attended by each Director are also shown.

	<b>Eligible meetings</b>	<b>Meetings attended</b>
Ronald Finkel AM	4	4
Lee Ann Basser	4	2
Michael Gale	4	4
Bulent Hass Dellal AO	3	1 Resigned 22 July 2022
Eliza Harvey	4	3
Veronica Henricks	4	3
Jacqueline Pascarl	1	0 Resigned 1 April 2022
Dr Jamal Rifi AM	4	3
Mikaela Stafrace	1	1 Appointed 27 October 2022

### **Principal Activities**

The principal activities of the Company during the year were:

- promote and provide access to transportation to facilitate the treatment of Palestinian patients, mostly children, suffering from chronic diseases or disorders in Israeli hospitals and other support services;
- undertake, encourage and promote the training and education of Palestinian doctors, nurses, therapists and other health professionals in Israeli hospitals, and to advance their knowledge and skill;
- support and provide treatment and psychological counselling to Palestinian children suffering from post-traumatic disorder and/or disorders of sexual differentiation;
- encourage and promote the training and education of Palestinian psychiatrists, psychologists and other mental health professional in diagnostic techniques, pharmacological treatments and cognitive behavioural therapies to prevent, control and treat mental illnesses such as post-traumatic stress disorder;
- raise public awareness on the prevention, treatment and control of diseases, disorders or mental illnesses prevalent in the Palestinian community in Gaza and West Bank
- Successfully apply and gain membership of the Australian Council for International Development (ACFID) and apply for DFAT accreditation.

### **Short-term Objectives**

The Company's short-term objectives are to:

continue to cultivate and build trust between Israelis and Palestinians through cross-border healthcare initiatives to combine short-term relief through treatment and transportation programs with health system strengthening through training programs.

### **Long-term Objectives**

The Company's long-term objectives are to facilitate healthcare initiatives that foster cross-border relationships between Israelis and Palestinians at all levels of society.

**The Project Rozana Foundation Limited**  
**ABN 82 632 137 083**  
**Directors' Report**  
**For the year ended 31 December 2022**

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**Strategy for achieving the Company's objectives**

To achieve these objectives, the Company has adopted the following strategies:  
to raise awareness of the success of its activities to date in order to increase its capacity to deliver on the large number of opportunities available

**Significant Changes**

No significant changes in the nature of these activities occurred during the year.

**Review of Operations**

During the year, the Company continued working towards its objectives, and expand its activities and fundraising work. The net profit for the year was \$2,209,196 (2021: loss \$115,837).

**Member Contributions**

The Company is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$10.00 each (2021: \$10) towards meeting any outstanding obligations of the Company.

**Environmental Factors**

There were no environmental factors that impacted the Company.

**Legal matters**

The Company is not party to any pending legal matters.

No party has sought to bring legal action against the Company during the financial year, or to the date of this report.

**Subsequent Events**

Since the end of the financial year the Company's programs have expanded and developed. The directors' forecasts and budgets have assumed that the impacts of the Coronavirus pandemic have been resolved. No other matters or circumstances have arisen between the end of the financial period, and to the date of this report, which have directly, significantly affected or may significantly affect the operations of the business, the results of those operations or the state of affairs of the business in future financial years.

**Auditors Independence Declaration**

A copy of the Auditor's Independence Declaration as required under s.60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* is included with this financial report.

**Going Concern**

This financial report has been prepared on a going concern basis which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. The ability of the Company to continue to operate as a going concern is dependent upon the ability of the Company to generate sufficient cashflows from operations to meet its liabilities. The Directors believe that the going concern assumption is appropriate, notwithstanding the ongoing impacts of the COVID-19 pandemic on the global economy, given the strong financial position of the Company and based on the financial forecasts for the next year.

Signed in accordance with a resolution of the Directors:



Ronald S Finkel  
Director and Chair

Signed in Melbourne this 18th day of July 2023.

**The Project Rozana Foundation Limited**  
**ABN 82 632 137 083**  
**Statement of Financial Position**  
**As at 31 December 2022**

	Note	2022 \$	2021 \$
<b>Current Assets</b>			
Cash and Cash Equivalents	2	399,899	76,559
Term Deposits	2	1,513,183	-
GST Receivable		30,043	25,863
Trade and Other Receivables	3	19,960	27,272
<b>Total Current Assets</b>		<b>1,963,085</b>	<b>129,694</b>
<b>Non-Current Assets</b>			
Plant and Equipment	4	100,874	-
<b>Total Non-Current Assets</b>		<b>100,874</b>	-
<b>Total Assets</b>		<b>2,063,959</b>	<b>129,694</b>
<b>Liabilities</b>			
Trade and Other Payables	5	58,892	4,844
Employee Benefit Provisions		-	-
GST Payable		-	-
Lease liability (current)		-	-
Lease liability (non-current)		-	-
Financial Liabilities	6	69,260	398,239
<b>Total Liabilities</b>		<b>128,152</b>	<b>403,083</b>
<b>Net Assets</b>		<b>1,935,807</b>	<b>- 273,389</b>
<b>Equity</b>			
<b>Reserves</b>			
Retained Earnings	7	1,935,807	- 273,389
<b>Total Equity</b>		<b>1,935,807</b>	<b>- 273,389</b>

