



**McGrath  
Foundation**

**Financial Report  
for the year ended**

**30 June 2024**



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## DIRECTORS' REPORT

The Directors present their report together with the financial statements of McGrath Foundation Limited ("the Foundation") for the year ended 30 June 2024 and the auditor's report thereon.

### 1 DIRECTORS

The Directors of the Foundation at any time during or since the end of the financial year are:

Name, Qualifications and Independence Status	Experience And Special Responsibilities
<b>Mr John Conde AO</b> <b>Chairman</b> <b>Independent Non-Executive Director</b>	<p>John provides pro-bono support to the Board, drawing on his experience at board level with public, private and not-for-profit organisations.</p> <p>John Conde is also the Chairman of Cooper Energy and Chairman of the Dexus Wholesale Property Fund. He retired in December 2023 as President of the (Commonwealth) Remuneration Tribunal and as a Member of the Parliamentary Expenses Authority and, in September 2020, as a director of Dexus (ASX listed entity DXS). His other previous positions include Chairman of Bupa (Australia and New Zealand), Chairman of the Sydney Symphony Orchestra, Deputy Chairman of Whitehaven Coal Limited, Director of BHP Limited, Chairman of Ausgrid (formerly Energy Australia), Member of the Asian Football Confederation (AFC), Asian Cup Local Organising Committee and Chairman of the Australian Olympic Committee (NSW) Fundraising Committee.</p> <p>He has been a Director of the McGrath Foundation since 23 April 2012 and Chairman since 20 September 2013.</p>
<b>Mr Glenn McGrath AM</b> <b>President</b> <b>Non-Executive Director</b>	<p>Glenn is the co-founder and President who donates to the Foundation all of his time spent on Foundation business.</p> <p>Glenn McGrath has had a successful professional cricket career spanning 14 years. He is an Australian sporting icon and continues his contribution to cricket through his coaching activities and as a media commentator.</p> <p>Glenn was previously on the Board of R.M. Williams.</p> <p>A Director of the McGrath Foundation since 20 November 2007.</p>
<b>Ms Tracy Bevan</b> <b>Foundation Ambassador</b> <b>Director</b>	<p>Tracy helped set up the McGrath Foundation in 2005 with her best friend Jane McGrath. As a director and member of the staff of the McGrath Foundation, Tracy spends a great deal of her time travelling around the country speaking at different events to raise awareness about the vital role the McGrath Foundation plays in funding McGrath Breast Care Nurses in the community and encouraging greater breast health understanding.</p> <p>Tracy has been a Director of the McGrath Foundation since 11 December 2008.</p>
<b>Mr Terry Brown</b> <b>Independent Non-Executive Director</b>	<p>Terry is a pro-bono Director and donates all of his time spent on Foundation business.</p> <p>Terry is admitted to practice law in Australia and is admitted as a Notary Public in the Supreme Court of NSW. He has been a member of the Law Society of NSW for over 40 years and is a fellow of the Australian and New Zealand College of Notaries. He is also a registered Tax Practitioner with the Tax Practitioner Board.</p> <p>As a friend and professional advisor to the McGrath family, Terry was a co-founder of the Foundation. Terry also co-founded the Belle Property Group and presently sits on a number of Advisory Boards. He is Joint Managing Director of Tax Assure Pty Ltd.</p> <p>Terry has been a Director of the McGrath Foundation since 2 August 2005.</p>

## Name, Qualifications and Independence Status

## Experience And Special Responsibilities

### Ms Glenys Beauchamp Independent Non-Executive Director

Glenys has worked for over 35 years in the public service. She was Secretary in the Australian Public Service for nearly 10 years, leading three departments including the Department of Health. Glenys has a degree in Economics from the ANU and a Master of Business Administration from University of Canberra. She is Chair of the Australian Building Codes Board; Food Standards Australia New Zealand. She is also a non-executive director of Health Metrics Pty Ltd and Chair of the advisory board for Region Group Pty Ltd. She is a National Fellow of the Australian Institute of Public Administration Australia and Member of the Centre for Strategy and Governance.

Glenys has been a pro-bono Director of the McGrath Foundation since 17 June 2020.

### Ms Christine Holman Independent Non- Executive Director

Christine provides pro-bono support to the Board, drawing on her experience at board level with public, private and not-for-profit organisations.

Christine is a professional company director and a Non-Executive Director at two ASX listed boards, AGL Ltd and Collins Foods Ltd, and one private company, Indara Pty Ltd. Christine also sits on the Board of The State Library of NSW Foundation.

In her previous executive capacity, as both CFO & Commercial Director of Telstra Broadcast Services, Christine brings a deep understanding of legacy and emerging technologies. During her time in private investment management, Christine assisted management and the Board of investee companies on strategy development, mergers & acquisitions, leading due diligence teams, managing large complex commercial negotiations, and developing growth opportunities.

Christine has an MBA and Post-Graduate Diploma in Management from Macquarie University and is a Graduate of the Australian Institute of Company Directors.

Christine joined the Board of the McGrath Foundation on 1 July 2020 and is currently the Chair of the Risk, Investment and Audit Committee.

