

The Australia Foundation in Support of Human Rights Watch Limited

ABN: 90 153 747 954

Financial Statements

For the Year Ended 30 June 2021

The Australia Foundation in Support of Human Rights Watch Limited

ABN: 90 153 747 954

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For the Year Ended 30 June 2021

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The Australia Foundation in Support of Human Rights Watch Limited

ABN: 90 153 747 954

Directors' Report 30 June 2021

The directors present their report on The Australia Foundation in Support of Human Rights Watch Limited (the 'Company') for the financial year ended 30 June 2021.

Directors

The names of the directors in office at any time during, or since the end of, the year are:

Laura Thomas

Penelope Gerstle

Dinah Pokempner (resigned on 18 November 2020)

Alan Feldstein (appointed on 9 November 2020 and resigned on 8 July 2021)

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Operating results

The profit of the Company for the year ended 30 June 2021 was \$674,709 (2020: profit of \$559,930). In the opinion of the directors, the operating result of the Company for the year ended 30 June 2021 was not affected by any item, transaction or event of a material or unusual nature.

Principal activities

The principal activities of the Company during the financial year were:

To promote the human rights of people around the world, including the elimination of the infringement of these rights and the promotion of effective remedies following any infringement, for the benefit of the public, by:

- advancing education in human rights by producing materials and by conducting or commissioning research (and publishing the result of such research);
- raising public awareness and cultivating a sentiment in favour of human rights by the use of publications, lecturers, human rights;
- promoting the protection of human rights through good governance and sound administration of law and policy; and
- promoting the enforcement of human rights law.

There were no significant changes in the nature of the Company's principal activities during the financial year.

Significant changes in state of affairs

No significant changes in the Company's state of affairs occurred during the financial year.

The Australia Foundation in Support of Human Rights Watch Limited

ABN: 90 153 747 954

Directors' Report 30 June 2021

Events after the reporting date

The impact of the Coronavirus (COVID-19) pandemic is ongoing and it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

Except for the above, no other matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

Environmental issues

The Company is not subject to significant environmental regulation, other than the general environmental regulations operational in Australia.

Dividends

The directors recommend that no dividends be paid as the Company is a not-for-profit and the payment of dividends is in contravention of the Company's principal activities and objectives.

Options

No options were granted during the year ended 30 June 2021 (2020: Nil).

Contributions on winding up

In the event of the Company being wound up, ordinary members are required to contribute a maximum of \$1 each. Honorary members are not required to contribute.

The total amount that members of the Company are liable to contribute if the Company is wound up is \$37, based on 37 current ordinary members.

Auditor's independence declaration

The auditor's independence declaration for the year ended 30 June 2021 has been received and can be found on page 3 of the financial report.

Signed in accordance with a resolution of the Board of Directors:



Director:
Penelope Gerstle

Dated this9th..... day ofDecember..... 2021

RSM Australia Pty Ltd

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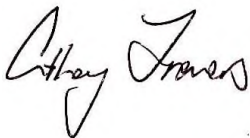
AUDITOR'S INDEPENDENCE DECLARATION

In accordance with the requirements of section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012*, and as lead auditor for the audit of the financial report of The Australia Foundation in Support of Human Rights Watch Limited for the year ended 30 June 2021, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) The auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) Any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink that reads 'RSM'.

RSM Australia Pty Ltd

A handwritten signature in black ink that reads 'Anthony Travers'.

Anthony Travers
Director

Sydney, NSW
Dated: 9 December 2021

The Australia Foundation in Support of Human Rights Watch Limited

ABN: 90 153 747 954

Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2021

	2021	2020
	\$	\$
Charitable income and fundraising	2,886,886	2,085,266
Other income	4 100,738	70,446
Salaries and employee benefits expense	(1,236,596)	(702,490)
Funds to international programs	(759,667)	(500,000)
Rental expenses	(91,840)	(92,988)
Event costs	(64,116)	(101,109)
Office costs	(50,914)	(32,024)
Professional fees	(37,234)	(52,539)
Sundry expenses	(34,522)	(16,288)
Accountancy fees	(21,025)	(24,250)
Travel expenses	(17,001)	(73,634)
Marketing expenses	-	(460)
Net surplus for the year	674,709	559,930
Other comprehensive income for the year	-	-
Total comprehensive income for the year	674,709	559,930
Net surplus attributable to members of the entity	674,709	559,930
Total comprehensive income attributable to members of the entity	674,709	559,930

The accompanying notes form part of these financial statements.