*The accompanying notes form part of these financial statements.*

**The Project Rozana Foundation Limited**  
**ABN 82 632 137 083**  
**Statement of Profit or Loss and Other Comprehensive Income**  
**For the year ended 31 December 2022**

	Note	2022 \$	2021 \$
<b>Revenue</b>			
Donations and gifts			
- Monetary		4,071,447	733,787
- Non-Monetary		-	-
Bequests and Legacies		-	-
Grants			
- Department of Foreign Affairs and Trade		-	-
- Other Australian Grants		-	-
- Other Overseas Grants		326,859	353,625
Investment Income (Interest Income)		16,301	-
Commercial Activities Income		-	-
Other Income		-	480
Revenue for International Political or Religious Adherence Promotion Programs		-	-
<b>Total Revenue</b>		<b>4,414,607</b>	<b>1,087,892</b>
<b>Expenditure</b>			
<b>International Aid and Development Programs Expenditure</b>			
International Programs			
- Funds to International Programs		1,484,703	805,254
- Program Support Costs		-	-
Community Education		-	-
Fundraising Costs		-	-
- Public		271,207	146,668
- Government, multilateral and private		145,981	54,839
Accountability and Administration		204,648	141,779
Non-monetary Expenditure		-	-
<b>Total International Aid and Development Programs Expenditure</b>		<b>2,106,539</b>	<b>1,148,540</b>
International Political or Religious Adherence Promotion Programs Expenditure		-	-
Domestic Program Expenditure		-	-
Commercial Activities Expenditure		-	-
Interest Paid		-	-
Depreciation		8,394	-
Bad Debt Write-Off		12,563	25,000
Other Expenses		77,915	30,189
<b>Total Expenditure</b>		<b>2,205,411</b>	<b>1,203,729</b>
<b>Operating Surplus / (Deficit)</b>		<b>2,209,196</b>	<b>- 115,837</b>
Other comprehensive income		-	-
<b>Total comprehensive income/(loss) for the year</b>		<b>2,209,196</b>	<b>- 115,837</b>

*The accompanying notes form part of these financial statements.*

**The Project Rozana Foundation Limited**  
**ABN 82 632 137 083**  
**Statement of Changes in Equity**  
**For the year ended 31 December 2022**

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	Note	Reserves \$	Retained Earnings \$	-	Total \$	
<b>Balance at 1 January 2021</b>		-	-	157,552	-	157,552
Total comprehensive income/(loss) for the year		-	-	115,837	-	115,837
<b>Balance at 31 December 2021</b>		-	-	<b>273,389</b>	-	<b>273,389</b>
<b>Balance at 1 January 2022</b>		-	-	273,389	-	273,389
Total comprehensive income/(loss) for the year		-		2,209,196		2,209,196
<b>Balance at 31 December 2022</b>		-		<b>1,935,807</b>		<b>1,935,807</b>

*The accompanying notes form part of these financial statements.*

**The Project Rozana Foundation Limited**  
**ABN 82 632 137 083**  
**Statement of Cash Flows**  
**For the year ended 31 December 2022**

	Note	2022 \$	2021 \$
<b>Cash Flows from Operating Activities</b>			
Grants, sponsorships and other income received		4,624,063	1,225,439
Payments to suppliers	-	2,365,594	- 1,335,840
Interest Received		16,301	-
Other cash flows		-	-
<b>Net cash provided by / (used in) operating activities</b>		<b>2,274,770</b>	<b>- 110,401</b>
<b>Cash Flows from Financing Activities</b>			
Loans drawn down / (repaid by) the Company	-	328,979	128,621
Other cash flows		-	-
<b>Net cash used in financing activities</b>	<b>-</b>	<b>328,979</b>	<b>128,621</b>
<b>Cash Flows from Investing Activities</b>			
Purchases of investments (term deposits)	-	1,513,183	-
Purchase of plant and equipment	-	109,268	-
<b>Net cash used in investing activities</b>	<b>-</b>	<b>1,622,451</b>	<b>-</b>
Net increase / (decrease) in cash held		323,340	18,220
Cash and cash equivalents at the beginning of the year		76,559	58,339
<b>Cash and cash equivalents at the end of the year</b>	<b>2</b>	<b>399,899</b>	<b>76,559</b>

*The accompanying notes form part of these financial statements.*

**The Project Rozana Foundation Limited**  
**ABN 82 632 137 083**  
**Notes to the Financial Statements**  
**For the year ended 31 December 2022**

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**Note 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

The Project Rozana Foundation Limited. is a not-for-profit entity for financial reporting purposes. It is a company limited by guarantee incorporated in Victoria, and is operating pursuant to the *Corporations Act 2001* and the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* ("the Acts"), Australian accounting standards and other authoritative pronouncements of the Australian Accounting Standards Board. The following financial statements have been prepared in accordance with the requirements set out in the ACFID Code of Conduct. For further information on the Code please refer to the ACFID website [www.acfid.asn.au](http://www.acfid.asn.au).