## 2 Company Secretary

Mr Michael Cussen joined the McGrath Foundation in 2017 and currently holds the position of CFO. Michael has been Company Secretary since 30 May 2018.

## 3 Directors' meetings

The number of directors' meetings (including meetings of committees, while holding the position of director) and number of meetings attended by each of the directors during the financial year are:

Director	Board Meetings		Risk, Investment & Audit Committee		People & Remuneration Committee	
	A	B	A	B	A	B
Mr John Conde AO	5	5	5	4	1	1
Mr Glenn McGrath	5	4	-	-	1	1
Ms Tracy Bevan	5	5	-	-	-	-
Mr Terry Brown	5	5	5	5	1	1
Ms Glenys Beauchamp*	5	5	5	5	1	1
Ms Christine Holman **	5	4	5	5	-	-

\* Glenys Beauchamp is Chair of the People & Remuneration Committee.

\*\*Christine Holman is Chair of the Risk, Investment & Audit Committee.

A = Number of meetings held during the time the Director held office during the year.

B = Number of meetings the Director attended.

## DIRECTORS' REPORT (cont'd)

### 4 Principal Activities

The principal activities of the Foundation during the financial year were raising funds to provide McGrath Breast Care Nurses and increase breast health understanding in the Australian community. There was a continuing expansion in the provision of nurses during the current year.

#### Short and long-term objectives of the Foundation

The Foundation's short and long term objectives are to:

- Develop and implement strategies to facilitate the employment or engagement of appropriately qualified Breast Care Nurses servicing hospitals, health care agencies and communities throughout Australia, including provision of funding for this purpose
- Increase breast health understanding in the Australian community
- Undertake fundraising activities and the procurement of donations and contributions from the public for the purpose of promoting or supporting the fulfilment of the objectives of the Foundation

#### Strategy for achieving these objectives

The Foundation intends to achieve these objectives through:

- Community fundraising activities and events including but not limited to sporting events
- Partnerships with corporate entities
- Sale of goods and branded merchandise
- Implementing breast health understanding programs
- Liaising with government at all levels

#### Performance measures

The Foundation measures performance through monthly monitoring and oversight to:

- Assess the cost effectiveness of fundraising activities
- Assess control over the Foundation's administrative and other indirect costs
- Ensure that funds raised are directed effectively to the employment and engagement of appropriately qualified Breast Care Nurses and breast health understanding programs
- Assess the number of Australian families experiencing breast cancer who are supported by a Breast Care Nurse and the extent of such assistance

### 5 Operating and financial review

The Foundation has continued to build and deliver on the success of the prior year, delivering an operating net surplus for the financial year amounting to \$5,327,108 (2023: \$4,436,139).

This accumulating surplus allows the Foundation to continue to be financially prudent and ensure its resources are utilised effectively and for its intended purpose, to support current and future nurse commitments enabling the Foundation to reach 250 nurses by 2025.

In the opinion of the Directors there were no significant changes in the state of affairs of the Foundation, other than those disclosed that occurred during the financial year under review.

## DIRECTORS' REPORT (cont'd)

### 6 Members

#### Members' guarantee

In accordance with the Foundation's constitution, each member is required to contribute a maximum of \$10 in the event that the Foundation is wound up. The total amount that all 4 members of the Foundation would contribute is \$40.

### 7 Events subsequent to reporting date

As at the date of this report, the future impact of ongoing economic challenges on the domestic economy and the impact on the Foundation remains uncertain. The Foundation has and continues to monitor this situation.

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 Foundation, to affect significantly the operations of the Foundation, the results of those operations, or the state of affairs of the Foundation, in future financial years.

### 8 Future developments

The Foundation will continue to pursue its charitable objectives described above.

### 9 Environmental regulations

The Foundation's operations are not subject to significant environmental regulations under either Commonwealth or State legislation.

### 10 Indemnification and insurance of Directors

During the year the Foundation paid a premium in respect of Directors' and officers' liability and legal expense insurance contracts for the year ended 30 June 2024. Such insurance contracts insure against certain liabilities for all directors of the Foundation.

### 11 Auditor's independence declaration

Deloitte Touche Tohmatsu (Deloitte) were appointed auditor for the Foundation on a pro-bono basis for three years. This is the third year of this appointment. The pro-bono arrangement was in recognition of in recognition of a former Deloitte partner's battle with breast cancer and their continued support of individuals and families experiencing breast cancer.

The auditor's independence declaration is set out on page 7 and forms part of the Directors' Report for the financial year ended 30 June 2024.

This report is made out in accordance with a resolution of the Directors:



**Mr John Conde AO**  
**Director**

26 September 2024  
Sydney, NSW

26 September 2024

Christine Holman  
Chair of the Risk, Investment and Audit Committee  
McGrath Foundation Limited  
c/o WeWork  
64 York Street  
Sydney NSW 2000

Dear Christine,

## **Auditor's Independence Declaration to McGrath Foundation Limited**

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the Directors of McGrath Foundation Limited.

As lead audit partner for the audit of the financial report of McGrath Foundation Limited for the year ended 30 June 2024, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- The auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
- Any applicable code of professional conduct in relation to the audit.

