

SpineCare Foundation  
ABN 98 003 427 272  
(A Company Limited by Guarantee)  
Annual financial report  
30 June 2011

SpineCare Foundation  
 Directors' report  
 For the year ended 30 June 2011

The directors present their report together with the financial report of SpineCare Foundation ("the Company") for the year ended 30 June 2011 and the auditor's report thereon.

**1. Directors**

The directors of the Company at any time during or since the end of the financial year are:

**Name and qualifications**

K Stubbs <i>BA (Hons), MA (Hons), Grad Cert Writing, MAICD</i>	Chairperson and director since 2008
A G Epps <i>MBBS, FRACP, FAFRM</i>	Director since 2006
A Gray <i>MB, BS, FRACS (Orth)</i>	Director since 2005
C Little <i>BSc, BVMS, MSc, PhD</i>	Director since 2004
P Serrao <i>Bed, Grad Diploma in Public Admin</i>	Director since 2005
A Fisher <i>BSocWork, DipBus</i>	Director since 2008
L Carpenter <i>GCertBAdmin, ACMA, CPA, MBA</i>	Director since 2008

In accordance with the Company's constitution, one third of the Directors retire from the Board of Directors at the forthcoming Annual General Meeting of members and, being eligible, offer themselves for re-election.

**2. Company Secretary**

L Carpenter (ACMA, Grad Cert Bus Admin, CPA, MBA, MAICD) was appointed to the position of company secretary in July 2008.

**3. Directors' meetings**

The number of directors' meetings and number of meetings attended by each of the directors of the Company during the financial year are:

	Number of Meetings	
	Attended	Held*
K Stubbs	4	4
A G Epps	4	4
A Gray	2	4
A Fisher	4	4
C Little	4	4
P Serrao	4	4
L Carpenter	4	4

\* Number of meetings held during the time the director held office during the period

**4. Principal activities, objectives and strategies**

The principal activity of the Company is to raise funds for research into spinal injuries, disorders and related activities and to dispense the funds raised by awarding scholarships and grants to appropriate individuals and organisations.

SpineCare Foundation  
Directors' report (continued)  
For the year ended 30 June 2011

**4. Principal activities, objectives and strategies (continued)**

**The Foundation's long term objectives:**

Education – To encourage, foster and develop the education of medical practitioners, health professionals and the public about the diagnosis, prevention and treatment of spinal conditions in children.

Research – To research the causes, diagnosis, prevention and treatment of spinal conditions in children whether or not by the engagement of medical practitioners, scientists, students or others.

Service Provision – The provision of multi-disciplinary outreach services to children affected by spinal conditions.

**In order to ensure the long term objectives are being met, the Foundation will:**

Education – Continue to develop the SpineCare website.

Research – Take an innovative approach to supporting research on a contractual basis by way of funding established researchers to pursue a particular objective or to answer a specific question.

Service Provision – Provision of project funding to the NSW Paediatric Spinal Outreach Service.

**The Foundation's short term objective:**

Increase the reach and profile of the Foundation.

**In order to ensure the short term objectives are being met, the Society will:**

Host an Education event in early 2012 and continue to cooperate with international organisations on the prospect of a future international conference in Australia on Paediatric spinal cord issues.

**Company performance is constantly measured against the following KPI's:**

- Financial performance to budget
- Investment returns
- Maintenance of Capital base
- Measuring academic results of Scholarship recipients.

**5. Operating and financial review**

**Review and results of operations**

The surplus for the year amounted to \$13,452 (2010: surplus of \$41,582). The Company relies on revenue from donations and financial income to meet its operating expenses. The surplus result is mainly due to financial investments making a positive return during the year.

**Significant changes in the state of affairs**

In the opinion of the directors, there were no significant changes in the state of affairs of the Company that occurred during the financial year under review.

SpineCare Foundation  
Directors' report (continued)  
For the year ended 30 June 2011

**6. Events subsequent to reporting date**

There has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the directors of the Company, to affect significantly the operations of the Company, the results of those operations, or the state of affairs of the Company, in future financial years.

**7. Likely developments**

The Company expects to maintain the present status and level of operations.

**8. Environmental regulation**

The Company's operations are not subject to any significant environmental regulations under Commonwealth and State legislation. The Board believes that the Company has adequate systems in place for the management of its environmental requirements and is not aware of any significant breaches of those environmental requirements as they apply to the Company.

