

Gut Cancer Foundation
Performance Report
For the year ended
31 March 2018

Contents

	Page
Non-Financial Information:	
Entity Information	2 to 4
Statement of Service Performance	5 to 6
Financial Information:	
Statement of Financial Performance	7
Statement of Financial Position	8
Statement of Cash Flows	9
Statement of Accounting Policies	10 to 11
Notes to the Performance Report	12 to 18
Independent Auditor's Report	19

The Board of Directors present the annual performance report of Gut Cancer Foundation for the year ended 31 March 2018, authorised for issue on 8 November 2018.

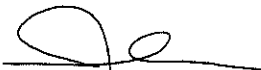
For and on behalf of the board of Directors

Signature



Name: Grant Keith Baker, Director, Chairperson

Signature



Name: Michael Findlay, Director

Gut Cancer Foundation

Entity Information

"Who are we?", "Why do we exist?"

For the year ended
31 March 2018

Legal Name of Entity:*

Gut Cancer Foundation Limited

Other Name of Entity (if any):

GCF NZ, GI Cancer Institute (NZ) Limited until October 31st 2017

Type of Entity and Legal Basis (if any):*

Registered Company and Charitable Entity

Registration Number:

CC 39174 Company number: 2195380

Entity's Purpose or Mission: *

The Gut Cancer Foundation (GCF) is dedicated to improving the outcomes for patients with gastro-intestinal cancer. GCF aims to increase awareness of GI cancers and raise funds to support clinical research in New Zealand, including clinical trials, research and clinical research fellowships.

Gastro-intestinal (GI) cancer is a broad term used to encompass cancers of the digestive system: the oesophagus, stomach, liver, gallbladder, bile ducts, pancreas and bowel. It is collectively the most common form of cancer in New Zealand. Each year over 5,000 New Zealanders are diagnosed with a GI cancer; half of these people will die within five years of diagnosis. Yet despite being the most prevalent form of cancer, it is under-represented in funding and awareness.

To improve the survival rates of GI cancer, we must provide funding for clinical trials, research and fellowships. Clinical trials are the final link in the chain of medical research that take discoveries made in the laboratory and advance them into treatments that can improve survival rates and the quality of life for patients. By participating in clinical trials, patients gain the benefits of early access to leading-edge treatments, and their specialists have the opportunity to provide research-driven cancer care – which is care of the highest quality.

New Zealand patients and their specialists have had limited access to the many clinical trials that have shaped GI cancer treatment globally. The available funds for these ground-breaking clinical studies are insufficient and without better financial support, New Zealanders will miss out on the progress that is ongoing. GCF seeks to fill this funding gap to ensure that patients in New Zealand have access to the best possible treatments. GCF has commenced funding clinical research which is designed by New Zealand researchers. We also fund clinical research fellowships to support keeping researchers in New Zealand and building the capacity of GI cancer research within our health system.

Entity Structure: *

GCF has a board of directors who meet 3 to 4 times a year. The board has a consumer representative, a marketing person and medical researchers in oncology and Gastro Intestinal Cancers. GCF was founded in 2008 by Professor Michael Findlay, bowel cancer survivor Grant Baker and pancreatic cancer survivor Paul Hargreaves. They, along with other esteemed medical experts and not-for-profit specialists, were inspired by Australia's GI Cancer Institute, a similar not-for-profit that raises money for the Australasian Gastro-Intestinal Trials Group (The AGITG). They were encouraged to establish a similar entity in New Zealand to fill the serious funding gap for clinical research. In addition to sharing the common goal of improving outcomes for GI cancer patients, GCF shares common Board members with the AGITG and maintains a close relationship with this very successful organisation. There is a Scientific Advisory Committee who meet once or twice a year through teleconferencing. They advise the board on clinical research and are based around New Zealand. There is an Executive Officer who manages the strategic and operational direction of the organisation reporting to the board of directors.

Gut Cancer Foundation

Entity Information

"Who are we?", "Why do we exist?"