The Australia Foundation in Support of Human Rights Watch Limited

ABN: 90 153 747 954

Statement of Financial Position

As at 30 June 2021

	Notes	2021 \$	2020 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	3,708,027	2,659,741
Trade and other receivables	6	82,585	217,450
TOTAL CURRENT ASSETS		<u>3,790,612</u>	<u>2,877,191</u>
TOTAL ASSETS		<u>3,790,612</u>	<u>2,877,191</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	7	259,121	45,559
Employee benefits	8	56,016	30,866
TOTAL CURRENT LIABILITIES		<u>315,137</u>	<u>76,425</u>
TOTAL LIABILITIES		<u>315,137</u>	<u>76,425</u>
NET ASSETS		<u>3,475,475</u>	<u>2,800,766</u>
EQUITY			
Retained surplus		<u>3,475,475</u>	<u>2,800,766</u>
TOTAL EQUITY		<u>3,475,475</u>	<u>2,800,766</u>

The accompanying notes form part of these financial statements.

The Australia Foundation in Support of Human Rights Watch Limited

ABN: 90 153 747 954

Statement of Changes in Equity For the Year Ended 30 June 2021

	Retained surplus	Total
	\$	\$
Balance at 1 July 2020	2,800,766	2,800,766
Comprehensive income		
Surplus for the year attributable to members of the entity	674,709	674,709
Other comprehensive income for the year	-	-
Total comprehensive income attributable to members of the entity	<u>674,709</u>	<u>674,709</u>
Balance at 30 June 2021	<u><u>3,475,475</u></u>	<u><u>3,475,475</u></u>
Balance at 1 July 2019	2,240,836	2,240,836
Comprehensive income		
Surplus for the year attributable to members of the entity	559,930	559,930
Other comprehensive income for the year	-	-
Total comprehensive income attributable to members of the entity	<u>559,930</u>	<u>559,930</u>
Balance at 30 June 2020	<u><u>2,800,766</u></u>	<u><u>2,800,766</u></u>

The accompanying notes form part of these financial statements.

The Australia Foundation in Support of Human Rights Watch Limited

ABN: 90 153 747 954

Statement of Cash Flows For the Year Ended 30 June 2021

	Notes	2021 \$	2020 \$
OPERATING ACTIVITIES:			
Receipts from donations, bequests and raffles		2,886,886	2,085,266
Payments to suppliers and employees		(2,313,313)	(1,480,789)
Interest received		6,238	8,142
JobKeeper received		94,500	42,000
Net cash generated from operating activities	13	<u>674,311</u>	<u>654,619</u>
FINANCING ACTIVITIES:			
Proceeds from/(payments to) related parties		<u>373,975</u>	<u>(125,000)</u>
Net cash generated from/(used in) financing activities		<u>373,975</u>	<u>(125,000)</u>
Net increase in cash and cash equivalents held		1,048,286	529,619
Cash and cash equivalents at beginning of year		<u>2,659,741</u>	<u>2,130,122</u>
Cash and cash equivalents at end of financial year	5	<u><u>3,708,027</u></u>	<u><u>2,659,741</u></u>

The accompanying notes form part of these financial statements.

The Australia Foundation in Support of Human Rights Watch Limited

ABN: 90 153 747 954

Notes to the Financial Statements For the Year Ended 30 June 2021

The financial statements cover The Australia Foundation in Support of Human Rights Watch Limited (the 'Company') as an individual entity, limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of the Company is Australian dollars (\$).

1 Basis of preparation

The directors have prepared the financial report on the basis that the entity is a non-reporting entity because there are no users who are dependent on its general purpose financial report. This financial report is therefore a special purpose financial report that has been prepared in order to meet the requirements of the Australian Charities and Not-for-profits Commission Act 2012 (Cth), the Charitable Fundraising Act 1991 (NSW) and the Fundraising Act 1998 (Vic). The entity is a not-for-profit entity for financial reporting purposes under the Australian Accounting Standards.

The financial report has been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the Australian Charities and Not-for-profits Commission Act 2012 and the significant accounting policies disclosed below, which the directors have determined are appropriate to meet the needs of members.

Historical cost convention

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

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 3.

