

INSEARCH Education

UK company registration number 5168079

Financial statements for the year ended 31 December 2015

INSEARCH Education UK company registration number 5168079
Financial statements- 31 December 2015

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These financial statements cover INSEARCH Education as an individual entity. The financial statements are presented in Australian currency.

INSEARCH Education is a company limited by guarantee not having a share capital, incorporated and domiciled in United Kingdom. Its registered office and principal place of business is:

INSEARCH Education
Eversheds LLP
Kett House
Station Road, Cambridge
Cambridgeshire CB1 2JY
United Kingdom

INSEARCH Education
Statement of comprehensive income
For the year ended 31 December 2015

	Notes	2015 \$	2014 \$
Revenue from continuing operations		-	-
Foreign exchange loss		-	(463,155)
Donation to UTS		-	(1,315)
Other expenses		-	(152)
Net deficit for the year		-	(464,622)
Other comprehensive income			
<i>Item that may be reclassified to profit or loss</i>			
Currency translation differences arising during the year	4(a)	-	463,070
Total comprehensive loss for the year		-	(1,552)

The above statement of comprehensive income should be read in conjunction with the accompanying notes.

INSEARCH Education
Statement of financial position
As at 31 December 2015

	2015	2014
	\$	\$
ASSETS		
Total assets	-	-
LIABILITIES		
Total liabilities	<u>-</u>	<u>-</u>
Net assets	<u>-</u>	<u>-</u>
EQUITY		
Total equity	<u>-</u>	<u>-</u>

The above statement of financial position should be read in conjunction with the accompanying notes.

INSEARCH Education
Statement of changes in equity
For the year ended 31 December 2015

	Reserves	Unrestricted	Total
	\$	funds	equity
	\$	\$	\$
Balance at 1 January 2014	(463,070)	464,622	1,552
Deficit for the year	-	(464,622)	(464,622)
Other comprehensive income	463,070	-	463,070
Total comprehensive income/(loss) for the year	463,070	(464,622)	(1,552)
Balance at 31 December 2014	-	-	-
Deficit for the year	-	-	-
Other comprehensive income	-	-	-
Total comprehensive income for the year	-	-	-
Balance at 31 December 2015	-	-	-

The above statement of changes in equity should be read in conjunction with the accompanying notes.

INSEARCH Education
Statement of cash flows
For the year ended 31 December 2015

	2015	2014
Notes	\$	\$
Cash flows from operating activities		
Payments to suppliers and employees	-	(1,467)
Net cash inflow (outflow) from operating activities	11 <u>-</u>	<u>(1,467)</u>
Net increase (decrease) in cash and cash equivalents	-	(1,467)
Cash and cash equivalents at the beginning of the year	-	1,552
Effects of exchange rate changes on cash and cash equivalents	-	(85)
Cash and cash equivalents at end of year	<u>-</u>	<u>-</u>

The above statement of cash flows should be read in conjunction with the accompanying notes.

1 Company profile

INSEARCH Education is a private company limited by guarantee not having a share capital. INSEARCH Education was incorporated on 1 July 2004 (UK company registered number 5168079) and registered with the UK Charity Commission as a charity on 5 August 2004 (UK registration number 1105345).

The primary objective of the charity is the advancement of education through the provision of support and assistance to the University of Technology, Sydney, Australia and University of Essex, United Kingdom.

Funds held by INSEARCH Education are generally unrestricted income funds that are expendable at the discretion of the directors in furtherance of the charity's objects. There were no restricted income funds held by INSEARCH Education in 2015 and 2014.

The company's board members have wound up the company. The UK Companies House has confirmed that the company was dissolved on 17 February 2015.

2 Summary of significant accounting policies

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

(a) Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards, interpretations, other authoritative pronouncements of the Australian Accounting Standards Board [AASB] and the *Public Finance and Audit Act 1983* and the *Public Finance and Audit Regulation 2015*. Where there are inconsistencies between the above requirements, the legislative provisions have prevailed. INSEARCH Education Pty Limited is a not for-profit entity for the purpose of preparing the financial statements.

The financial statements have been prepared on a liquidation basis. Assets and liabilities are measured at the recoverable amount. Refer to note 2(a)(iii).

The financial statements were authorised for issue by the directors on 21 March 2016.

(i) Statement of Compliance

The company's financial statements and accompanying notes comply with Australian Accounting Standards which include Australian Accounting Interpretations.

Generally accepted accounting principles, authoritative pronouncements of the AASB, including Interpretations, the *Public Finance and Audit Act 1983*, and the *Public Finance and Audit Regulation 2015* have been used to prepare the financial statements.

(ii) Critical accounting estimates

The preparation of financial statements in conformity with Australian Accounting Standards requires the use of certain critical accounting estimates.

(iii) Liquidation basis

The financial statements have been prepared on a liquidation basis. The company was dissolved on 17 February 2015. Under this basis of accounting, assets are valued at their anticipated net realisable amounts. The company has no liabilities for 2015 and 2014.

2 Summary of significant accounting policies (continued)

(b) Foreign currency translation

(i) Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are presented in Australian dollars, INSEARCH Education's presentation currency, however its functional currency is UK Pounds Sterling.

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of comprehensive income.

(c) Revenue recognition

Income is included in the statement of comprehensive income when the charity is legally entitled to the income.

There was no investment income generated in 2015 and 2014 due to a zero interest rate on interest bearing deposit account.

(d) Expense recognition

Expenditure is recognised on an accrual basis.

The cost of governance arrangements, which relate to the general running of the charity and auditor fees incurred are borne by INSEARCH Education, and are not deemed material to the financial statements of INSEARCH Education.