**For the year ended
31 March 2018**

Main Sources of the Entity's Cash and Resources:*

Donations through events on behalf of GCF make up a significant income stream. Peer to peer fundraising through the everyday platform which is being developed further. Every 2 years there is an annual major event called the GastroFest which raises significant funds for the organisation. This year we have had five successful 'Dine In' events and promoted the first 'Pancreatic Cancer Awareness Month'. Funds for sponsorship and grants are increasing. 2016 to 2019 strategic direction has increased in awareness with a dedicated campaign called 'LoveYerGuts' which is now in its' second year, to enable an increase in donations and bequests in the future. The new brand and logo 'Gut Cancer Foundation' was implemented on November 1st 2017 and we have updated our website and created a detailed booklet with a matching pamphlet, to enable better engagement with people who have or have had a GI cancer and their families. Grant applications have increased due to targeting through increased partnership with funding bodies. We receive no government funding. A small amount of funds are raised through a bank investment account and an endowment fund with the Perpetual Guardian Foundation.

Main Methods Used by the Entity to Raise Funds:*

Events on behalf of GCF such as the annual Santa House, five 'Dine In' functions and Big Boys Toys annually. Events on behalf of GCF have provided an increased level of donations beyond that than expected. Donations from high income individuals occur occasionally but can be significant and continue to fluctuate year to year. One main fundraising event GastroFest is held every second year, with no GastroFest in the current financial year. Grant income continues to be targeted around relationship building. Peer to peer fundraising continues through the Everyday Hero site and the use of GiftWorks CRM. Direct mail out's for donations have commenced with some success.

Entity's Reliance on Volunteers and Donated Goods or Services: *

There is significant reliance on the goodwill of the board members who have major connections with business and wealthy individuals. The board is extremely supportive. Key board members are also able to liaise with services such as legal and accounting to ensure pro bono services are achieved. We are engaging more volunteers through Auckland Volunteer and looking to appoint a volunteer manager in the future.

Gut Cancer Foundation

Entity Information

"Who are we?", "Why do we exist?"

For the year ended
31 March 2018

Contact details

Physical Address:

29 Jubilee Ave, Onehunga, Auckland 1061

Postal Address:

PO Box 28723, Remuera, Auckland 1541

Phone/Fax:

0800 112 775

Email/Website:

info@gutcancer.org.nz www.gutcancer.org.nz

<https://www.facebook.com/GCFnz>

https://twitter.com/GI_CancerNZ

Gut Cancer Foundation
Statement of Service Performance
"What did we do?", When did we do it?"
For the year ended
31st March 2018

Description of the Entity's Outcomes*:

Awareness and Education campaign to raise the profile of GI cancers in New Zealand. Support clinical research, clinical research fellowships and clinical research trials in New Zealand to improve the survival rates and quality of life for people with GI cancers living in New Zealand. Raise Awareness of GCF and GI cancers through promotion, social media networking, written resources and distribution and community engagement.

Description and Quantification (to the extent practicable) of the Entity's Outputs:*	Actual* This Year	Budget This Year	Actual* Last Year
Awareness Campaign for 2017 continued into April and May 2018. The expenses include invoices from the previous year hence the higher than budget predictions.	\$41,243	\$48,965	\$24,274
The key costs for this year was the engagement of The Department to facilitate the creation of the LoveYerGuts (LYG) website, LYG facebook page and LYG fundraising platform through FrontStream. A telemarketing company was engaged at another significant cost with limited success. The investment in the systems was high this year. A PR company was also engaged to perform social media and raise awareness through the media. This had limited success. Key to increasing awareness and public recognition was the development of a new brand, logo and resources. The GCF board felt that the brand did not resonate with the public and The Department recommended a brand change. Design fees, printing and strategic resource development costs to engage The Department to support the new brand, logo, website redesign, a detailed booklet and matching pamphlet have been included. Grants to support the deficit were obtained from Pub Charity and Dragon Community Fund. Two clinical research projects commenced with \$78,449 funded. One Clinical Fellowship has commenced but first payment not paid until after the financial year. 4 clinical research trials which commenced in prior year (s) are in progress with \$7,348 paid to providers. See additional information below.	\$85,797	\$114,677	\$50,080
Education sessions and Meet the Experts. These did not occur this year as we are looking at developing a Webinar framework that will have a greater reach and be more sustainable long term.	\$0	\$0	\$6,731
LoveYerGuts Awareness Campaign has been integrated into the Awareness Campaign above.			\$6,074

Additional Output Measures:

Significant emphasis has been placed this financial year on raising awareness through the LoveYerGuts campaign at a net cost of only \$1,500 thanks to support from donations through the campaign to the value of \$23,829 through the platform and direct donation, donations from one of the board members Gavin Gerard \$2,000 and a \$10,000 donation from the Hugh Green Foundation. There was significant media and social media coverage. The media coverage reached an estimated 765,000 recipients and the social media to 257,414 people. Conversion to fundraising was not as successful as expected and this we put down to the new concept of gut crunches and a lack of awareness of GI cancer incidence. Ninety five individuals registered on the LoveYerGuts platform, while a further 38 did not raise any funds. The average donation per person was \$138. Eighty three of those registered came from the North Island with 58 from the Auckland and Northland region. Eleven were from the South Island and one from Brisbane. Nineteen teams registered, however eight did not bring in any funds. The average donation per active team was \$778. Direct donations and grant funding also added to the total budget. Total income was \$38,259.00 of which \$21,738 came through to LoveYerGuts fundraising platform. Corporates did not engage well as the school holidays did affect the ability of many to engage; the challenge was too hard for a lot of the corporates and no other option was given; many corporates already had a charity they supported.

A significant increase in resources eventuated including a 12 page website, www.loveyerguts.co.nz; a #LoveYerGuts Facebook page; LoveYerGuts fundraising platform; Logo and PDF images; EDM attachments for corporates, schools and general population; Videos of GI Cancer survivors and Richard Ellis demonstrating gut crunches of various forms. Increased networking also occurred with Electric Cars support at their EV event raising \$780; Sir Peter Leitch's video and networks; Warriors engagement promised for 2018; Claire Turnbull engagement with her social media; Emergent Recruiters support; engagement of Elaine Lunken's family for pancreatic cancer awareness and potential for ongoing fundraising events using the LoveYerGuts framework and brand.

Additional Information:

In financial year 2018:

- \$37,500 Dr Rachel Purcell, Gut Biome research. Published in international journal. Examining 500 types of colorectal cancer gut biome and has found 4 main types related to bowel cancer. (\$25,000 Hugh Green Foundation, \$10,000 David Levene Trust, \$2,500 Lions Groups)
 - \$15,949 Dr Roslyn Kemp, Colorectal Immuno-response. (Funded by GCF)
 - \$25,000 Dr Janet Rhodes, Clinical Research Fellow, Colorectal Immuno-response. (Funded by Hugh Green Foundation)
- Total \$78,449 Clinical Research
- \$4,348 for TOPGEAR clinical trial, two patients. To test whether the addition of radiation treatment to chemotherapy before a patient's surgery can improve outcomes for gastric cancer.
 - \$3,000 for Pancreatic Cancer DNA testing, three patients.
- Subtotal \$7,348
Total: \$85,797.

Gut Cancer Foundation
Statement of Financial Performance
 "How was it funded?" and "What did it cost?"
 For the year ended
 31st March 2018

	Note	Actual* This Year \$	Actual* Last Year \$
Revenue	1		
Fundraising and event income		86,453	156,645
Grant income and donations		127,307	163,049
Interest, dividends and other investment revenue*		338	1,481
Other revenue		-	31
Total Revenue*		214,098	321,206
Expenses	2		
Expenses related to public fundraising*		39,914	94,640
Volunteer and employee related costs*	8	78,003	83,037
Awareness		41,243	12,137
Grants and donations made*		85,797	50,080
Other expenses		8,493	11,075
Depreciation and amortisation		614	1,229
Total Expenses*		254,064	252,198
(Deficit) / Surplus for the Year*		(39,966)	69,008

Gut Cancer Foundation
Statement of Financial Position
 "What the entity owns?" and "What the entity owes?"
 As at
 31 March 2018

	Note	Actual* This Year \$	Actual* Last Year \$
Assets			
Current Assets			
Bank accounts and cash*	3	285,816	303,981
Debtors and prepayments*	3	9,683	8,733
Total Current Assets		295,499	312,714
Non-Current Assets			
Property, plant and equipment*	3, 4	40	79
Intangible assets	3, 4	575	1,150
Investments	3	50,000	50,000
Total Non-Current Assets		50,615	51,229
Total Assets*		346,114	363,943
Liabilities			
Current Liabilities			
Creditors and accrued expenses*	3	40,886	18,385
Employee costs payable	3	7,671	8,035
		-	-
Total Current Liabilities		48,557	26,420
Total Liabilities*		48,557	26,420
Total Assets less Total Liabilities (Net Assets)*		297,557	337,523
Accumulated Funds			
Capital contributed by owners or members*	5	-	-
Accumulated surpluses*	5	230,479	224,962
Reserves*	5	67,078	112,561
Total Accumulated Funds*		297,557	337,523