Yours faithfully

*Deloitte Touche Tohmatsu*

DELOITTE TOUCHE TOHMATSU

*JGorton*

**Joanne Gorton**  
Partner  
Chartered Accountants

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## STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2024

	Note	2024 \$	2023 \$
<b>Revenue</b>	4.1	46,017,078	38,259,868
<b>Expenses</b>			
Nursing services expenses		28,023,317	23,883,020
Fundraising expenses		9,553,735	9,060,364
Cybersecurity and technology		2,529,653	1,024,941
Administration and governance		2,111,151	1,276,388
<b>Total expenses</b>		<b>42,217,856</b>	<b>35,244,713</b>
Finance income	4.1	1,527,886	1,428,789
Finance costs		-	(7,805)
<b>Net finance income</b>		<b>1,527,886</b>	<b>1,420,984</b>
<b>Net surplus for the year</b>		<b>5,327,108</b>	<b>4,436,139</b>
Changes in fair value of financial instruments that will not be subsequently realised in surplus for the year		954,712	444,418
<b>Other comprehensive income for the year</b>		<b>954,712</b>	<b>444,418</b>
<b>Total comprehensive income for the year</b>		<b>6,281,820</b>	<b>4,880,557</b>

The accompanying notes form part of these financial statements.



## STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2024

	Note	2024 \$	2023 \$
<b>Current Assets</b>			
Cash and cash equivalents	5.1	30,248,176	20,180,064
Investments	5.2	121,507	112,992
Trade and other receivables	5.3	813,337	808,375
Prepayments		880,997	676,224
Inventories		1,034	5,574
Other financial assets		18,655	239,233
<b>Total Current Assets</b>		<b>32,083,706</b>	<b>22,022,462</b>
<b>Non-current Assets</b>			
Investments	5.2	23,170,092	21,678,155
Property, plant & equipment	5.5	166,006	196,642
Intangible assets	5.6	-	12,012
<b>Total Non-current Assets</b>		<b>23,336,098</b>	<b>21,886,809</b>
<b>Total Assets</b>		<b>55,419,804</b>	<b>43,909,271</b>
<b>Current Liabilities</b>			
Trade and other payables	5.4	5,500,080	4,385,584
Employee benefits		700,969	636,855
Deferred income	4.3	7,330,555	3,390,473
<b>Total Current Liabilities</b>		<b>13,531,604</b>	<b>8,412,912</b>
<b>Non-current Liabilities</b>			
Employee benefits		293,074	183,053
<b>Total Non-current Liabilities</b>		<b>293,074</b>	<b>183,053</b>
<b>Total Liabilities</b>		<b>13,824,678</b>	<b>8,595,965</b>
<b>Net Assets</b>		<b>41,595,126</b>	<b>35,313,306</b>
Fair value reserve		1,677,157	722,445
Accumulated surplus		39,917,969	34,590,861
<b>Total Equity</b>		<b>41,595,126</b>	<b>35,313,306</b>

The accompanying notes form part of these financial statements.

## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2024

	Note	2024 \$	2023 \$
<b>Cash flow from operating activities</b>			
Donations received		12,561,471	10,418,489
Proceeds from fundraising		10,317,428	8,713,349
Proceeds from corporate partners		4,304,382	4,199,329
Proceeds from grants		22,796,876	14,847,650
Payments to suppliers and employees		(40,762,465)	(34,071,308)
Interest received from cash accounts		925,361	331,688
Interest paid*		-	(7,805)
<b>Net cash provided by operating activities</b>	5.1	<b>10,143,053</b>	<b>4,431,392</b>
<b>Cash flow from investing activities</b>			
Payments for property, plant & equipment		(74,941)	(145,634)
<b>Net cash used in investing activities</b>		<b>(74,941)</b>	<b>(145,634)</b>
<b>Cash flow from financing activities</b>			
Payment of principal of lease liabilities**		-	(285,999)
<b>Net cash used in financing activities</b>		<b>-</b>	<b>(285,999)</b>
<b>Net increase in cash held</b>		<b>10,068,112</b>	<b>3,999,759</b>
Cash and cash equivalents at the beginning of the financial year		20,180,064	16,180,305
<b>Cash and cash equivalents at the end of the financial year</b>	5.1	<b>30,248,176</b>	<b>20,180,064</b>

\* The Foundation has classified:

- Cash payments for the interest portion of lease payments as operating activities consistent with the presentation of interest payments.
- Short-term lease payments, payments for leases of low value assets and variable lease payments not included in the measurement of the lease liability within operating activities.

\*\* The Foundation has classified cash payments for the principal portion of lease payments as financing activities.

The accompanying notes form part of these financial statements.

## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2024

	Fair value reserve \$	Accumulated surplus \$	Total equity \$
<b>Balance at 1 July 2022</b>	<b>278,027</b>	<b>30,154,722</b>	<b>30,432,749</b>
Net surplus for the year		4,436,139	4,436,139
Other comprehensive income for the year:			
Changes in fair value of financial instruments that will not be subsequently realised in surplus for the year	444,418		444,418
<b>Balance at 30 June 2023</b>	<b>722,445</b>	<b>34,590,861</b>	<b>35,313,306</b>
Net surplus for the year		5,327,108	5,327,108
Other comprehensive income for the year:			
Changes in fair value of financial instruments that will not be subsequently realised in surplus for the year	954,712		954,712
<b>Balance at 30 June 2024</b>	<b>1,677,157</b>	<b>39,917,969</b>	<b>41,595,126</b>

The accompanying notes form part of these financial statements

# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

## 1 Reporting entity

McGrath Foundation Limited (“the Foundation”) is a not-for-profit entity dedicated to raising funds for the provision of Cancer Care Nurses. The Foundation is an unlisted public company limited by guarantee which does not have any share capital. If the Foundation is wound up, the constitution states that each Member is required to contribute a maximum of \$10 each towards meeting any outstanding obligations of the Foundation. At 30 June 2024, the number of members was 4 (2023: 4).

The Foundation’s registered address and principal place of business is c/o WeWork, Level 12, 64 York Street, Sydney, NSW 2000.

## 2 Basis of preparation

These financial statements are general purpose financial statements for distribution to the Members and for the purpose of fulfilling the requirements of the Australian Charities and Not-for-profits Commission Regulation 2013. The financial statements comply with the recognition and measurement requirements of Australian Accounting Standards, the presentation requirements in those Standards as modified by AASB 1060 *General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities* (AASB 1060) and the disclosure requirements in AASB 1060. Accordingly, the financial statements comply with Australian Accounting Standards – Simplified Disclosures.

The financial statements were authorised for issue by the Directors on 26 September 2024. Details of the Foundation’s accounting policies, including changes during the year, are included in Notes 2 to 6.

The financial statements have been presented in a style which attempts to make them less complex and more relevant to the users of the financial statements, such as the supporters of the Foundation. Note disclosures are grouped into five sections: ‘Basis of preparation’, ‘Changes in accounting policies’, ‘Operations of the Foundation’, ‘Operating assets and liabilities’ and ‘Other notes’. Each section sets out the accounting policies applied in producing the relevant notes, along with details of any key judgements and estimates used.

The purpose of this format is to provide readers with a clearer understanding of what drives financial performance of the Foundation and to provide commentary on each section, or note, in plain English.

In the opinion of the Directors, having regard to the not-for-profit nature of the Foundation, the terms used in the prescribed format of the Statement of Comprehensive Income are not appropriate. “Profit or Loss” in the prescribed format of the Statement of Comprehensive Income has been substituted by “Surplus or Deficit”.

### Functional and presentation currency

These financial statements are presented in Australian dollars, which is the Foundation’s functional currency.

### Basis of measurement

The financial statements have been prepared on a going concern basis. The financial statements have been prepared on the historical cost basis except for investments, which are measured at fair value.

### Current/non-current distinction

Current assets include assets held primarily for trading purposes, cash and cash equivalents, and assets expected to be realised in, or intended for sale or use within one year from the reporting date. All other assets are classified as non-current assets.

Current liabilities include liabilities held primarily for trading purposes and include those liabilities due within one year from the reporting date or where the Foundation does not have the right to defer settlement beyond 12 months. All other liabilities are classified as non-current liabilities.

### Use of estimates and judgements

The preparation of financial statements in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from the estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate was revised and in any future periods affected.

# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

## 2 Basis of preparation (cont'd)

### Financial Instruments - non-derivative financial assets and liabilities

The Foundation's non-derivative financial assets comprise cash and cash equivalents, investments, trade and other receivables and other financial assets. Non-derivative financial liabilities comprise trade and other payables.

The Foundation initially recognises cash and cash equivalents and receivables on the date when they are originated. All other financial assets and financial liabilities are initially recognised on the trade date.

#### (i) Recognition and measurement of non-derivative financial assets

A financial asset is classified as fair value through profit or loss if it is classified as held-for-trading or is designated as such on initial recognition. Directly attributable transaction costs are recognised in the Statement of Comprehensive Income as incurred. Financial assets at fair value through profit and loss are measured at fair value and changes therein, including any interest or dividend income, are recognised in the Statement of Comprehensive Income.

A financial asset at amortised cost is initially recognised at fair value plus any directly attributable transaction costs, except for trade receivables which do not contain a significant financial component and are recognised at transaction price. Subsequent to initial measurement, they are measured at amortised cost using the effective interest rate method.

A financial asset is classified as fair value through other comprehensive income if contractual cash flows include only principal and interest in a business model where the assets are managed to collect contractual cash flows or for sale or for equity instruments where another comprehensive election is applied on initial recognition. Directly attributable transaction costs and dividend income are recognised in surplus/(deficit) as incurred. Financial assets through other comprehensive income are measured at fair value and changes therein are recognised in other comprehensive income.

#### (ii) Recognition and measurement of non-derivative financial liabilities

Financial liabilities are recognised initially at fair value less attributable transaction costs. Subsequent to initial recognition, these liabilities are stated at amortised cost with any difference between cost and redemption value being recognised in the Statement of Comprehensive Income over the period of the borrowing on the effective interest basis.

#### (iii) De-recognition of non-derivative financial instruments

The Foundation derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred.

The Foundation derecognises a financial liability when its contractual obligations are discharged, cancelled, or expire.