**9. Indemnification and insurance of officers and auditors**

**Indemnification**

Since the end of the previous financial year, the Company has not indemnified or made a relevant agreement for indemnifying against a liability any person who is or has been an officer or auditor of the Company.

**Insurance premiums**

Since the end of the previous financial year the controlling entity, The Northcott Society, paid insurance premiums in respect of Directors' and Officers' liability and legal expenses' insurance contracts for current and former Directors and Officers of SpineCare Foundation.

The insurance premiums relate to:

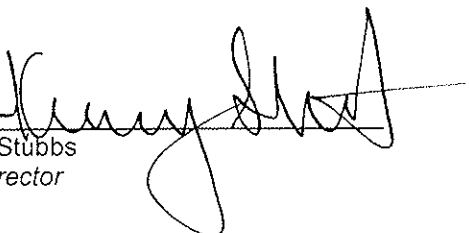
- Costs and expenses incurred by the relevant officers in defending proceedings, whether civil or criminal and whatever their outcome; and
- Other liabilities that may arise from their position, with the exception of conduct involving a wilful breach of duty or improper use of information or position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

Further details of the nature of the liabilities covered or the amount of premiums paid under these policies as such disclosure is prohibited under the terms of the contracts.

**10. Lead auditor's independence declaration**

The Lead auditor's independence declaration is set out on page 20 and forms part of the directors' report for the financial year 2011.

This report is made with a resolution of the directors:

  
K Stubbs  
Director

14 September 2011  
Dated

SpineCare Foundation  
Statement of comprehensive income  
For the year ended 30 June 2011

	<i>Note</i>	2011 \$	2010 \$
Revenue from donations		33,056	27,802
Revenue from Government Grants		9,200	-
Fundraising income		107,250	-
Other income		1,540	1,540
Administrative expenses		(168,883)	(49,820)
Scholarship expenses		(24,255)	(26,500)
Research grant expenses		(89,500)	(89,000)
<b>Deficit before financing expense</b>		<u>(132,592)</u>	<u>(135,978)</u>
Net financing income / (expense)	5	<u>145,044</u>	<u>177,560</u>
<b>Surplus for the period</b>		<u>13,452</u>	<u>41,582</u>
Other comprehensive income		<u>-</u>	<u>-</u>
<b>Total comprehensive income / (loss) for the year</b>		<u>13,452</u>	<u>41,582</u>

The statement of comprehensive income is to be read in conjunction with the notes to the financial statements set out on pages 8 to 17.

SpineCare Foundation  
Statement of changes in equity  
For the year ended 30 June 2011

	General Accumulated Funds \$	Total Equity \$
Opening balance at 1 July 2009	2,250,130	2,250,130
Profit for the period	41,582	41,582
Other comprehensive income for the period	-	-
<b>Closing balance at 30 June 2010</b>	<u>2,291,713</u>	<u>2,291,713</u>
Opening balance at 1 July 2010	2,291,713	2,291,713
Profit for the period	13,452	13,452
Other comprehensive income for the period	-	-
<b>Closing balance at 30 June 2011</b>	<u>2,305,165</u>	<u>2,305,165</u>

The statement of changes in equity is to be read in conjunction with the notes to the financial statements set out on pages 8 to 17.

SpineCare Foundation  
Statement of financial position

As at 30 June 2011

	<i>Note</i>	2011	2010
<b>Assets</b>		<b>\$</b>	<b>\$</b>
Cash and cash equivalents	6	569,788	457,375
Trade and other receivables	7	211,878	224,423
Other financial assets	8	632,538	566,781
<b>Total current assets</b>		<u>1,414,204</u>	<u>1,248,579</u>
Trade and other receivables	7	441,024	624,567
Other financial assets	8	472,020	451,940
<b>Total non-current assets</b>		<u>913,044</u>	<u>1,076,507</u>
<b>Total assets</b>		<u>2,327,248</u>	<u>2,325,086</u>
<b>Liabilities</b>			
Trade and other payables	9	22,083	33,373
<b>Total current liabilities</b>		<u>22,083</u>	<u>33,373</u>
<b>Total liabilities</b>		<u>22,083</u>	<u>33,373</u>
<b>Net assets</b>		<u>2,305,165</u>	<u>2,291,713</u>
<b>Equity</b>			
General accumulated funds		<u>2,305,165</u>	<u>2,291,713</u>
<b>Net equity</b>		<u>2,305,165</u>	<u>2,291,713</u>

The statement of financial position is to be read in conjunction with the notes to the financial statements set out on pages 8 to 17.