Gut Cancer Foundation
Statement of Cash Flows
"How the entity has received and used cash"
For the year ended
31 March 2018

	Actual* This Year \$	Actual* Last Year \$
Cash Flows from Operating Activities*		
Cash was received from:		
Donations, fundraising and other similar receipts*	213,760	319,706
Interest, dividends and other investment receipts*	338	1,499
Net GST	5,212	1,498
Cash was applied to:		
Payments to suppliers and employees*	151,678	196,040
Donations or grants paid*	85,797	50,080
Net Cash Flows from Operating Activities*	(18,165)	76,583
Net Cash Flows from Investing and Financing Activities*	-	(50,000)
Net (Decrease) / Increase in Cash*	(18,165)	26,583
Opening Cash*	303,981	277,398
Closing Cash*	285,816	303,981
This is represented by:		
Bank Accounts and Cash*	285,816	303,981

Gut Cancer Foundation
Statement of Accounting Policies
"How did we do our accounting?"
For the year ended
31st March 2018

Basis of Preparation*

Gut Cancer Foundation has elected to apply PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) on the basis that it does not have public accountability and has total annual expenses of equal to or less than \$2,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future.

Goods and Services Tax (GST)*

Gut Cancer Foundation is registered for GST. All amounts are recorded exclusive of GST, except for Debtors and Creditors which are stated inclusive of GST.

Income Tax

Gut Cancer Foundation is wholly exempt from New Zealand Income Tax having fully complied with all statutory conditions for these exemptions.

Bank Accounts and Cash

Bank accounts and cash in the Statement of Cash Flows comprise cash balances and bank balances (including short term deposits) with original maturities of 90 days or less.

Investments

Investments comprise units in the Perpetual Guardian Philanthropy Fund. Investments are initially recognised at the amount paid and are subsequently recorded at the lower of cost and current market value price.

Tangible Assets & Depreciation

The following are the classes of tangible assets:

Furniture and office equipment

All tangible assets are initially recorded at cost with depreciation being deducted on all tangible assets, on a diminishing value basis at a rate of 50%.

Intangible Assets & Amortisation

The following are the classes of tangible assets:

Website

All intangible assets are initially recorded at cost with amortisation being deducted on all intangible assets, on a diminishing value basis at a rate of 50%.

Gut Cancer Foundation
Statement of Accounting Policies
"How did we do our accounting?"
For the year ended
31st March 2018

Revenue

Fundraising and event income are recognised in the period in which the events are held by GCF or in the period in which the funds are received from the third party holding the event on behalf of GCF.

Revenue from donations and grants with "use or return" conditions attached is recorded initially as a liability until the condition has been met, at which point the revenue is then recorded.

Revenue from donations and grants where there is no "use or return" condition that requires GCF to both apply the funds for a specific purpose and to return the funds if not used for that purpose, is recorded as revenue when the cash or assets are received. When the revenue from donations and grants is provided for a specific purpose but without a use or return condition, the revenue is held in restricted reserves within Accumulated Funds until used to keep track of the unspent balance.

Interest income is recorded using the effective interest method.

Accumulated Funds

Accumulated surpluses are unrestricted funds which are available for use at the discretion of the Directors in furtherance of GCF's objectives which have not been designated for other purposes. Discretionary reserves are unrestricted funds reserved by the Directors for a specific purpose and created by a transfer from accumulated surpluses. Restricted reserves may only be used for a specific purpose set by an external party, for example the express wishes of a donor; a specific purpose agreed with a donor; or the terms of a fundraising appeal.

Grants Made

Grants made are recognised as a liability when the entity has a binding commitment to make the grant and an obligation to make a transfer.

Agreements to make on-going grants are disclosed as commitments only for items abnormal in relation to the entities activities or to understand the future cash requirements of the entity.

Volunteer Services

The directors provide their services on a voluntary basis with no payment made. The audit is provided on a pro-bono basis. The value of these services has not been recognised in this performance report.