The Directors have prepared the financial statements on the basis that the Entity is a non-reporting entity because there are no users dependent on general purpose financial statements. This financial report is therefore a special purpose financial report that has been prepared in order to meet the needs of the Directors and the requirements of the Acts.

The financial report has been prepared in accordance with the significant accounting policies disclosed below, which the Directors have determined are appropriate to meet the needs of the Members. These accounting policies are consistent with the previous period unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes.

These financial statements have been prepared in accordance with the mandatory recognition and measurement requirements imposed on the company by the Australian Charities and Not-for-profits Commission. New and amended Australian accounting standards have only been applied where mandatory to the Company. Any new or amended Australian accounting standards that are not yet mandatory, have not been early adopted.

The accounting policies that have been adopted in the preparation of this report are as follows:

**(a) Going Concern**

This financial report has been prepared on a going concern basis which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. The ability of the Company to continue to operate as a going concern is dependent upon the ability of the Company to generate sufficient cashflows from operations to meet its liabilities. The Directors believe that the going concern assumption is appropriate, notwithstanding the ongoing impacts of the COVID-19 pandemic on the global economy, given the strong financial position of the Company and based on the financial forecasts for the next year.

**(b) Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within financial liabilities in current liabilities on the balance sheet.

**(c) Property, Plant and Equipment**

Property, plant and equipment are carried at historical cost, less accumulated depreciation and impairment. All assets are depreciated over their useful lives to the Company.

Non-financial assets are reviewed for impairment whenever events or circumstances indicate that the carrying value may not be recoverable.

No assets have been considered impaired for the year (2021: NIL).



**The Project Rozana Foundation Limited**  
**ABN 82 632 137 083**  
**Notes to the Financial Statements**  
**For the year ended 31 December 2022**

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**(d) Leases**

The Entity has not applied the requirements of AASB 16 as the directors do not believe it is material to the financial statements. The Company is not party to any material leases.

**(e) Revenue and Other Income**

Revenue is measured at the value of the consideration expected to be received in exchange for transferring services to a customer. For each contract with a customer, the Company identifies the contract with the customer, the associated performance obligations and the transaction price. It then allocates the transaction price to the separate performance obligations and recognises revenue when each performance obligation is satisfied.

Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets is the rate inherent in the instrument.

Donations, without performance obligations attached to them, are recognised upon receipt of the funds. Donations, and auspice revenue, received on behalf of other organisations are recognised on a gross basis, and the distribution of the donation (net of incurred fees) is recorded as an expense.

Revenue from grants attributable to the current financial year is recognised as revenue. Grants relating to periods beyond the current financial year are shown in the statement of financial position as income received in advance in current liabilities.

Where the Company acts as Agent (i.e. auspice revenue), revenue is shown in the Company's records, at the full amount given to the recipient. The Company then records a corresponding expense for the amount paid to the end beneficiary. The Company does not control these funds, but arranges for the donation to be made.

All revenue is stated net of the amount of goods and services tax (GST).

**(f) Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Tax Office. 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. Receivables and payables in the balance sheet are shown inclusive of GST. The net amount of GST recoverable from, or payable to, the ATO is included within other receivables or payables in the balance sheet.

Cash flows are presented on a gross basis. The GST component of cash flows from financing and investing activities, are included in operating cash flows.

**(g) Income Tax**

The Company is not subject to income tax as it is a not for profit organisation.

No provision for income tax has been raised as the Company is exempt from income tax under Div 50 of the Income Tax Assessment Act 1997.

The Company is a DGR and is also entitled to concessional FBT and GST regimes.

**(h) Trade and Other Receivables**

Trade and other receivables are recognised at amortised cost, less allowances for credit losses.

At the end of each reporting period, the carrying amount of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised immediately in the income statement

**(i) Trade and Other Payables**

Trade and other payables represent the liabilities at the end of the reporting period for goods and services received by the Entity that remain unpaid.

Trade payables are recognised at their transaction price. Trade payables are obligations on the basis of normal credit terms, and are not subject to interest.

**The Project Rozana Foundation Limited**  
**ABN 82 632 137 083**  
**Notes to the Financial Statements**  
**For the year ended 31 December 2022**

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**(j) Comparative Figures**

Where required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

**(k) Critical accounting estimates and judgements**

There were no critical and material accounting estimates or judgements that would require disclosure in these financial statements.