SpineCare Foundation  
Statement of cash flows  
For the year ended 30 June 2011

	<i>Note</i>	2011 \$	2010 \$
<b>Cash flows from operating activities</b>			
Cash receipts from customers		351,832	198,117
Cash paid to suppliers and employees		(298,626)	(155,113)
Interest received		59,208	71,693
		<hr/>	<hr/>
<b>Net cash generated by operating activities</b>	13	<hr/> 112,413	<hr/> 114,697
<b>Cash flows from investing activities</b>			
Dividend income		-	9,062
		<hr/>	<hr/>
<b>Net cash from investing activities</b>		<hr/> -	<hr/> 9,062
Net decrease in cash and cash equivalents		112,412	123,759
Cash and cash equivalents at 1 July		<hr/> 457,375	<hr/> 333,616
<b>Cash and cash equivalents at 30 June</b>	6	<hr/> 569,788	<hr/> 457,375

The statement of cash flows is to be read in conjunction with the notes to the financial statements set out on pages 8 to 17.

# SpineCare Foundation

## Notes to the financial statements

For the year ended 30 June 2011

### 1. Reporting Entity

SpineCare Foundation (the "Company") is a company limited by guarantee and domiciled in Australia.

The financial report was authorised for issue by the directors on September 2011.

### 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 (AASBs) (including Australian Accounting Interpretations) adopted by the Australian Accounting Standards Board (AASB) and the Corporations Act 2001.

#### (b) Basis of preparation

The financial statements have been prepared on the historical cost basis.

The financial report is presented in Australian dollars.

#### (c) Use of estimates and judgements

The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. 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 estimate is revised and in any future periods affected.

### 3. Significant accounting policies

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

#### (a) Financial instruments

##### (i) Non-derivative financial instruments

Non-derivative financial instruments comprise trade and other receivables, cash and cash equivalents and trade and other payables.

Non-derivative financial instruments are recognised initially at fair value plus any directly attributable transaction costs. Subsequent to initial recognition non-derivative financial instruments are measured as described below.

Cash and cash equivalents comprise cash balances and call deposits.

Accounting for finance income and expense is discussed in note 3(e).

Other non-derivative financial instruments are measured at amortised cost using the effective interest method, less any impairment losses.

# SpineCare Foundation

## Notes to the financial statements

For the year ended 30 June 2011

### 3. Significant accounting policies (continued)

#### (b) Impairment

##### (i) Financial assets

A financial asset 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.

An impairment loss in respect of a financial asset measured at amortised cost is calculated as the difference between its carrying amount, and the present value of the estimated future cash flows discounted at the original effective interest rate.

Individually significant financial assets are tested for impairment on an individual basis. The remaining financial assets are assessed collectively in groups that share similar credit risk characteristics.

All impairment losses are recognised in profit or loss.

An impairment loss is reversed if the reversal can be related objectively to an event occurring after the impairment loss was recognised.

##### (ii) Non-financial assets

The carrying amounts of the Company's non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists then the asset's recoverable amount is estimated. The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the "cash-generating unit").

An impairment loss is recognised if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognised in profit or loss.

Impairment losses recognised in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

#### (c) Revenue

Revenues are recognised at fair value of the consideration received net of the amount of goods and services tax (GST) payable to the taxation authority. Exchanges of goods or services of the same nature and value without cash consideration are not recognised as revenues.

##### (i) Rendering of services

Revenue from rendering of services is recognised in the period in which the service is provided.

##### (ii) Interest income

Interest income is recognised as it accrues, taking into account the effective yield on the financial asset.

##### (iii) Donations

Donations are recognised as they are received or, where special terms and conditions attach to these, in accordance with these terms and conditions.

# SpineCare Foundation

## Notes to the financial statements

For the year ended 30 June 2011

### 3. Significant accounting policies (continued)

#### (c) Revenue (continued)

##### (iv) Estates and bequests

Estates and bequests received are recognised as income by the Company in accordance with the terms and conditions of the bequests. Where no specific terms and conditions exist, these are recognised as income as follows:

- Cash distributions from estates at the time of receipt; and
- Shares, real property and other securities at the estimated market value when the risks and benefits pass to the Company.