Financial assets and financial liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Foundation has a legal right to offset the amounts and intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

### Income tax

The Foundation is a registered charity and is exempt from income tax in accordance with Section 50-B of the Income Tax Assessment Act 1997. The Foundation holds deductible gift recipient status.

### Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST.

Cash flows are included in the Statement of Cash Flows on a gross basis.

### Employee benefits

#### (i) Short-term employee benefits

Short-term employee benefits include leave entitlements and other incentives recognised in respect of employees' services up to the end of the reporting period. These liabilities are measured at the amounts expected to be paid when they are settled and include related superannuation on-costs.

# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

## 2 Basis of preparation (cont'd)

The employee related expense (including subcontractors) for the year was \$9,274,690 (2023: \$7,157,842). Within employee related expenses, \$835,082 (2023: \$608,286) in expenses relating to defined contribution plans (superannuation) was recognised.

### (ii) Defined contribution plans

Obligations for contributions to defined contribution plans (superannuation) are expensed as the related service is provided. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in future payments is available.

### (iii) Other long-term employee benefits

Other long-term employee benefits include annual leave not expected to be wholly settled within the next 12 months and long service leave.

The Foundation's obligation is determined as the amount of future benefit that employees have earned in return for their service in the current and prior periods, applying probability assumptions, discounted to determine its present value. Reassessments are recognised in the Statement of Comprehensive Income in the period they arise.

### (iv) Breast Care Nurses

Breast Care Nurses are employed by the relevant Local Health District. The Foundation hold contracts with the Local Health Districts to fund the Breast Care Nurses employment costs. Payments made to the Local Health District by the Foundation include salaries and wages and all employee benefits. As a consequence, no employee benefits are provided for in the financial statements of the Foundation. The Foundation's future commitments for Breast Care Nurses are disclosed in Note 4.2.

## 3 Changes in accounting policies

The Foundation has consistently applied the accounting policies set out in Notes 2 to 6 to all periods presented in these financial statements. No new or amended accounting standards or interpretations had a material impact on the Financial Statements.

# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

## 4 Operations of the Foundation

### 4.1 Revenue and finance income

	2024	2023
<b>Revenue</b>	<b>\$</b>	<b>\$</b>
Government grants	18,856,794	15,133,036
Donations	12,561,471	10,418,489
Fundraising	10,317,428	8,713,349
Corporate partners	4,281,385	3,994,994
	<b>46,017,078</b>	<b>38,259,868</b>

#### Fundraising activities conducted during the year

Major campaigns conducted during 30 June 2024 financial year included Sydney Pink Test, Pink Stumps Day and Pink Up Your Town, donations received through regular giving and major appeals (Tax Appeal and Christmas Appeal), Community Fundraising Events and Corporate Partnerships.

#### Accounting policy

Detail on the nature of revenue and cash flows is included below:

#### AASB 15 - Revenue from Contracts with Customers

Revenue stream	Nature	Recognition criteria
Corporate partners	Partnerships with third party companies for fundraising activities and involve a contract. For example, donations from the corporate partner based on sales of their product and revenue received as part of the contractual agreements.	Revenue is recognised over time as the service is rendered and performance obligations satisfied.
Government grant income	The Foundation's nursing services receives support from Australian Government bodies.  The Foundation must comply with the conditions associated with the Grants, otherwise the funding is repayable to the Government.  See Note 4.2, 4.3 and 5.3 for further details of the Grants.	Where the Foundation must comply with conditions associated with the grant and there are sufficiently specific performance obligations, the revenue is recognised over time as the performance obligations to the grant are fulfilled.

#### AASB 1058 - Income of not-for-profit entities

##### Donations, fundraising, bequests and other grants

Other grants such as donations, bequests and legacies and funding agreements which are not enforceable and do not contain sufficiently specific performance obligations are recognised at their fair value when the asset is received. These assets are generally cash, but may be property which has been donated or sold to the Foundation at significantly below its fair value. Fundraising includes amounts paid to the Foundation from supporters of the Foundation where the donor is involved in a Foundation event, such as the Pink Stumps Day.

Once the asset has been recognised, the Foundation recognises any related liability amounts. Income is then recognised for any difference between the recorded asset and liability.

# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

## 4.1 Revenue and finance income (cont'd)

### Finance income

Finance income relates to interest and dividends received on funds invested. It accrues using the effective interest method. Fair value movements relates to the change in market value of investments, refer Note 5.2 for details of investments.

	2024	2023
<b>Finance income</b>	<b>\$</b>	<b>\$</b>
Fair value gain/(loss) on investments	225,220	130,854
Interest income	900,724	380,341
Dividend income	401,942	917,594
<b>Finance income</b>	<b>1,527,886</b>	<b>1,428,789</b>

## 4.2 Nurse commitments

### Government Funded Breast Care Nurses

The Foundation receives support from the Commonwealth Government of Australia and various states to fund nurses to fulfil the Foundation's mission.

The Foundation has entered into agreements with the Commonwealth and States for to provide support for nurses for the future periods.

The commitments included in this note only include committed amounts associated with the employment costs of Nurses. This does not include other costs permitted under the funding agreement such as a recruitment costs, training costs, etc. as these costs are not deemed to be committed.