2 Summary of significant accounting policies

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) Revenue

The Company recognises revenue as follows:

Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which the Company is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the Company: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

The Australia Foundation in Support of Human Rights Watch Limited

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Notes to the Financial Statements For the Year Ended 30 June 2021

2 Summary of significant accounting policies (continued)

(a) Revenue (continued)

Revenue from contracts with customers (continued)

Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts, rebates and refunds, any potential bonuses receivable from the customer and any other contingent events. Such estimates are determined using either the 'expected value' or 'most likely amount' method. The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Amounts received that are subject to the constraining principle are recognised as a refund liability.

Donations

Donations and bequests are recognised as revenue when received.

Interest

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

Other revenue

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

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

(b) Income Tax

The Company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(c) Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the Company's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the Company's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Notes to the Financial Statements

For the Year Ended 30 June 2021

2 Summary of significant accounting policies (continued)

(d) Cash and cash equivalents

Cash on hand includes cash on hand, deposits held at-call with banks, other short-term highly liquid investments.

(e) Trade and other receivables

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any allowance for expected credit losses. Trade receivables are generally due for settlement within 30 days.

The Company has applied the simplified approach to measuring expected credit losses, which uses a lifetime expected loss allowance. To measure the expected credit losses, trade receivables have been grouped based on days overdue.

Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

(f) Trade and other payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

(g) Employee benefits

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

(h) Goods and services tax (GST)

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the tax authority is included in other receivables or other payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows included in receipts from customers or payments to suppliers.

The Australia Foundation in Support of Human Rights Watch Limited

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Notes to the Financial Statements For the Year Ended 30 June 2021

2 Summary of significant accounting policies (continued)

(i) New or amended Accounting Standards and Interpretations adopted

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

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

(j) New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the Company for the annual reporting period ended 30 June 2021. The Company has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

(k) Comparative figures

Comparatives figures have been adjusted to conform to changes in presentation for the current financial year where required by Accounting Standards or as a result of changes in accounting policy.

3 Critical accounting estimates and judgements

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

Coronavirus (COVID-19) pandemic

Judgement has been exercised in considering the impacts that the Coronavirus (COVID-19) pandemic has had, or may have, on the Company based on known information. This consideration extends to the nature of the products and services offered, customers, supply chain, staffing and geographic regions in which the Company operates. Other than as addressed in specific notes, there does not currently appear to be either any significant impact upon the financial statements or any significant uncertainties with respect to events or conditions which may impact the Company unfavourably as at the reporting date or subsequently as a result of the Coronavirus (COVID-19) pandemic.

The Australia Foundation in Support of Human Rights Watch Limited

ABN: 90 153 747 954

Notes to the Financial Statements For the Year Ended 30 June 2021

4 Other Income

	2021	2020
	\$	\$
Other income		
- Interest income	6,238	8,142
- JobKeeper	94,500	42,000
- Other income	-	20,304
	<u>100,738</u>	<u>70,446</u>

5 Cash and cash equivalents

	2021	2020
	\$	\$
Cash on hand	500	500
Cash at bank	3,707,527	2,659,241
	<u>3,708,027</u>	<u>2,659,741</u>

6 Trade and other receivables

	2021	2020
	\$	\$
CURRENT		
Related party receivable	-	150,000
Contributions receivable	25,000	10,000
GST receivable	135	-
Security deposit.- credit cards	36,000	36,000
Security deposit - rental premise	21,450	21,450
	<u>82,585</u>	<u>217,450</u>

7 Trade and other payables

	2021	2020
	\$	\$
CURRENT		
Trade payables	7,236	4,848
GST payable	-	18,781
Accruals	27,910	21,930
Related party payable	223,975	-
	<u>259,121</u>	<u>45,559</u>

7(a)

The Australia Foundation in Support of Human Rights Watch Limited

ABN: 90 153 747 954

Notes to the Financial Statements For the Year Ended 30 June 2021

7 Trade and other payables (continued)

(a) Financial liabilities at amortised cost classified as trade and other payables

	2021	2020
	\$	\$
Trade and other payables		
- Total current	259,121	45,559
Financial liabilities as trade and other payables	<u>259,121</u>	<u>45,559</u>

8 Employee benefits

	2021	2020
	\$	\$
CURRENT		
Provision for employee benefits: annual leave	56,016	30,866
Analysis of total provisions:		
Opening balance at 1 July	30,866	21,649
Net movement during the year	25,150	9,217
Balance at 30 June	<u>56,016</u>	<u>30,866</u>

Employee Benefits

Employee benefits represents amounts accrued for annual leave.

9 Commitments

The Company had no commitments for expenditure as at 30 June 2021 and 30 June 2020.