#### (d) Finance income and expense

Finance income comprises interest income on funds invested and unwinding of the discount on long-term receivables. Interest income is recognised as it accrues in profit or loss, using the effective interest method.

Finance expenses comprise interest expense on borrowings. All borrowing costs are recognised in profit or loss using the effective interest method.

#### (e) Income tax

In accordance with the provisions of the Income Tax Assessment Act 1997 (as amended), the Company is exempt from income tax.

#### (f) Segment reporting

A segment is a distinguishable component of the Company that is engaged in either providing goods or services (business segment) or in providing goods and services within a particular economic environment (geographical segment), which is subject to risk and rewards that are different from those of other segments.

#### (g) Goods and services tax

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the taxation authority. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the taxation authority is included as a current asset or liability in the balance sheet.

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

#### (h) Share capital

SpineCare Foundation has no share capital, as it is a company limited by guarantee.

#### (i) Issued standards not early adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 July 2010 and have not been applied in preparing these financial statements. None of these is expected to have a significant effect on the financial statements of the Company, except for AASB 9 Financial Instruments, which becomes mandatory for the Company's 2014 financial statements and could change the classification and measurement of financial assets. The Company does not plan to adopt this standard early and the extent of the impact has not been determined.

SpineCare Foundation  
Notes to the financial statements

For the year ended 30 June 2011

	2011	2010
	\$	\$
<b>4. Auditor's remuneration</b>		
<b>Audit services</b>		
Auditors of the Company		
<i>KPMG Sydney:</i>		
Audit of financial reports	<u>6,900</u>	<u>6,900</u>
<b>5. Net financing (loss)/income</b>		
Interest income – other parties	-	21,491
Interest income – unwinding of discount on receivable	59,208	50,202
Gain from investments in managed funds held for trading	<u>85,837</u>	<u>105,867</u>
Net financing income	<u>145,044</u>	<u>177,560</u>
<b>6. Cash and cash equivalents</b>		
Cash at bank	424,803	32,435
Term deposits	<u>144,985</u>	<u>424,940</u>
Cash and cash equivalents in the statement of cash flows	<u>569,788</u>	<u>457,375</u>
<b>7. Trade and other receivables</b>		
<b>Current</b>		
Other debtors	<u>211,878</u>	<u>224,423</u>
<b>Non-current</b>		
Other debtors	<u>441,024</u>	<u>624,567</u>
Non-current receivables have been discounted to their present value using a discount rate of 5% (2010: 5%).		
<b>8. Other financial assets</b>		
<b>Current</b>		
Investments in managed funds held for trading	<u>632,538</u>	<u>566,781</u>
<b>Non-current</b>		
Investments in managed funds held for trading	<u>472,020</u>	<u>451,940</u>

SpineCare Foundation  
Notes to the financial statements (continued)  
For the year ended 30 June 2011

	2011	2010
	\$	\$
<b>9. Trade and other payables</b>		
<i>Current</i>		
Greg and Delores Farrell Fund	10,000	8,000
Owing to related party	3,976	18,373
Other creditors and accruals	8,107	7,000
	<u>22,083</u>	<u>33,373</u>

**10. Financial instruments**

The Company's financial assets and liabilities are subject to interest rate and credit risk. The Company does not use derivatives to minimise the risk and these will fluctuate in accordance with movements in the market interest rates.

**Credit risk**

**Trade receivables**

The Company is exposed to credit risk, \$645,094 of its total receivables balance of \$652,902 is due from one entity. The Company disposed of its leasehold improvements in the Spinecare Village in a prior financial year to Royal Rehabilitation Centre, Sydney. The total receivable will be paid over 6 years, by 2013.

**Impairment losses**

None of the Company's receivable are past due (2010: nil).

**Investments**

The Company limits its exposure to credit risk by investing in managed funds and bonds with reputable organisations. Management does not expect any of these counterparties to fail to meet their obligations.

**Market price risk**

The Company is exposed to market price risk as its investments in managed funds held for trading of \$1,104,558 are affected by changes in market prices, such as interest rates.

SpineCare Foundation  
Notes to the financial statements (continued)

For the year ended 30 June 2011

10. Financial instruments (continued)

Interest rate risk

In respect of financial assets and financial liabilities the following table indicates their effective interest rates at the balance sheet date and the periods in which they reprice.