Changes in Accounting Policies*

There have been no changes in accounting policies. All policies have been applied on basis of consistent with those used in previous years.

Gut Cancer Foundation
Notes to the Performance Report
For the year ended
31st March 2018

Note 1 : Analysis of Revenue

Revenue Item	Analysis	This Year \$	Last Year \$	
Fundraising events, events on behalf of GCF	LoveYerGuts	24,019	-	
	Event Income	3,684	-	
	Santa House	2,616	3,014	
	Gastrofest	-	121,784	
	Dine In for Gut cancers (5)	38,855	14,190	
	Running for Rebecca	-	2,994	
	Big Boys Toys	17,279	14,183	
	Jan Robinson Runs	-	480	
	Total		86,453	156,645

Revenue Item	Analysis	This Year \$	Last Year \$	
Donations / Grants for current operations: <ul style="list-style-type: none"> • JM Thomson \$3,000 for Awareness • Pub Charity \$7,761 for Resources • Dragon Community Trust \$2,000 for videos. 	Grants for current operations	12,761	12,076	
	Donations / Grants for Research <ul style="list-style-type: none"> • The Hugh Green Foundation \$50,000 for Clinical Fellowship • David Levene Foundation \$10,000 for research 	Donation / Grants for research	60,000	62,701
		Donations / Koha	54,546	88,272
	Donations not tagged \$54,546			
Total		127,307	163,049	

Revenue Item	Analysis	This Year \$	Last Year \$
Other Revenue	Other	-	31
Total			31

Revenue Item	Analysis	This Year \$	Last Year \$
Interest, dividends and other investment revenue	Interest BNZ accounts Perpetual Guardian Fund	338 -	1,481 -
Total		338	1,481

Gut Cancer Foundation
Notes to the Performance Report
For the year ended
31st March 2018

Note 2 : Analysis of Expenses

<u>Expense Item</u>	<u>Analysis</u>	<u>This Year</u>	<u>Last Year</u>
		\$	\$
Expenses related to public fundraising	Advertising	1,559	20,199
	Communications	3,035	7,492
	Conference expenses	-	2,788
	Design fees	-	1,583
	Event expenses	7,051	49,977
	Fundraising Institute membership	-	464
	LoveYerGuts expenses	15,446	12,137
	Computer EverydayHero	5,062	-
	Gastrofest 2018	5,935	-
	Print	1,826	-
	Total		39,914
Volunteer and employee related costs	ACC levies	-	-
	Salaries and Wages	650	-
	Expenses Travel kms	260	239
	Executive Officer Remuneration	77,093	82,798
	Total		78,003
Awareness	Printing	5,163	-
	50% of LoveYerGuts	15,446	-
	Design Fees	16,095	-
	Strategic Resource Development	2,500	12,137
	Conference Expenses	2,039	-
	Total		41,243
Grants and donations made	Clinical Research	78,449	40,950
	Clinical Trials	7,348	9,130
	Total	85,797	50,080
Other expenses	Bank charges	1,432	1,522
	Computer and IT	2,863	4,234
	General expenses	760	899
	Printing, stamps and stationery	12	1,264
	Telephone, tolls and internet	463	953
	Insurance	2,462	1,680
	Entertainment	461	523
	Legal, accounting	40	-
	Total	8,493	11,075
	Depreciation and amortisation	Depreciation and amortisation	614
Total		614	1,229

Gut Cancer Foundation
Notes to the Performance Report
For the year ended
31st March 2018

Note 3 : Analysis of Assets and Liabilities

Asset Item	Analysis	This Year \$	Last Year \$
Bank accounts and cash	Cheque account balance	285,816	303,981
	Total	285,816	303,981
		This Year \$	Last Year \$
Debtors and prepayments	Accounts receivable	6,160	-
	RWT	625	625
	GST Receivable	2,898	8,108
	Total	9,683	8,733
		This Year \$	Last Year \$
Investments	Investments	50,000	50,000
	Total	50,000	50,000
		This Year \$	Last Year \$
Other non-current assets	Intangible assets	575	1,150
	Property, plant and equipment	40	79
	Total	615	1,229
		This Year \$	Last Year \$
Creditors and accrued expenses	Trade and other payables	40,886	18,385
	GST Payable	-	-
	Total	40,886	18,385
		This Year \$	Last Year \$
Employee costs payable	Wages and salaries earned but not yet paid	7,671	8,035
	Total	7,671	8,035