**(l) Impact of Standards Issued**

The Company has not early adopted any Australian Accounting Standards.

There have been no new accounting standards adopted during the year.

**(m) Employee Benefits**

The Company does not employ staff. Therefore there is no recognition of staff costs or disclosures relating to Key Management Personnel contained within this financial report.

**(n) Intangible Assets**

Intangible assets represent identifiable non-monetary assets without physical substance.

Purchased intangible assets are initially recognised at cost. Subsequently, purchased intangible assets with finite useful lives are carried at cost less accumulated amortisation and accumulated impairment losses. Amortisation begins when the asset is available for use, that is, when it is in the location and condition necessary for it to be capable of operating in the manner intended by management.

The Company's internally generated produced assets comprise capitalised website costs. When the recognition criteria in AASB 138 Intangible Assets are met, internally generated intangible assets are recognised and measured at cost less accumulated amortisation and impairment. An internally-generated intangible asset arising from development is recognised if, and only if, all of the following are demonstrated:

- (a) the technical feasibility of completing the intangible asset so that it will be available for use or sale
- (b) an intention to complete the intangible asset and use or sell it
- (c) the ability to use or sell the intangible asset
- (d) the intangible asset will generate probable future economic benefits
- (e) the availability of adequate technical, financial and other resources to complete the development and to use or sell the intangible asset and
- (f) the ability to measure reliably the expenditure attributable to the intangible asset during its development.

Subsequently, intangible assets with finite useful lives are amortised as an expense on a straight-line basis over their useful lives. Costs incurred subsequent to initial acquisition are capitalised when it is expected that additional future economic benefits will flow to the Company. Purchased intangible assets include costs incurred in acquiring databases, software and licences that will contribute to future economic benefits.

Intangible assets with finite useful lives are tested for impairment whenever an indication of impairment is identified. Where an impairment is identified, the asset is immediately written down, with the expense recorded in the Statement of Profit or Loss.

**The Project Rozana Foundation Limited**  
**ABN 82 632 137 083**  
**Notes to the Financial Statements**  
**For the year ended 31 December 2022**

	Note	2022	2021
		\$	\$
<b>Note 2. Cash and Cash Equivalents</b>			
Cash at Bank		399,899	76,559
Petty Cash		-	-
<b>Total Cash and Cash Equivalents</b>		<b>399,899</b>	<b>76,559</b>

**Term deposits**

Term deposits with an original maturity of greater than 90 days		1,513,183	-
<b>Total Term Deposits</b>		<b>1,513,183</b>	<b>-</b>

Term-deposits with an original maturity of greater than 90 days are shown separately to cash given the amounts held are not immediately convertible to cash.

**Note 3. Trade and Other Receivables**

Trade Debtors		-	-
Loans (Financial Assets)		-	7,312
Prepayments		19,960	19,960
<b>Total Trade and Other Receivables</b>		<b>19,960</b>	<b>27,272</b>

All loans are considered at call, are unsecured and are not subject to loan agreements.

**Note 4. Plant and Equipment**

Plant and Equipment		100,874	-
<b>Total Plant and Equipment</b>		<b>100,874</b>	<b>-</b>

**Note 5. Trade and Other Payables**

Trade Creditors		58,892	4,844
Other Creditors		-	-
<b>Total Trade and Other Payables</b>		<b>58,892</b>	<b>4,844</b>

**Note 6. Financial Liabilities**

Borrowings		69,260	398,239
<b>Total Financial Liabilities</b>		<b>69,260</b>	<b>398,239</b>

All loans are considered at call, are unsecured and are not subject to loan agreements.

All loan holders have confirmed they will not call on the loans if it would render the Company insolvent.

**Note 7. Retained Earnings**

Retained Earnings at the Beginning of the Year	-	273,389	-	157,552
Current year profit		2,209,196	-	115,837
Adjustments		-	-	-
<b>Retained Earnings at the End of the Year</b>		<b>1,935,807</b>	<b>-</b>	<b>273,389</b>

**Note 8. Contingent Assets and Contingent Liabilities**

At the balance date there were no contingent assets (Previous year: NIL).

At the balance date there were no contingent liabilities (Previous year: NIL).

