

ANNUAL REPORT 2015

HOPE
HEALING
♥ DIGNITY



The Leprosy
Mission
Australia



The Leprosy Mission Australia is proud to partner with a number of organisations in achieving its vision of Transformation: People healed and living in community with dignity, opportunity and hope.



ACFID

The Leprosy Mission Australia (TLMA) is a member of the Australian Council for International Development and is a signatory to the ACFID Code of Conduct. The Code requires members to meet high standards of corporate governance, public accountability, and financial management. TLMA is committed to full adherence to the ACFID Code of Conduct.

More information about the ACFID Code of Conduct may be obtained from The Leprosy Mission Australia website: www.leprosymission.org.au or ACFID's website: www.acfid.asn.au.

Making a complaint

If for any reason you are not happy with your dealings with TLMA, you may lodge a complaint with us:

- By telephone (Freecall): **1800 617 679**
- By email: tlmaust@leprosymission.org.au
- By Post:
**Private and Confidential
Chairman of the Board
The Leprosy Mission Australia
PO Box 293
BOX HILL VIC 3128**



Australian Government

Department of Foreign Affairs and Trade



DFAT

The Leprosy Mission Australia is an Accredited Australian Non Government Organisation (NGO) funded by the Australian Department of Foreign Affairs and Trade through the Australian NGO Cooperation Program. DFAT is the Australian Federal Government department providing foreign, trade, and development policy advice to the government. DFAT partners with and funds Accredited Australian Non Government Organisations.



MISSIONS INTERLINK

The Leprosy Mission Australia is a compliant Member of Missions Interlink, the Australian network for global mission.

Standards statement: TLMA is registered with the appropriate charity legislation within all states and territories of Australia.



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ABOUT

**We see Transformation:**

People healed and living in community with dignity, opportunity and hope

VISION

Leprosy Defeated. Lives Transformed.

MISSION

Following Jesus Christ, The Leprosy Mission strives to break the chains of leprosy, empowering people to attain healing, dignity and life in all its fullness.

VALUES

Because we follow Jesus Christ, we value Compassion, Justice, Integrity, Inclusion and Humility.

HOPE
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Working together with supporters, staff and partners - we're not only providing a cure to those people affected by leprosy, but also giving hope and dignity so they can transform their lives.

STRATEGIC PRIORITIES

The Leprosy Mission Australia:

1. has a reliable and sustainable source of income to resource the projects to which it is committed
2. partners with a spectrum of projects which effectively address the causes and consequences of leprosy
3. participates actively in a Global Fellowship to contribute expertise, share ideas and learn from others
4. has a clear governance and organisational structure to ensure effectiveness and transparency
5. has an integrated approach between its promotional strategic objectives and programmatic objectives in order to maximize outcomes and ensure appropriate and transparent donor engagement
6. maintains and strengthens partnerships with key implementing country partners towards enhanced strategies and maximised outcomes for people affected by leprosy

About The Leprosy Mission

The Leprosy Mission (TLM) is an international Christian organisation which helps people affected by leprosy.

Founded in 1874, The Leprosy Mission is the oldest and largest leprosy-focused organisation in the world today.

TLM is an international federation of 31 member countries, has over 2,000 staff and implements and supports more than 200 projects in 21 Implementing Countries.

Our expertise is in the detection, treatment, care and rehabilitation of people and communities affected by leprosy.

The Mission works in cooperation with governments, local communities, partner and local health organisations, the World Health Organisation (WHO), local Non-Government Organisations (NGOs), local churches, Christian partners and many others to achieve its Vision and Mission.

Through media and awareness campaigns, we challenge prejudices and misconceptions about leprosy. We work with community groups to encourage them to join together to find ways to make their needs heard and to become self-supporting.