The total undiscounted future minimum payments under fall due for payment as follows:

	2024	2023
<b>Undiscounted future minimum payments</b>	<b>\$</b>	<b>\$</b>
Within one year	18,433,479	12,611,498
Greater than one year but not later than five years	22,214,018	22,642,349
<b>Total (excluding GST)</b>	<b>40,647,497</b>	<b>35,253,847</b>

### McGrath Foundation Funded Breast Care Nurses

The Foundation funds nurses through the support of the community. The Foundation has executed 3-year duration contracts with various health care providers for employing nurses. The Foundation's goal is to fund the expansion of Breast Care Nurse positions into the future through fundraising appeals.

The total undiscounted future minimum payments under McGrath Foundation Breast Care Nurses fall due for payment as follows:

	2024	2023
<b>Undiscounted future minimum payments</b>	<b>\$</b>	<b>\$</b>
Within one year	7,768,774	8,086,006
Greater than one year but not later than five years	9,385,510	10,183,713
<b>Total (excluding GST)</b>	<b>17,154,284</b>	<b>18,269,719</b>



# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

## 4.3 Deferred income

	2024	2023
	\$	\$
<b>Deferred income</b>		
<b>Total deferred income</b>	<b>7,330,555</b>	<b>3,390,473</b>

Funding received in the year ended 30 June 2024 amounted to \$25,076,564 (incl. GST) (2023: \$16,332,416). Funding is conditional on being used for the provision of training to, assistance with the recruitment of, and funding of employment costs of, McGrath Foundation Nurses under the initiative and administration activities performed by McGrath Foundation Limited to implement the initiative. The funding is received in instalments over the period of the funding agreement and is initially recognised as deferred income. Any residual unspent grant at 30 June 2024 is payable to the contributing Commonwealth or State government agency and presented within Deferred income.

Revenue recognised in relation to the government grant for the year ended 30 June 2024 amounted to \$18,856,794 (2023: \$15,133,036). Revenue is released to the income statement when costs that fulfil the conditions of the funding agreement relating to the-funded McGrath Foundation Breast Care Nurses initiative are incurred.

See Note 4.2 for details of future commitments for Commonwealth and State Government funded McGrath Foundation Breast Care Nurses as at 30 June 2024.

## 5 Operating assets and liabilities

### 5.1. Cash and cash equivalents

#### Accounting policy

Cash and cash equivalents comprise cash balances, call deposits with a maturity of less than or equal to three months from the date of acquisition. The carrying value of cash and cash equivalents is considered to approximate fair value.

	2024	2023
	\$	\$
Cash at bank and on hand	30,248,176	20,180,064
<b>Total</b>	<b>30,248,176</b>	<b>20,180,064</b>

Reconciliation of net surplus for the year to cash flow from operations:

	2024	2023
	\$	\$
<b>Net surplus</b>	<b>5,327,108</b>	<b>4,436,139</b>
<b>Non-cash items</b>		
Depreciation and amortisation	117,589	542,090
Loss on write-off of fixed assets	-	1,674
Revaluation of investments	(545,740)	(971,036)
<b>Changes in operating assets and liabilities</b>		
Trade and other receivables	215,616	6,254
Prepayments	(204,773)	(182,380)
Inventories	4,540	540
Trade and other payables	1,288,631	883,497
Deferred income	3,940,082	(285,386)
<b>Net cash provided by operating activities</b>	<b>10,143,053</b>	<b>4,431,392</b>

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

### 5.2. Investments

#### Accounting policy

Investments in equity instruments are measured at fair value through other comprehensive income on a recurring basis using Level 1 inputs. All investments measured at fair value through other comprehensive income have been designated as such on initial recognition. Investments in debt instruments are measured at fair value through profit and loss. Investments are segregated in the respective funds and subject to regular review under the terms of the Foundation's investment policies.

Investments comprise of both equity and debt instruments.

	2024	2023
	\$	\$
<b>Current</b>		
Investments measured at fair value through profit and loss	121,507	112,992
<b>Total</b>	<b>121,507</b>	<b>112,992</b>
<b>Non-current</b>		
Investments measured at fair value through profit and loss	10,058,275	9,311,491
Investments measured at fair value through other comprehensive income	13,111,817	12,366,664
<b>Total</b>	<b>23,170,092</b>	<b>21,678,155</b>

### 5.3. Trade and other receivables

#### Accounting policy

Trade receivables are classified and measured as a financial asset at amortised cost. Financial assets at amortised cost are recognised at fair value. Credit terms are available to corporate partners with contracts for fundraising and a third party who manages merchandise sales. Timing differences may also occur between a government grant funding due date and payment date which results in a receivable being recorded.

Estimates are used in determining the level of receivables that will not, in the opinion of the Directors, be collected. These estimates include such factors as historical experience and industry specific factors. A provision for impairment of trade receivables is established when there is sufficient evidence that the Foundation will not be able to collect all amounts due.

The carrying value of trade receivables is considered to approximate fair value.