(e) Income tax

No income tax has been provided in the attached accounts for the company as it is exempt from income tax under United Kingdom income tax legislation.

(f) Cash and cash equivalents

Cash and cash equivalents include cash on hand, cash at bank, deposits held at call and fixed term deposits with financial institutions.

Cash at bank is interest rate bearing with interest rate of 0% (2014: 0%).

(g) Trade and other payables

These amounts represent liabilities for goods and services provided to the company prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months from the reporting date. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

(h) Financial instruments

Financial instruments generate financial assets or liabilities for INSEARCH Education. These include cash and cash equivalents, receivables, payables and other financial assets and liabilities. Note 12, discloses the risks and management of those risks of the financial instruments.

3 Income tax expense

INSEARCH Education is a registered charity, and as such is entitled to certain tax exemptions on income and surplus from investments. No taxes were payable in 2015 (2014: nil).

4 Reserves and unrestricted funds

(a) Reserves

	2015	2014
	\$	\$
Foreign currency translation reserve	-	-
Movements:		
<i>Foreign currency translation reserve</i>		
Balance 1 January	-	(463,070)
Currency translation differences arising during the year	-	463,070
Balance 31 December	-	-

(b) Unrestricted funds

Movements in unrestricted funds were as follows:

	2015	2014
	\$	\$
Balance 1 January	-	464,622
Net deficit for the year	-	(464,622)
Balance 31 December	-	-

5 Key management personnel disclosures

(a) Directors

The following persons were directors of INSEARCH Education during the financial year:

A Murphy

N Patrick

P Harris

Remuneration of key management personnel was borne by the ultimate parent entity.

6 Remuneration of auditors

The fee for the audit of the financial statements for the year ended 31 December 2015 and 2014 was borne by the ultimate parent entity.

7 Contingencies

The company had no contingent assets or liabilities at 31 December 2015 (2014: nil).

8 Commitments

The company had no commitments at 31 December 2015 (2014: nil).

9 Related party transactions

(a) Parent entities

INSEARCH Education is a controlled entity of INSEARCH Limited. INSEARCH Limited nominates the directors and provides funding to enable INSEARCH Education to carry out its charitable objectives.

10 Events occurring after the reporting period

No matter or circumstance has occurred subsequent to year end that has significantly affected, or may significantly affect, the operations of the company, the results of those operations or the state of affairs of the company in subsequent financial years.

11 Reconciliation of deficit after income tax to net cash outflow from operating activities

	2015	2014
	\$	\$
Net deficit for the year	-	(464,622)
Net exchange differences	-	463,155
Net cash outflow from operating activities	-	(1,467)

12 Financial instruments

INSEARCH Education does not enter into or trade in financial instruments.

INSEARCH Education's Board has overall responsibility for the establishment and oversight of risk management and reviews and agrees policies for managing each of these risks. Risk management policies are established to identify and analyse the risk limits and controls, and to monitor risks. Compliance with policies is reviewed by the Audit Committee of INSEARCH Education on a continuous basis.

As at 31 December 2015, there are no risks arising from financial instruments as the company does not hold any financial instruments and was dissolved on 17 February 2015.

END OF AUDITED FINANCIAL STATEMENTS

**INSEARCH Education
Directors' declaration
31 December 2015**

In the directors' opinion:

- (a) the financial statements and notes set out on pages 1 to 9 are in accordance with the *Public Finance and Audit Act 1983* and the *Public Finance and Audit Regulation 2015*, including:
 - (i) complying with Accounting Standards, the *Public Finance and Audit Act 1983* and the *Public Finance and Audit Regulation 2015* and other mandatory professional reporting requirements, and
 - (ii) giving a true and fair view of the entity's financial position as at 31 December 2015 and of its performance for the year ended on that date, and
- (b) 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 declaration is made in accordance with a resolution of directors.



A Murphy
Director

Sydney
30 March 2016



INDEPENDENT AUDITOR'S REPORT

Insearch Education

To Members of the New South Wales Parliament and Members of Insearch Education

I have audited the accompanying financial statements of Insearch Education (the Company), which comprise the statement of financial position as at 31 December 2015, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration.

Opinion

In my opinion, the financial statements:

- give a true and fair view of the financial position of the Company as at 31 December 2015, and of its financial performance and its cash flows for the year then ended in accordance with Australian Accounting Standards
- are in accordance with section 41B of the *Public Finance and Audit Act 1983* (PF&A Act) and the Public Finance and Audit Regulation 2015.

My opinion should be read in conjunction with the rest of this report.

Directors' Responsibility for the Financial Statements

The directors are responsible for preparing financial statements that give a true and fair view in accordance with Australian Accounting Standards and the PF&A Act and for such internal control as the directors determine is necessary to enable the preparation of financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on the financial statements based on my audit. I conducted my audit in accordance with Australian Auditing Standards. Those Standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including an assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements that give a true and fair view in order to design audit procedures appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

My opinion does *not* provide assurance:

- about the future viability of the Company
- that it carried out its activities effectively, efficiently and economically
- about the effectiveness of the internal control
- about the security and controls over the electronic publication of the audited financial statements on any website where they may be presented
- about other information which may have been hyperlinked to/from the financial statements.

Independence

In conducting my audit, I have complied with the independence requirements of the Australian Auditing Standards and relevant ethical pronouncements. The PF&A Act further promotes independence by:

- providing that only Parliament, and not the executive government, can remove an Auditor-General
- mandating the Auditor-General as auditor of public sector agencies, but precluding the provision of non-audit services, thus ensuring the Auditor-General and the Audit Office of New South Wales are not compromised in their roles by the possibility of losing clients or income.



Caroline Karakatsanis
Director, Financial Audit Services

5 April 2016
SYDNEY