	Note	Effective interest rate	2011					More than 5 years \$
			Total \$	6 months or less \$	6-12 months \$	1-2 years \$	2-5 years \$	
Cash and cash equivalents	6	5.17%	569,788	569,788	-	-	-	-
Trade and other receivables	7	5%	652,902	-	211,878	211,878	229,146	-
			<u>1,222,690</u>	<u>569,788</u>	<u>211,878</u>	<u>211,878</u>	<u>229,146</u>	<u>-</u>

	Note	Effective interest rate	2010					More than 5 years \$
			Total \$	6 months or less \$	6-12 months \$	1-2 years \$	2-5 years \$	
Cash and cash equivalents	6	5.17%	457,375	457,375	-	-	-	-
Trade and other receivables	7	5%	828,637	-	204,070	204,070	408,140	-
			<u>1,286,012</u>	<u>457,375</u>	<u>204,070</u>	<u>204,070</u>	<u>408,140</u>	<u>-</u>

SpineCare Foundation  
Notes to the financial statements (continued)  
For the year ended 30 June 2011

10. Financial instruments (continued)

**Cash Flow analysis**

A change of 100 basis points in interest rates at the reporting date would have increased (decreased) equity and profit or loss by the amounts shown below.

	2011 Profit on Loss	
	100 bp increase \$	100 bp decrease \$
Variable rate instruments	5,698	(5,698)
	<u>5,698</u>	<u>(5,698)</u>
	2010 Profit on Loss	
	100 bp increase \$	100 bp decrease \$
Variable rate instruments	4,574	(4,574)
	<u>4,574</u>	<u>(4,574)</u>

**Fair values**

The carrying amounts of financial assets and financial liabilities approximates their fair value.

**Estimation of fair values**

The following summarises the major methods and assumptions used in estimating the fair values of financial instruments reflected in the table.

**Trade and other receivables / payables**

For receivables / payables with a remaining life of less than one year, the notional amount is deemed to reflect the fair value. All other receivables / payables are discounted to determine their fair value.

**Investments in managed funds**

The fair value of investments in managed funds classified as held for trading is their quoted bid price at balance date.

SpineCare Foundation  
Notes to the financial statements (continued)  
For the year ended 30 June 2011

11. Commitments

The SpineCare Foundation has a commitment at 30 June 2011 to pay a number of instalments to the Prince of Wales Medical Research Institute.

	2011	2010
	\$	\$
Within 1 year	-	37,500
Between 1 and 2 years	-	-
	<u>-</u>	<u>37,500</u>

12. Members guarantee

SpineCare Foundation is incorporated in New South Wales as a company limited by guarantee. In the event of the Company being wound up, each member undertakes to contribute a maximum of \$100 for payment of the Company's liabilities. At 30 June 2011 there were 5 members (2010: 5 members) and the amount of capital that could be called up in the event of the Company being wound up is \$500 (2010: \$500).

13. Reconciliation of cash flows from operating activities

	2011	2010
	\$	\$
<b>Cash flows from operating activities</b>		
Surplus/ (deficit) for the period	13,452	41,582
<i>Adjustments for:</i>		
Loss/(gain) from investments in managed funds held for trading	<u>(85,837)</u>	<u>(105,867)</u>
<b>(Deficit)/surplus before changes in working capital and provisions</b>	(72,385)	(64,285)
Decrease/(increase) in trade and other receivables	196,088	164,078
(Decrease)/increase in trade and other payables	(11,290)	14,904
<b>Net cash generated by operating activities</b>	<u>112,413</u>	<u>114,697</u>

14. Key management personnel

Transactions with key management personnel

No key management personnel of the Company received any remuneration in respect of the services provided to the Company or had any transactions with the Company during the year.

# SpineCare Foundation

## Notes to the financial statements (continued)

For the year ended 30 June 2011

### 15. Non key management personnel disclosures

#### Directors

There were no transactions with the Directors of the Company or their Director related entities during the year.

#### Identity of related parties

The Company has a related party relationship with its parent entity and with its key management personnel.

The immediate and ultimate parent entity of SpineCare Foundation is The Northcott Society, a company incorporated in New South Wales.

#### Other related party transactions

During the year, management, administrative and personnel services were provided by the controlling entity, The Northcott Society, for which fees of \$74,797 (2010: \$41,941) were charged based on the cost to The Northcott Society. The Company also provided a grant of \$52,000 to the Northcott NSW Paediatric Spinal Outreach Service (2010: \$39,000).

### 16. Segment reporting

SpineCare Foundation is engaged in raising funds for research into spinal injuries, disorders and related activities and operates wholly within New South Wales.