	2024	2023
	\$	\$
<b>Value of trade receivables</b>		
Trade receivables	219,295	273,382
Provision for impairment	-	-
<b>Total</b>	<b>219,295</b>	<b>273,382</b>
Other receivables (sundry receivables, net GST receivable)	594,042	534,993
<b>Total</b>	<b>813,337</b>	<b>808,375</b>

The impairment expense recognised in the period is \$NIL (2023: \$NIL).

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

### 5.4. Trade and other payables

#### Accounting policy

Trade payables are recognised at the value of the invoice received from a supplier. The carrying value of trade payables is considered to approximate fair value.

	2024	2023
	\$	\$
<b>Value of trade payables</b>		
Trade payables	2,856,756	895,300
Other payables	1,500	9,200
Accrued expenses	2,641,824	3,481,084
<b>Total</b>	<b>5,500,080</b>	<b>4,385,584</b>

### 5.5. Property, plant and equipment

#### Accounting policy

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. The cost of these assets is the amount initially paid for them. Subsequent expenditure is capitalised only when it is probable that the future economic benefits associated with the expenditure will flow to the Foundation.

Depreciation is provided and is charged to the Statement of Comprehensive Income to reflect annual wear and tear and the reduced value of the asset over time. Depreciation is calculated by estimating the number of years the Foundation expects the asset to be used (useful economic life) and is expensed to the Statement of Comprehensive Income on a straight-line basis over the useful economic life. Major categories of property, plant & equipment are depreciated as follows:

Asset class	Depreciation policy
Computer equipment	3 years

	Computer equipment	Total
Cost	\$	\$
Balance at 30 June 2023	638,224	638,224
Additions	74,941	74,941
Write-offs	(345,362)	(345,362)
<b>Balance at 30 June 2024</b>	<b>367,803</b>	<b>367,803</b>
Balance at 30 June 2023	441,582	441,582
Depreciation	105,577	105,577
Write-offs	(345,362)	(345,362)
<b>Balance at 30 June 2024</b>	<b>201,797</b>	<b>201,797</b>
Balance at 30 June 2023	196,642	196,642
<b>Balance at 30 June 2024</b>	<b>166,006</b>	<b>166,006</b>

Property, plant and equipment that is subject to depreciation is reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. Indicators of impairment may include changes in technology.

Property, plant and equipment additions for the year total \$74,941 (2023: \$145,634).

The depreciation expense recognised in the year was \$105,577 (2023: \$490,138).

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

### 5.6. Intangible assets

#### Accounting policy

Intangible assets are recorded at cost less accumulated amortisation and impairment losses. Amortisation is charged on a straight-line basis over their estimated lives of 3 to 5 years. The estimated useful life and amortisation method is reviewed at the end of each annual reporting period.

Intangible additions for the year total \$Nil (2023: \$Nil).

The amortisation expense recognised in the year was \$12,012 (2023: \$51,953).

	Website Costs	Total
Cost	\$	\$
Balance 1 July 2023	238,306	238,306
Additions	-	-
<b>Balance 30 June 2024</b>	<b>238,306</b>	<b>238,306</b>

Accumulated Amortisation		
Balance 1 July 2023	226,294	226,294
Amortisation	12,012	12,012
<b>Balance 30 June 2024</b>	<b>238,306</b>	<b>238,306</b>

Carrying Amounts		
At 30 June 2023	12,012	12,012
<b>At 30 June 2024</b>	<b>-</b>	<b>-</b>

### 5.7. Lease Liabilities

The Foundation has a relationship with WeWork that can be amended at short notice. The Foundation recognises the payments to WeWork for shared office space as an operating expense.

# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

## 6 Other notes

### 6.1. Auditor's remuneration

	2024	2023
<b>Auditor's remuneration</b>	<b>\$</b>	<b>\$</b>
Audit of statutory financial statements	-	-
Audit/review of Government Grant funding	-	-
Assistance with compilation of financial statements	-	-
<b>Total auditor's remuneration</b>	<b>-</b>	<b>-</b>

The Foundations current auditor is Deloitte Touche Tohmatsu (Deloitte). Deloitte have committed to deliver their services on a Pro Bono basis for the period of three years from FY22.

### 6.2. Related parties

The related parties identified by the Directors include key management personnel (the Foundation does not have any joint ventures, associated undertakings or direct equity investments). To enable users of our financial statements to form a view about the effects of related party relationships on the Foundation, we disclose the related party relationship when control exists, irrespective of whether there have been transactions between the related parties.

Key management personnel consist of McGrath Foundation Limited Executive and Non-executive Directors and the McGrath Foundation Chief Executive Officer.

#### Key management personnel compensation

Key management personnel compensation was \$683,548 (2023: \$637,761) for the year ended 30 June 2024. Non-Executive Directors do not receive any remuneration from the Foundation for their Director duties.

#### Transactions with key management personnel

The Directors of the Foundation and their related entities from time to time make donations to the Foundation under the same terms and conditions as donations received from members of the public and corporate organisations.

A number of key management personnel, or their related parties, hold positions in other entities that result in them having control or significant influence over the financial or operating policies of these entities. None of these entities transacted with the Foundation during the year ended 30 June 2024 (2023: \$nil).

### 6.3. Significant events after balance 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 Foundation, to affect significantly the operations of the Foundation, the results of those operations, or the state of affairs of the Foundation, in future financial years.