HIGHLIGHTS



\$2,549,269

received in donations and gifts from supporters

How we helped change lives in **2014-15**



\$945,209
Gifts in Will received from supporters



26,533
payments received from supporters



355
people donated to the Nepal Emergency Appeal



2,591
new contacts financially supported for the first time

KIT

2,516
people received KIT monthly prayer update



53
supporters left a Gift in Will



580
children received Scholarships



5,878
people reached with Disability Rights Advocacy activities



2,480
people received Prevention of Disability Training



27,295
people reached with Health Promotion activities



1,697
people assessed & prescribed prosthetic & assistive devices



1,576
people reached through screening or contact tracing activities



1,997
people in Self Help Groups



730
new cases of leprosy diagnosed



924
Micro-Credit Training Loans provided



295
reconstructive surgeries performed



Nepal Earthquake

“We are thankful to The Leprosy Mission Australia for this help.”
Krishna and Ujjeli



1,415 households received food & non food items



1,555 treated at 15 emergency camps



2,151 tarpaulins distributed

Thank you to all supporters who contributed to the Nepal earthquake appeal.

You helped provide immediate relief to Nepalese families following the earthquake disaster.



1,316 households received 8 sheets of corrugated iron for roofing



412 people treated at Anandaban with surgery for urgent medical needs



REPORT



**Colin Martin
Chairman**

This has been a year of huge change and progress for TLMA and we have seen answers to prayer and blessings in abundance.

After a long career with TLMA, initially as Victorian State Director in 2000, then as CEO since 2006, Graham Peck has retired and is planning an active future. Graham has been passionate in both these roles and has overseen dramatic changes to both the structure and effectiveness of TLMA.

I first met Graham on the "Trek for Treatment" to Nepal in 2008. The love and compassion that he showed for those suffering from the impact of leprosy on their own lives and the lives of their families, was a major factor in my decision to become actively involved in the work of the Mission. Graham has been a great advocate for TLMA and the work that we seek to accomplish and he has been a praying and faithful servant of God. We pray that God will continue to find projects to keep Graham busy and that he will also remain active within the TLMA family.

Graham has been succeeded as CEO by Sheldon Rankin, a man already known to several people in the office as a mentor and friend. Sheldon has extensive experience in Christian Aid and Development, having worked with World Vision in Africa and Australia for 20 years, then as CEO of International Needs in Melbourne for 9 years. Sheldon joined TLMA in March 2015 and has been very busy since then, reviewing our processes and identifying areas of strength and of opportunity. As a Board, we have appreciated the chance to partner with

Sheldon in the process of review.

There have been major changes in the Board this year with the resignation of Pam Packett, Jenny Davis and Murray Sandland at the last AGM. In February, we welcomed Grace Asten, Roger Donbavand, Kevin Keegan and Tanya McPharlane onto the Board. These people bring our Board membership to twelve and add particular competencies, diversity and youthful vigour to our deliberations. Trevor Spicer, our Finance Director (Hon), has had significant health issues this year. However we praise God for answered prayer and look forward to his return to active service.

Once again we have been able to spend a weekend together as a Board in August, "in retreat". This gives us an opportunity to think more generally, outside the constraints of a routine Board meeting and to particularly concentrate on how well we function as a Board, whether our governance structures are appropriate, how we are performing against our Mission Statement and Strategic Plan and where we can improve. This was a valuable opportunity to share fellowship, to worship together and to develop a strong and positive Board culture based on prayer, shared faith, mutual understanding and respect.

After a massive effort from all the management team, staff, volunteers and Board members, TLMA has been re-accredited by DFAT for a further five years. It would be difficult to overstate the enormity of this task and its significance to our work. The process was managed by Helen

Nixon, our International Programme Manager, with assistance from Glenda Hunt, on a part-time basis. Many other people had input into the process but Helen's skill and commitment must be acknowledged. Accreditation means that we can continue to access DFAT funding for projects and allows us to state that our processes and outcomes are competent, transparent and meet or exceed industry standards. The feedback from the accreditation team was very positive.