Gut Cancer Foundation
Notes to the Performance Report
For the year ended
31 March 2018

Note 4 : Property, Plant and Equipment

<u>This Year</u>					
<u>This Year</u>	Opening Carrying Amount*	Purchases	Sales/Disposals	Current Year Depreciation and Impairment*	Closing Carrying Amount*
Property, Plant & Equipment					
Computers (including software)*	79			39	40
Total	79	-	-	39	40

<u>Last Year</u>					
<u>Last Year</u>	Opening Carrying Amount*	Purchases	Sales/Disposals	Current Year Depreciation and Impairment*	Closing Carrying Amount*
Property, Plant & Equipment					
Computers (including software)*	157			78	79
Total	157	-	-	78	79

<u>This Year</u>					
<u>This Year</u>	Opening Carrying Amount*	Purchases	Sales/Disposals	Current Year Depreciation and Impairment*	Closing Carrying Amount*
Intangible Assets					
Website	1,150			575	575
Total	1,150	-	-	575	575

<u>Last Year</u>					
<u>Last Year</u>	Opening Carrying Amount*	Purchases	Sales/Disposals	Current Year Depreciation and Impairment*	Closing Carrying Amount*
Intangible Assets					
Computers (including software)*	2,300			1,150	1,150
Total	2,300	-	-	1,150	1,150

Gut Cancer Foundation
Notes to the Performance Report
For the year ended
31st March 2018

Note 5: Accumulated Funds

This Year	Capital Contributed by Owners or Members*	Accumulated Surpluses or Deficits*	Restricted Reserves*	Discretionary Reserves*	Total*
Description*					
Opening Balance	-	224,962	32,963	79,598	337,523
(Deficit)*		(39,966)	-	-	(39,966)
Transfer from Accumulated Surpluses to Restricted or Discretionary Reserves*		(85,780)	62,500	23,280	
Transfer of amounts used or released from Restricted or Discretionary Reserves to Accumulated Surpluses		131,263	(69,963)	(61,300)	
Closing Balance	-	230,479	25,500	41,578	297,557

Last Year	Capital Contributed by Owners or Members*	Accumulated Surpluses or Deficits*	Restricted Reserves*	Discretionary Reserves*	Total*
Description*					
Opening Balance	-	207,461	17,032	44,022	268,515
Surplus*		69,008	-	-	69,008
Transfer to Reserves*		(149,047)	64,000	85,047	0
Transfer from Reserves*		97,540	(48,069)	(49,471)	-
Closing Balance	-	224,962	32,963	79,598	337,523

Breakdown of Reserves	Nature and Purpose*	Actual* This Year	Actual* Last Year
Name*		\$	\$
Restricted reserves	Clinical Research, trials, education and awareness	25,500	32,963
Discretionary reserves	Clinical Research, trials, education and awareness	41,578	79,598
	Total	67,078	112,561

Gut Cancer Foundation
Notes to the Performance Report
For the year ended
31st March 2018

Note 6 : Commitments and Contingencies

<u>Commitments</u>	<u>Explanation and Timing</u>	<u>Actual*</u> <u>This Year</u> <u>\$</u>	<u>Actual*</u> <u>Last Year</u> <u>\$</u>
Commitments to clinical trials and clinical research	GCF has committed to clinical trials and research. Funds will be paid once certain conditions, in particular patient recruitment, are met. The committed amounts are held in Discretionary Reserves and Restricted Reserves within Accumulated Funds.	41,578	79,598

OR (Delete one not applicable to the entity)

Contingent Liabilities and Guarantees

GCF has a three year agreement with Heroix for EveryDay Hero fundraising platform which commenced the 13th June 2017. The overall price was \$14,756.40. Monthly payments are at \$396.00NZ per month.

Gut Cancer Foundation
Notes to the Performance Report
For the year ended
31st March 2018

Notes 7-9

Note 7: Other

Goods or Services Provided to the Entity in Kind*

Description*

The directors provide their services on a voluntary basis with no payment made. Accountancy services are provided on a voluntary basis by a volunteer and the audit and legal services are provided on a pro-bono basis by PwC and Chapman Tripp respectively. The value of these services has not been recognised in this performance report. A vehicle, Hyundai I35 SUV has been provided by Turners Ltd for use by the Executive Officer.