10 Auditors' remuneration

	2021	2020
	\$	\$
Remuneration of the auditor, RSM Australia, for:		
- audit of the financial report	17,590	16,750

The Australia Foundation in Support of Human Rights Watch Limited

ABN: 90 153 747 954

Notes to the Financial Statements For the Year Ended 30 June 2021

11 Additional information to be furnished under the Charitable Fundraising Act 1991

Throughout the financial year ending 30 June 2021, the Company conducted various appeals in order to raise funds to support its operational activities. In accordance with section 20 of the Charitable Fundraising Act 1991 (NSW), monies received in the course of fundraising appeals were applied according to the objects and purposes of the appeal net of proper and appropriate expenses.

	2021	2020
	\$	\$
Gross proceeds from fundraising appeals	2,886,886	2,085,266
Less: direct fundraising costs	(64,116)	(101,109)
Net surplus from fundraising appeals	2,822,770	1,984,157
These were applied to the following charitable purpose:		
Producing research materials and undertaking general advocacy activities	(1,962,793)	(1,494,673)
Surplus from fundraising appeals	859,977	489,484

12 Contingencies

In the opinion of those charged with governance, the Company did not have any contingencies at 30 June 2021 (30 June 2020: None).

13 Cash flow information

Reconciliation of net income to net cash provided by operating activities:

	2021	2020
	\$	\$
Profit for the year	674,709	559,930
Changes in assets and liabilities:		
- (Increase)/decrease in trade and other receivables	(15,135)	69,843
- (Decrease)/increase in trade and other payables	(10,413)	15,629
- increase in employee benefits	25,150	9,217
Cashflows from operations	674,311	654,619

14 Contributions on winding up

In the event of the Company being wound up, ordinary members are required to contribute a maximum of \$1 each. Honorary members are not required to contribute.

The total amount that members of the Company are liable to contribute if the Company is wound up is \$37, based on 37 current ordinary members.

The Australia Foundation in Support of Human Rights Watch Limited

ABN: 90 153 747 954

Notes to the Financial Statements

For the Year Ended 30 June 2021

15 Events occurring after the reporting date

The impact of the Coronavirus (COVID-19) pandemic is ongoing and it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

Except for the above, no other matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

16 Company information

The registered office and principal place of business of the entity is:

Suite 1106, Level 11
5 Hunter Street
Sydney NSW 2000

The Australia Foundation in Support of Human Rights Watch Limited

ABN: 90 153 747 954

Directors' Declaration

The directors have determined that the Company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 2 to the financial statements.

1. In accordance with a resolution of the directors of The Australia Foundation in Support of Human Rights Watch Limited, the directors declare that:
 - a. the financial statements and notes, as set out on pages 4 to 15, present fairly, in all material respects, the Company's financial position as at 30 June 2021 and its performance for the year ended on that date, in accordance with the accounting policies outlined in Note 2 to the financial statements; and,
 - b. the financial statements are in accordance with the requirements of the Australian Charities and Not-for-profits Commission Act 2012 (Cth), the Charitable Fundraising Act 1991 (NSW) and the Fundraising Act 1998 (VIC).
2. In the directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This statement is made in accordance with a resolution of the Board of Directors and with subsection 60.15(2) of the Australian Charities and Not-for-Profit Commission Regulation 2013 and is signed for and on behalf of the Board by:



Director
Penelope Gerstle

Dated this9th..... day ofDecember..... 2021


Fundraising Activities Declaration

For the Year Ended 30 June 2021

The directors declare that in their opinion:

1. the financial report presents fairly, in all material respects all income and expenditure of the association with respect to fundraising appeal activities for the financial year ended 30 June 2021;
2. the statement of financial position presents fairly, in all material respects the state of affairs of the association with respect to fundraising appeal activities as at 30 June 2021;
3. the provisions of the Charitable Fundraising Act 1991 (NSW), and Regulations and the conditions attached to the authority under that Act, and the Fundraising Act 1998 (VIC) and Regulations under that Act have been complied with during the year ended 30 June 2021; and,
4. the internal controls exercised by the association are appropriate and effective in accounting for all income received and applied by the association from any of its fundraising appeals.