### 17. Subsequent events

There has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the directors of the Company, to affect significantly the operations of the Company, the results of those operations, or the state of affairs of the Company, in future financial years.

### 18. Fundraising appeals conducted during the financial year

Fundraising appeals conducted during the financial year included direct mail appeals.

	2011	2010
	\$	\$
<b>i) Results of fundraising appeals</b>		
Gross proceeds from fundraising appeals	107,250	27,802
Less: Direct costs of fundraising appeals	<u>84,015</u>	<u>-</u>
Net surplus obtained from fundraising appeals	<u>23,235</u>	<u>27,802</u>
<b>ii) Application of net surplus obtained from fundraising appeals</b>		
Direct client services	113,755	115,500
Recurrent administration expenses	<u>84,868</u>	<u>49,820</u>
	<u>198,623</u>	<u>165,320</u>

Notes to the financial statements (continued)  
For the year ended 30 June 2011

18. Fundraising appeals conducted during the financial year

iii)	The difference between the surplus available from fundraising appeals and the total expenditure was provided from the following sources:	2011 \$	2010 \$
	Investment income/ (loss)	145,044	177,560
	Other revenue	10,740	1,540
		<u>155,784</u>	<u>179,100</u>
	Transfer (to)/ from general accumulated funds	(13,452)	(41,582)
		<u>142,332</u>	<u>137,518</u>

iv) Comparisons of certain monetary figures and percentages

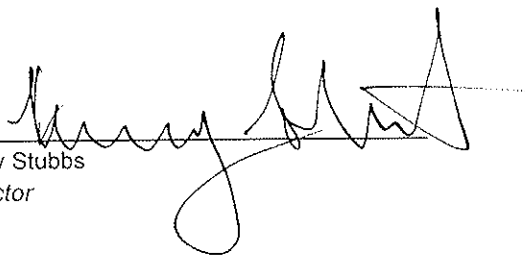
	2011 \$	2011 %	2010 \$	2010 %
Total cost of fundraising	84,015	78	-	-
Gross proceeds from fundraising	107,250		27,802	
Net surplus from fundraising	23,235	22	27,802	100
Gross proceeds from fundraising	107,250		27,802	
Total costs of services	113,755	40	115,500	70
Total expenditure	282,638		165,320	
Total costs of services	113,755	38	115,500	56
Total income received	296,090		206,902	

SpineCare Foundation  
Directors' declaration in respect of the fundraising appeals

I, Kerry Stubbs, Director of SpineCare Foundation declare in my opinion:

- a) the financial report gives a true and fair view of all income and expenditure of SpineCare Foundation with respect to fundraising appeal activities for the financial year ended 30 June 2011;
- b) the balance sheet gives a true and fair view of the state of affairs of SpineCare Foundation with respect to fundraising appeal activities as at 30 June 2011;
- c) the provisions of the Charitable Fundraising (NSW) Act 1991 and Regulations under the Act and the conditions attached to the authority have been complied with during the year ended 30 June 2011; and
- d) the internal controls exercised by SpineCare Foundation are appropriate and effective in accounting for all income received and applied by SpineCare Foundation from any of its fundraising appeals.

Dated at Sydney this 14th day of September 2011.



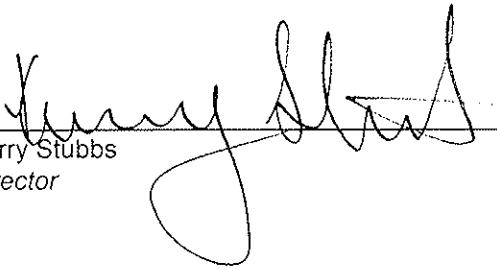
Kerry Stubbs  
Director

## SpineCare Foundation Directors' declaration

In the opinion of the directors of SpineCare Foundation ("the Company"):

- (a) The financial statements and notes set out on pages 4 to 17 are in accordance with the Corporations Act 2001, including:
- (i) giving a true and fair view of the financial position of the Company as at 30 June 2011 and of its performance, as represented by the results of its operations and its cash flows for the financial year ended on that date; and
  - (ii) complying with the Accounting Standards in Australia (including the Australian Accounting Interpretations) and the Corporations Regulations 2001; and
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

Dated at Sydney this 14<sup>th</sup> day of September 2011.

  
Kerry Stubbs  
Director