## DECLARATION OF CHIEF EXECUTIVE OFFICER IN RESPECT OF FUNDRAISING APPEALS

I, Holly Masters, Chief Executive Officer of McGrath Foundation Limited, declare that in my opinion:

The financial statements give a true and fair view of all income and expenditure of McGrath Foundation Limited with respect to fundraising appeal activities for the financial year ended 30 June 2024.

The statement of financial position gives a true and fair view of the state of affairs with respect to fundraising appeal activities as at 30 June 2024.

The provisions of the Charitable Collections (WA) Act 1946 and the conditions attached to the authority have been complied with for the financial year ended 30 June 2024;

The provisions of the Charitable Fundraising (NSW) Act 1991 and Regulations and the conditions attached to the authority have been complied with for the financial year ended 30 June 2024; and

The internal controls exercised by McGrath Foundation Limited are appropriate and effective in accounting for all income received and applied by McGrath Foundation Limited from any of its fundraising appeals.



**Mrs Holly Masters**  
**Chief Executive Officer**

26 September 2024  
Sydney, NSW

## DIRECTORS' DECLARATION

In the opinion of the directors of McGrath Foundation Limited (the Foundation):

- (a) the Foundation is not publicly accountable;
- (b) the financial statements and notes that are set out on pages 8 to 21 are in accordance with the Australian Charities and Not-for-profits Commission Act 2012, including:
  - (i) giving a true and fair view of the Foundation's financial position as at 30 June 2024 and of its performance, for the financial year ended on that date; and
  - (ii) complying with Australian Accounting Standards – Simplified Disclosure Requirements and the Australian Charities and Not-for-profits Commission Regulation 2013; and
- (c) there are reasonable grounds to believe that the Foundation will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors:



**Mr John Conde AO**  
**Chairman**

26 September 2024  
Sydney, NSW

## Independent Auditor's Report to the Board of Directors of McGrath Foundation Limited

### *Opinion*

We have audited the financial report of McGrath Foundation Limited (the "Entity") which comprises the statement of financial position as at 30 June 2024, statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information and other explanatory information, and the declaration by the Directors. In addition, we have audited the Entity's compliance with specific requirements of the *Charitable Fundraising Act 1991 (NSW)* (the "Charitable Fundraising Act").

In our opinion,

- a) the accompanying financial report of the Entity is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* (the "ACNC Act"), including:
  - (i) giving a true and fair view of the Entity's financial position as at 30 June 2024 and of its financial performance for the year ended on that date; and
  - (ii) complying with Australian Accounting Standards – Simplified Disclosures and Division 60 of the *Australian Charities and Not-for-profits Commission Regulations 2022*;
- b) the financial report agrees to the underlying financial records of the Entity, that have been maintained, in all material respects, in accordance with the Charitable Fundraising Act and its regulations for the year ended 30 June 2024; and
- c) monies received by the Entity as a result of fundraising appeals conducted during the year ended 30 June 2024, have been utilised for, and applied, in all material respects, in accordance with the Charitable Fundraising Act and its regulations.

### *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 and Compliance with Specific Requirements of the Charitable Fundraising Act 1991* section of our report. We are independent of the Entity in accordance with the auditor independence requirements of the ACNC 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 and compliance with specific requirements of the Charitable Fundraising Act 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 Information*

The Directors are responsible for the other information. The other information comprises the information included in the Entity's annual report for the year ended 30 June 2024, but does not include the financial report and our auditor's report thereon.



Our opinion on the financial report does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report, or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### *Responsibilities of the Directors for the Financial Report and for Compliance with the Charitable Fundraising Act 1991*

The Directors of the Entity are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Simplified Disclosures and the ACNC Act and for compliance with the Charitable Fundraising Act 1991. The Directors' responsibility also includes 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, and to enable compliance with the Charitable Fundraising Act 1991.

In preparing the financial report, the Directors are responsible for assessing the ability of the Entity 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 has no realistic alternative but to do so.

#### *Auditor's Responsibilities for the Audit of the Financial Report and Compliance with Specific Requirements of the Charitable Fundraising Act 1991*

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 the Entity complied, in all material respects, with specific requirements of the Charitable Fundraising Act 1991, 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.

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 non-compliance with the specific requirements of the Charitable Fundraising Act 1991 and 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 Director's 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.

Because of the inherent limitations of any compliance procedure, it is possible that fraud, error or non-compliance with the Charitable Fundraising Act 1991 may occur and not be detected. An audit is not designed to detect all weaknesses in the Entity's compliance with the Charitable Fundraising Act as an audit is not performed continuously throughout the period and the tests are performed on a sample basis. Any projection of the evaluation of the compliance procedures to future periods is subject to the risk that the procedures, may become inadequate because of changes in conditions, or that the degree of compliance with them may deteriorate.

We communicate with the Directors 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 of the Entity, would be in the same terms if given to the Directors as at the time of this auditor's report.

*Deloitte Touche Tohmatsu*

DELOITTE TOUCHE TOHMATSU

*JGorton*

Joanne Gorton  
Partner  
Chartered Accountants  
Sydney, 26 September 2024