We were shocked and saddened by the death of Rev. Val Bock in February, several days after she had finished the manuscript for her book on the history of TLMA over the last 25 years. Val had a long and diverse history with the Mission, going back to 1966 when she went to serve in PNG. She was still regularly returning to Thailand to assist the Smiths in the work at McKean. Val was a life member of TLMA and loved dearly by all who met her.

I would like to acknowledge our cross cultural staff and associates who serve so faithfully. Heather and Trevor Smith continue their very special role in Thailand, developing the work to meet the changing needs of leprosy affected people. Natalie Smith continues her Technical Advisor role to physiotherapists in Myanmar. Yuek Ming Poon has completed her role in Papua New Guinea and is currently studying at a Theological College in Vancouver, Canada. We praise God for the willingness of these faithful servants to follow where God leads.

Sally and I have had the great pleasure of meeting supporters and state

groups in Queensland, Tasmania, Victoria and New South Wales over the last twelve months and hope to travel to other states this year. It is truly uplifting to see the commitment of people to the work of TLMA in what are, in some cases, quite isolated places. Thank you to all those who prayerfully and practically support those affected by leprosy.

This year has seen some changes in the TLMA office as people have moved on to other challenges. We have farewelled Moya Barclay, Stephanie Powell, Claire Richardson, Siobhan Reeves and Chris White and thank them for the time spent with us and for their valuable input. We wish them God's richest blessings in their new situations.

Helen Nixon resigned from TLMA in August 2015 after a long association with us. Her first contact was a student placement in Nigeria in 2001, following which she served on the Victorian SAC. In 2006 Helen went as a TLMA cross cultural worker to Niger, working as an Occupational Therapist and remaining there until 2010. She then returned to Australia and took on her role as International Programmes Manager. Helen is amazingly capable and has been a strong leader and role model in the Melbourne office. Helen moves on to work with TEAR Australia. We pray that God will continue to use her talents and people skills in His service, and will continue to bless Helen and Joel throughout their lives together.

We have come through three difficult years but we now find ourselves coming to terms with our

new organisational structure and processes. We have a comprehensive Strategic Plan agreed upon at the last AGM. We have a renewed Board and a new CEO. We have a stronger and more open relationship with those in TLMI through management channels and involvement of TLMA members in Member Appointed Working Groups. We have reviewed our finances and adjusted our commitments to more closely reflect our capacity to meet them with a balanced budget. We are actively looking at reducing our costs of doing business.

These changes, along with the generosity of our supporters and the faithfulness of God, have resulted in a positive bottom line for the first time in four years; without the need to sell assets or use reserve funds. We were particularly blessed this year by several significant bequests and thank those who have chosen, and those who are still choosing, to support us in this way. This financial outcome is cause for praise.

As a Board, we look forward to the next twelve months and will continue to work with Sheldon and the Management team to maximise the impact that TLMA can have on the lives of those people affected by leprosy, their families and communities. We thank all those who support TLMA in any way, financially, in prayer or with your time, for your faithfulness in our shared ministry.

I ask for your continued support and prayers as we move into the next year, trusting in God's grace and favour on our work.



Sheldon Rankin
Chief Executive Officer

This has been a momentous and challenging year in the life of The Leprosy Mission Australia (TLMA). Not only did we undergo a successful reaccreditation by the Department of Foreign Affairs and Trade (DFAT), but we sadly took leave of Graham Peck in March. As many will know Graham served the Mission faithfully as both Victorian State Director from 2000 and Chief Executive Officer from 2006 until March 2015.

Graham, with his enthusiasm and passion for the Mission, led TLMA through some difficult changes, including:

- successfully navigating the impact of the Global Financial Crisis and
- gracefully embracing the need to restructure the operations of TLMA with courage and distinction.

We are grateful to God for Graham's service to TLMA and the TLM Global Fellowship as we have sought to engage more people in the Australian community to share in resourcing and empowering the global mission to restore the lives of people affected by leprosy.

None of this would be possible without the generosity of our supporters throughout Australia. Some 12,934 individuals, groups, churches, trusts and the Australian Government through a grant from DFAT, mobilised \$5.3 million to resource the work of the Mission.