**The Project Rozana Foundation Limited**  
**ABN 82 632 137 083**  
**Notes to the Financial Statements**  
**For the year ended 31 December 2022**

<b>Note 9. Cashflow Information</b>	<b>Note</b>	<b>2022</b>	<b>2021</b>
		<b>\$</b>	<b>\$</b>
Reconciliation of Cash Flow from Operations with Total comprehensive income/(loss) for the year:			
Total comprehensive income/(loss) for the year		2,209,196 -	115,837
Adjusted for Non-Cash items in comprehensive income/(loss) for the year			
- Depreciation		8,394	-
- Bad Debt write-off		12,563	25,000
Changes in assets and liabilities:			
- (increase) / decrease in trade debtors	-	5,251 -	5,326
- increase / (decrease) GST balance	-	4,180 -	10,835
- increase / (decrease) in trade creditors		54,048 -	3,403
- increase / (decrease) in GST payable		-	-
- increase / (decrease) in provisions		-	-
<b>Net cash provided by / (used in) operating activities</b>		<b>2,274,770 -</b>	<b>110,401</b>

**Note 10: Subsequent Events**

The COVID-19 pandemic has had an impact during, and since, the period reported within these financial statements. While this impact is reducing, it is still having impact on local and international economies in various forms including supply difficulties, cost of debt and material, and access to staff.

Management, and those charged with governance, will continue to monitor any financial and non-financial impacts of the pandemic on operations, and will continue to put in place various mitigation strategies in response to any changes, if required.

These financial statements have been prepared based upon conditions in place at the balance date, and events that have occurred since the balance date to the time of signing. Where events occur after the balance date, that are not evidence of conditions in place at the balance date, no adjustments are made to these financial statements as a direct result of such subsequent events.

No other matters or circumstances have arisen between the end of the financial period, and to the date of this report, which have directly, significantly affected or may significantly affect the operations of the business, the results of those operations or the state of affairs of the business in future financial years.

**The Project Rozana Foundation Limited**  
**ABN 82 632 137 083**  
**Notes to the Financial Statements**  
**For the year ended 31 December 2022**

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**Note 11: Going Concern**

Management, and the Directors, have considered the Company's financial results and financial performance to the date of signing, its forward forecasts and cashflow budgets for the 2023 financial year, and believe the business will continue to be able to pay its debts as and when they become payable, despite the ongoing impact COVID-19 has had on operations or the global economy. The financial statements have therefore been prepared on a going concern basis, as assessed by the Directors for a period of twelve months from the date of this report.

These forecasts and forward assessments are based on information available at the time of signing, and are based on the assumptions that operations (and global economies) will revert to normal in the short term. Should any of these assumptions and expectations not eventuate, or should Government restrictions on trade be re-implemented or impact the economy in the longer term, then these budgets will require reassessment, and this could alter the Directors' views. As the current estimates and assumptions are forward looking, future events or conditions may cause the actual results to differ from current estimates.

The Directors have conducted their assessments and forward planning with the expectation that normal trading levels will continue in the short term. Should normal trading not be able to continue in the short term, as a result of any changes due to the COVID-19 pandemic or government decisions, then the Directors' assumptions may no longer be valid and would need to be re-assessed.

At the time of signing, the Directors have no intention to liquidate or cease operations for the foreseeable future, and accordingly these financial statements have been prepared on a going concern basis.

The Directors are not aware of any material non-compliance with statutory or regulatory requirements, or of any pending changes to legislation which may significantly impact the Company.

**Note 12: Statutory Information**

The registered office and principal place of business are:

306 Hawthorn Rd, Caulfield, Victoria, 3162.

**The Project Rozana Foundation Limited**  
**ABN 82 632 137 083**  
**Notes to the Financial Statements**  
**For the year ended 31 December 2022**

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**Note 13: Related Party Transactions**

During the year, the company entered into the following transactions with related parties.

<b>Transaction</b>		<b>2022</b>	<b>2021</b>
<b>Type</b>	<b>Entity</b>	<b>\$</b>	<b>\$</b>
Expense	Project Rozana USA - contribution	235,866	3,292
Expense	Project Rozana UK - administration expense	-	11,805
Expense	Project Rozana Israel - expenses	466,141	182,682
Expense	Hadassah Charity Limited - overhead costs	350,000	269,504

These transactions were all entered into to support the ongoing objectives of the Company.

Reimbursements of costs incurred by individuals and members of the Board were less than \$10,000 individually, and in the aggregate. Therefore, they are considered trivial in nature and not disclosed.

At the end of the year, the company had the following amounts owing to or from related parties.

Debtor	Project Rozana UK	-	2,796
Debtor	Project Rozana USA and Canada	-	4,516
Creditor	Hadassah Charity Limited	69,260	140,239
Loan Payable	J Rifi (Director)	-	63,000
Loan Payable	R Finkel (Director)	-	195,000

**The Project Rozana Foundation Limited**  
**ABN 82 632 137 083**  
**Declaration by the Directors**  
**For the year ended 31 December 2022**

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The Directors have determined that the Entity is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

The Directors declare that in the Directors' opinion:

1. The financial statements and notes, as set out in the financial report, give a true and fair view of the Entity's financial position as at the balance date and its performance for the year ended on that date in accordance with the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and the accounting policies described in Note 1 to the financial statements; and
2. In the Directors' opinion there are reasonable grounds to believe that the Entity will be able to pay its debts as and when they become due and payable.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2022*.