This statement is made in accordance with a resolution of the Board of Directors and is signed for and on behalf of the Board by:

Director 

Penelope Gerstle

Dated this^{9th}..... day ofDecember..... 2021

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INDEPENDENT AUDITOR'S REPORT

To the Members of The Australia Foundation in Support of Human Rights Watch Limited

Opinion

We have audited the financial report of The Australia Foundation in Support of Human Rights Watch Limited, which comprises the statement of financial position as at 30 June 2021, 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, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

Part (A) – Financial Report

In our opinion, the financial report of The Australia Foundation in Support of Human Rights Watch Limited has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- a) Giving a true and fair view of the registered entity's financial position as at 30 June 2021 and of its financial performance and cash flows for the year ended on that date; and
- b) Complying with Australian Accounting Standards to the extent described in Note 1 and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Part (B) – Compliance Report

In our opinion, The Australia Foundation in Support of Human Rights Watch Limited has complied, in all material respects with the requirements of the Charitable Fundraising (NSW) Act 1991 and Fundraising Act 1998 (VIC) for the year ended 30 June 2021.

In our opinion:

- a) The financial report presents fairly, in all material respects, the financial result of fundraising appeal activities for the financial year ended 30 June 2021;
- b) The financial report has been properly drawn up, and the associated records have been properly kept for the year ending 30 June 2021, in accordance with the Charitable Fundraising (NSW) Act 1991, Fundraising Act 1998 (VIC) and the relevant regulations;
- c) Money received as a result of fundraising appeal activities conducted during the year ending 30 June 2021 has been properly accounted for and applied in accordance with the Charitable Fundraising (NSW) Act 1991, Fundraising Act 1998 (VIC) and the relevant regulations; and
- d) There are reasonable grounds to believe that The Australia Foundation in Support of Human Rights Watch Limited will be able to pay its debts as and when they fall due.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described as in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of The Australia Foundation in Support of Human Rights Watch Limited in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Other Matter - Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist The Australia Foundation in Support of Human Rights Watch Limited to meet the requirements of Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance for the Financial Report

The directors of the registered entity 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* (ACNC Act) and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing The Australia Foundation in Support of Human Rights Watch Limited'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 management either intends to liquidate The Australia Foundation in Support of Human Rights Watch Limited or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our auditor's report.

Report on Other Legal and Regulatory Requirements

In accordance with the requirements of section 60-45(3)(b) of the ACNC Act, we are required to describe any deficiency, failure or shortcoming in respect of the matters referred to in paragraph 60-30(3)(b), (c) or (d) of the ACNC Act.

Our opinion on the financial report is not modified in respect of the following matter(s) because, in our opinion, it has been appropriately addressed by The Australia Foundation in Support of Human Rights Watch Limited and is not considered material in the context of the audit of the financial report as a whole.

Report on the Requirements of the *NSW Charitable Fundraising Act 1991* and *VIC Fundraising Act 1998*

We have audited the financial report as required by Section 24(2) of the *NSW Charitable Fundraising Act 1991* and Section 32 of the *VIC Charitable Fundraising Act 1998*. Our procedures included obtaining an understanding of the internal control structure for fundraising appeal activities and examination, on a test basis, of evidence supporting compliance with the accounting and associated record keeping requirements for fundraising appeal activities pursuant to the *NSW Charitable Fundraising Act 1991* and the *VIC Fundraising Act 1998*.

Because of the inherent limitations of any assurance engagement, it is possible that fraud, error or non-compliance may occur and not be detected. An audit is not designed to detect all instances of non-compliance with the requirements described in the above-mentioned Acts as an audit is not performed continuously throughout the period and the audit procedures performed in respect of compliance with these requirements are undertaken on a test basis. The audit opinion expressed in this report has been formed on the above basis.

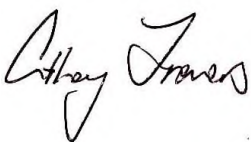
Opinion

In our opinion:

- a) The financial report of The Australia Foundation in Support of Human Rights Watch Limited has been properly drawn up and associated records have been properly kept during the financial year ended 30 June 2021, in all material respects, in accordance with:
 - i) Sections 20(1), 22(1-2), 24(1-3) of the *NSW Charitable Fundraising Act 1991*; and
 - ii) Section 32(4) of the *VIC Fundraising Act 1998*;
- b) The money received as a result of fundraising appeals conducted by the entity during the financial year ended 30 June 2021 has been properly accounted for and applied, in all material respects, in accordance with the above mentioned Acts.

A handwritten signature in black ink that reads 'RSM'.

RSM Australia Pty Ltd

A handwritten signature in black ink that reads 'Anthony Travers'.

Anthony Travers
Director

Sydney, NSW
Dated: 9 December 2021