Note 8: Related Party Transactions*

Description of Related Party Relationship*	Description of the Transaction (whether in cash or amount in kind)*	This Year	Last Year	This Year	Last Year
		\$ Value of Transactions*	\$ Value of Transactions*	\$ Amount Outstanding*	\$ Amount Outstanding*
Ruth Davy	Executive Officer Contractor	78,003	83,037	7,671	8,035
Provision of vehicle refer to Note 7					

Note 9: Events After the Balance Date*

This Year

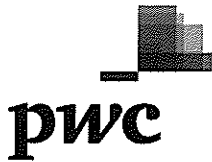
Nature of Event*

Gavin Gerrard, director, resigned date 7th June 2018

Estimate of

Financial Effect*

Effect, if any on the entity's ability to continue operating*



Independent auditor's reports

To the Directors of Gut Cancer Foundation Limited

The performance report comprises:

- the statement of financial position as at 31 March 2018;
- the statement of financial performance for the year then ended;
- the statement of cash flows for the year then ended;
- the statement of accounting policies; and
- the notes to the performance report.

Our audit engagement did not extend to include the statement of service performance or the entity information that are also included in Gut Cancer Foundation Limited's performance report.

Our qualified opinion

In our opinion, except for the effect of any adjustments that might have been necessary had we been able to obtain sufficient evidence concerning revenue from donations and fundraising events on behalf of Gut Cancer Foundation Limited as described in the Basis for qualified opinion section of our report, the performance report of Gut Cancer Foundation Limited (the Company) on pages 7 to 18 presents fairly, in all material respects, the financial position of the Company as at 31 March 2018, and its financial performance and cash flows for the year ended on that date in accordance with Public Benefit Entity Simple Format Reporting – Accrual(Not-For-Profit).

Basis for qualified opinion

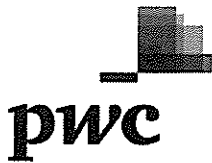
We conducted our audit of the statement of financial performance, the statement of financial position, the statement of cash flows, the statement of accounting policies and the related notes to the performance report that include other explanatory information in accordance with International Standards on Auditing (New Zealand) (ISAs NZ). Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the performance report* section of our report.

In common with other organisations of a similar nature, control over revenues from donations and fundraising events on behalf of Gut Cancer Foundation Limited prior to being banked is limited. It was not practicable to extend our examination of donations and fundraising events on behalf of Gut Cancer Foundation Limited beyond the accounting for amounts received as shown in the accounting records of the Company, or to determine the effect of the limited control.

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

We are independent of the Company in accordance with Professional and Ethical Standard 1 (Revised) *Code of Ethics for Assurance Practitioners* (PES 1) issued by the New Zealand Auditing and Assurance Standards Board and the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Other than in our capacity as auditor we have no relationship with, or interests in, the Company.



Information other than the financial statements and auditor's report

The Directors are responsible for the performance report. Our opinion on the performance report does not include the entity information or the statement of service performance included in the performance report on pages 2 to 6 and we do not express any form of assurance conclusion on the entity information or statement of service performance.

In connection with our audit of the performance report, our responsibility is to read the entity information and statement of service performance and, in doing so, consider whether they are materially inconsistent with the performance report or our knowledge obtained during the audit, or otherwise appear to be materially misstated. If, based on the work we have performed on the entity information and the statement of service performance that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of the entity information and statement of service performance, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the performance report

The Directors are responsible, on behalf of the Company, for the preparation and fair presentation of the performance report in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit), and for such internal control as the Directors determine is necessary to enable the preparation of the performance report that is free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the performance report

Our objectives are to obtain reasonable assurance about whether the performance report, as a whole, is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs NZ 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 performance report.

A further description of our responsibilities for the audit of the performance report is located at the External Reporting Board's website at:

<https://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-8/>

This description forms part of our auditor's report.



Who we report to

This report is made solely to the Directors of the Company, as a body. Our audit work has been undertaken so that we might state those matters which we are required to state in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Directors of the Company, as a body, for our audit work, for this report or for the opinions we have formed.

The engagement leader on the audit resulting in this independent auditor's report is Mary Thimbleby.

For and on behalf of:

Maria Thimbleby

Chartered Accountants
8 November 2018

Auckland