Signed on behalf of the Directors:



Ronald S Finkel  
Director

Signed in Melbourne, this 18th day of July 2023.

## Independent Auditor's Report

To the Members of The Project Rozana Foundation Limited (ABN 82 632 137 083)

### Report on the audit of the Financial Report

We have audited the accompanying financial report, being a special purpose financial report, of The Project Rozana Foundation Limited (ABN 82 632 137 083) ("the Entity"), which comprises the Statement of Financial Position as at 31 December 2022 ("the Balance Date"), and the Statement of Profit or Loss and Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, a statement of significant accounting policies, other explanatory notes and the Declaration of the Directors.

In our opinion, the accompanying financial report of the Entity, is in accordance with the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* ("the ACNC Act"), including:

- a) giving a true and fair view, in all material respects, of the Entity's financial position as at the Balance Date and of its financial performance for the year then ended; and
- b) complying with Australian Accounting Standards to the extent described in Note 1 to the financial statements, and Division 60 of the *Australian Charities and Not-for-profits Commission Regulations 2022*.

### Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Entity in accordance with the auditor independence requirements of the *Corporations Act 2001* ("the Act") and the ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (including Independence Standards) ("the Code") that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Emphasis of Matter – Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 of the financial report which describes the basis of accounting. The financial report has been prepared by the Directors to satisfy the financial reporting requirements imposed on the Directors, to meet the needs of the Members and to fulfil reporting responsibilities under the ACNC Act. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

### Emphasis of Matter – Subsequent Events and Going Concern

Without modifying our opinion, we draw attention to Notes 1, 10 and 11 of the financial report, which disclose the ongoing impacts of the COVID-19 pandemic and describe the Going Concern basis of accounting. The financial report has been prepared on a going concern basis, notwithstanding the ongoing impacts of COVID-19 on the global economy, given the strong financial results of the Company during the year. The notes outline the reasons why the directors believe the Entity will be able to continue as a going concern, despite the broader global economic issues.

The Directors have considered forward forecasts and cashflow budgets in their assessment of going concern and are satisfied that these assessments confirm the Entity will be able to pay its debts as and when they fall due. The financial statements have been prepared based upon conditions in place at the balance date.

Prospective information is information about events and/or actions that have not yet occurred and may not occur. It reflects assumptions about future events and is subject to future changes in the business and economic conditions. Whilst evidence is available to support the assumptions on which the Directors' opinions are based, such evidence is future orientated and therefore inherently speculative in nature. As a consequence, actual results are likely to be different from the information on which the opinion is based, since anticipated events frequently do not occur as expected, and the variations between the prospective information and actual outcomes may be significant. Any decisions made, based upon these financial reports, should take these disclosures and factors into consideration. Our opinion is not modified in respect of this matter.



## Independent Auditor's Report

To the Members of The Project Rozana Foundation Limited (ABN 82 632 137 083) (continued)

### The Directors' Responsibility for the Financial Report

The Directors are responsible for the preparation of the financial report that gives a true and fair view, and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the needs of the Directors, the Members and the requirements of the ACNC Act. The directors' responsibility also includes such internal control as the Directors determine is necessary to enable the preparation of a financial report that gives a true and fair view, and is free from material misstatement, whether due to fraud or error.

The Directors have determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial report, are consistent with the financial reporting requirements imposed on them, and are appropriate to meet the requirements of the ACNC Act and the needs of the Members.

In preparing the financial report, the Directors are responsible for assessing the Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Entity, or to cease operations, or have no realistic alternative but to do so.

The Directors are also responsible for overseeing the Entity's financial reporting processes.

### Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the Directors or the Members.

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

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

## Independent Auditor's Report

To the Members of The Project Rozana Foundation Limited (ABN 82 632 137 083) (continued)

### Auditor's Responsibilities for the Audit of the Financial Report (continued)

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

### Independence

We confirm that the independence declaration required by the ACNC Act, which has been given to the directors, would be in the same terms if given to the directors as at the time of this auditor's report.

The financial report has been prepared for distribution to the Members for the purpose of fulfilling the Directors financial reporting requirements. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the Directors, or for any purpose other than that for which it was prepared.

MFLA

MFLA  
ABN: 72 688 925 750



Jonathan Kyvelidis  
ASIC Registered Company Auditor Number: 323947

Signed in Melbourne this 18<sup>th</sup> day of July 2023.



MFLA

**Auditor's Independence Declaration  
to the Directors of The Project Rozana Foundation Limited (ABN 82 632 137 083)**

In accordance with the requirements of the *Corporations Act 2001* and the *Australian Charities and Not-for-profits Commission Act 2012*, as lead auditor for the audit of The Project Rozana Foundation Limited's financial report, I declare that, to the best of my knowledge and belief, during the year ended 31 December 2022, there have been:

1. no contraventions of the auditor independence requirements of the *Corporations Act 2001*, or the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
2. no contraventions of any applicable code of professional conduct in relation to the audit.

MFLA

MFLA  
ABN: 72 688 925 750

Jonathan Kyvelidis  
ASIC Registered Company Auditor Number: 323947

Signed in Melbourne this 18<sup>th</sup> day of July 2023.

18 July 2023

Mr Jonathan Kyvelidis  
MFLA  
PO BOX 2409  
TEMPLESTOWE LOWER VIC 3107

Dear Jonathan,

**Re:    The Project Rozana Foundation Limited (ABN 82 632 137 083)  
Management Representation Letter**

This representation letter is provided in connection with your audit of the financial report of The Project Rozana Foundation Limited (ABN 82 632 137 083) (“the Entity”) for the year ended 31 December 2022 (the “balance date”), for the purpose of you expressing an opinion as to whether the financial report presents fairly the Entity’s financial position, the results of its operations and its cashflows for the year ending on the balance date; and that in all material respects, the financial report is presented fairly in accordance with Accounting Standards, Accounting Interpretations and other relevant statutory requirements.

We acknowledge our responsibility for ensuring that the financial report is prepared in accordance with Accounting Standards, Accounting Interpretations and other relevant statutory requirements. We confirm that the financial report is free of material misstatements, including omissions. We acknowledge our responsibility to design and implement internal controls to prevent and detect fraud and have disclosed to you our assessment of the risk of fraud and any known frauds involving management or employees with significant roles in relation to internal controls, and any other instances where the fraud could have a material effect on the financial report. We also acknowledge our responsibility for ensuring that the financial report and the accounting policies used and described in Note 1 to the financial statements which form part of the financial report are appropriate to meet the requirements of the Entity, the Director and are appropriate to meet the needs of the members.

We submit the following representations after making appropriate enquiries and according to the best of our knowledge and belief:

**A.     Assets**

1.     There are no inventories, accounts receivable or property, plant and equipment at the balance date.
2.     Accounts receivable, of \$19,960 at balance date, as recorded in the financial statements, represented valid claims against customers and other debtors and adequate provision has been made for allowances and for losses, which may be sustained in their collection. Amounts taken up at year end as accounts receivable have been properly earned and delivered as revenue for the financial year.
3.     At balance date, all receivables held were considered collectible
4.     There are no fixed assets held by the Entity.
5.     There were no deficiencies or encumbrances attaching to the title of the Entity’s assets at balance date other than those reflected in the financial report.
6.     Adequate provision has been made in the Entity’s financial statements for any permanent diminution in the value of investments, where appropriate.
7.     The values of all assets, as disclosed in the Entity’s financial statements, do not exceed their recoverable amounts.

8. All known assets of the Entity at balance date were recorded in the books of account as at that date, and satisfactory title is held in respect of each asset recorded without encumbrance other than as disclosed.
9. There were no material commitments for construction or acquisition of property, plant and equipment or to acquire other non-current assets, such as investments or intangibles, other than those disclosed in the financial report.
10. We have considered the requirements of relevant accounting standards when assessing the carrying value of non-current assets and in ensuring that all non-current assets are stated at the appropriate amount.
11. The Entity has satisfactory title to all assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral, except as disclosed in the financial report. Allowances for depreciation have been adjusted for all important items of property, plant and equipment that have been abandoned or are otherwise unusable. We confirm that adequate provision has been made for any losses or allowances in respect of all assets.

**B. Liabilities**

12. All known liabilities of the Entity at balance date were recorded in the books of account as at that date, and are disclosed in the financial report.
13. There were no contingent liabilities. In this context contingent liabilities included bills and accounts receivable discounted, assigned or sold and which are subject to recourse, endorsements or guarantees, pending lawsuits, unsatisfied judgements or claims, repurchase agreements and, in some cases, uncalled capital on shares held in other companies.
14. At balance date amounts outstanding to trade and other creditors totalled \$58,892. There were no other trade or other creditors.
15. There were no contractual commitments of a material nature not included in the financial statements.
16. Except as are reflected in the balance sheet there were no agreements under which any of the liabilities of the Entity had been subordinated to any other of its liabilities nor were any receivables owned by the Entity subordinate to any other liabilities to the debtor companies.
17. No liabilities have arisen from balance date, to the date of this letter, which would require disclosure in the financial report.
18. At the balance date there is no unearned income.

**C. General**

19. No events have occurred either before, or since, the date of the balance sheet, which would render the Entity's financial statements inaccurate or misleading in any material respect, or that would require adjustment to, or disclosure in, the financial report.
20. All assets and insurable risks of the Entity are adequately covered by insurance. Insurance levels are reviewed annually to ensure they are adequate. At balance date, the Directors are satisfied that appropriate levels of business and property insurance are in place.
21. The minutes of meetings made available to you are a complete and authentic record of all meetings since 1 January 2022. All other statutory records were properly kept during the period.
22. There were no material commitments for purchase or sale of securities or any options given by the Entity including options over the Entity's capital, except for those disclosed in the financial statements.

23. There were no defaults of principal, interest, sinking fund or redemption provisions with respect to any issue of securities, borrowings or credit arrangements or any breach of covenant of a related deed or agreements.
24. There are no related party transactions or amounts payable to or receivable from related parties, at balance date, that have not been properly disclosed in the financial statements.
25. Other than already disclosed to you, there are no outstanding claims in connection with litigation that have been or are expected to be received.
26. Except as disclosed in the financial statements, the results for the period were not materially affected by:
  - i. extraordinary or abnormal items;
  - ii. charges or credits relating to prior years;
  - iii. changes in accounting policies; or
  - iv. changes in the application of accounting policies.
27. We have responded fully to all enquiries made to us during the course of your examination.
28. We have made available to you all financial records and related data, other information, explanations and assistance necessary for the conduct of the audit.
29. Nothing has come to our attention that would indicate that the financial statements are inaccurate, incomplete or otherwise misleading.
30. In our opinion, there are factors which could be considered to impinge upon the appropriateness of the financial statements continuing to be presented on a going concern basis. This has been adequately disclosed in the financial statements, and the Directors are satisfied the Entity is solvent, based on the forecasts in place.
31. We have established and maintained adequate accounting records and an adequate internal control structure, which has been designed to prevent and detect fraud and errors and to facilitate the preparation of a reliable financial report. There are no material transactions that have not been properly recorded in the accounting records underlying the financial report.
32. There are no violations or possible violations of laws or regulations whose effects should be considered for disclosure in the financial report or as a basis for recording an expense.
33. The Entity has complied with all aspects of contractual agreements (including borrowing agreements), its governing rules, applicable legislation and regulations that would have a material effect on the financial report in the event of non-compliance.
34. We have no plans or intentions that may materially affect the carrying values, or classification, of assets and liabilities.
35. We have disclosed to you all significant facts relating to any frauds or suspected frauds known to management that may have affected the Entity. We have disclosed to you the results of our assessment of the risk that the financial report may be materially misstated as a result of fraud.
36. The following have been properly, and completely, recorded or disclosed in the financial report:
  - i. related party transactions and related amounts receivable or payable, including sales, purchases, loans, transfers, leasing arrangements and guarantees (written or oral);
  - ii. arrangements involving restrictions on cash balances, compensating balances and line-of-credit or similar arrangements;
  - iii. agreements to repurchase assets previously sold;
  - iv. material liabilities or contingent liabilities or assets including those arising under derivative financial instrument;

- v. unasserted claims or assessments that our lawyer has advised us are probable of assertion;
  - vi. share options, warrants, conversions of other requirements;
  - vii. losses arising from the fulfilment of, or an inability to fulfil, any sale commitments or as a result of purchase commitments for inventory quantities in excess of normal requirements or at prices in excess of prevailing market prices.
  - viii. Director remuneration including shares and options issued have been properly disclosed in the financial statements in accordance with the correct statutory requirements.
37. There have been no:
- i. Irregularities, error or fraud involving management or employees who have a significant role in the internal control structure;
  - ii. irregularities that could have a material effect on the financial report; or
  - iii. communications from regulatory agencies concerning non-compliance with, or deficiencies in, financial reporting practices that could have a material effect on the financial report.
38. Directors have received no payment for their services, in their capacity, as Directors.
39. The directors have considered the needs of potential users of the financial report, and have concluded that there are no users that would be dependent on a general purpose financial report. The directors therefore believe the Entity is not a reporting entity and that a Special Purpose Financial Report can be prepared.
40. All expenditure recorded within the Entity's financial statements are bona fide costs incurred on behalf of the Entity.
41. All revenue and expenses, as well as all assets and liabilities of the company have been recorded within the financial statements at 31 December 2022. There are no other transactions, or arrangements in place, that would require disclosure in the financial statements.
42. The Entity has complied with all elements of the ACFID Code of Conduct.
43. The Entity is not party to any leases.
44. No items were identified during the course of the audit that have not been adjusted.
45. Auspice, and donation, revenue has been recorded on a gross basis, even if the Company was only working as an agent on behalf of the donor. The Directors believe this best reflects the nature of the business.

We understand that your examination was made in accordance with Australian Auditing Standards and was, therefore, designed primarily for the purpose of expressing an opinion on the financial report of the Entity taken as a whole, and that your tests of the financial records and other auditing procedures were limited to those which you considered necessary for that purpose.

Yours faithfully,



Director  
for and on behalf of The Project Rozana Foundation Limited (ABN 82 632 137 083)