Emergency Relief is generally not part of the programmatic focus of the Mission. However, the devastating earthquake in Nepal meant that we

could not stand idly by while so many lost their lives and their homes. A total of 355 TLMA supporters rallied to the cause enabling us to allocate nearly \$150,000 to the relief and rehabilitation efforts.

We are also very mindful of the contribution made by many volunteers, both in Australia and in Implementing Countries, who make TLMA's life-changing work a reality.

These dedicated people in Australia include staff members in the National Office, Australian staff working in the Implementing Countries, the Board Chairman Colin Martin and members of the National Board, National Council members, State Advisory Committee members, Auxiliaries and Support Group members, Prayer Partners, List Secretaries, Volunteer Ambassadors, organisations and people arranging and leading fundraising events and adventures and the many volunteers who are doing all sorts of activities to help achieve the goals of the Mission.

Without the participation of these thousands of volunteers around Australia, the Mission would not be able to function efficiently and effectively and contribute so generously to resource the global mission.

Our desire is to increase the number of people in the Australian community to engage in supporting the global mission and increase the impact TLMA can make in the Implementing Countries to help eradicate the causes and consequences of leprosy.

The past year has seen the progressive implementation of the new Vision and Strategy that we trust will engage

the local church and volunteer ambassadors in supporting the Mission.

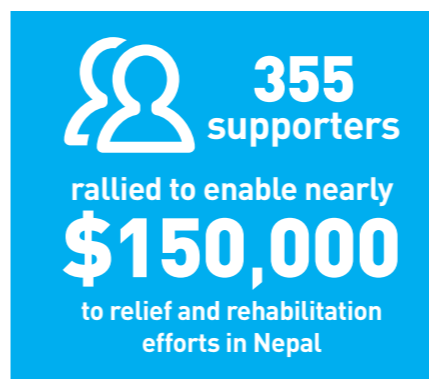
The Board, State Advisory Committees, staff members and volunteers around Australia have focussed their endeavours on achieving the strategies and goals agreed to at the National Conference, and you can read the highlights of these activities in the following pages of this Review.

Thank you to everyone who has prayed, financially supported and worked hard during the year to help TLMA to achieve its purpose and goals during the past year.

The Mission values your hard work, encouragement, prayer and practical support very much as we work in partnership together with our implementing country partners to achieve the vision of a world without leprosy.

We look forward with great excitement to your continuing support in the coming year!

I hope that you will enjoy reading about just some of the many thousands of lives that have been transformed in this year past.



355 supporters
rallied to enable nearly
\$150,000
to relief and rehabilitation
efforts in Nepal



Shyam Tamang stands outside his collapsed house destroyed by the earthquake on 25 April 2015. Photo taken in May when TLM Nepal needs assessment team visited Dhading district, north-west of Kathmandu.

Leprosy defeated
Lives transformed

EVALUATIONS HELP US TO RECOGNISE AREAS FOR IMPROVEMENT AND GREATER IMPACT IN THE FUTURE



To ensure that our projects overseas have the greatest possible impact in seeing “leprosy defeated and lives transformed”, TLMA conducts regular evaluations of its work. These evaluations help us to recognise areas for improvement and greater impact in the future.

The following evaluations were conducted in 2014-15

RECLAIM EDR Project Mid-Term Evaluation – Nepal, January 2015

Half way through the project’s five year duration, this evaluation found that significant gains have been made in terms of increasing the social participation of people affected by leprosy in their communities in rural eastern Nepal. The most significant learning from the evaluation centred around the importance of ensuring that group members themselves felt ownership for their group’s plans and directions, as opposed to relying on the guidance of project staff. Thus an increased focus on improving the independence of group members has been built into the remaining two years of the project.

Papua New Guinea Leprosy Control Strategy Evaluation – June 2015

In partnership with the World Health Organisation, Leprosy Mission New Zealand and the Government of PNG, TLMA assisted in conducting a five-yearly evaluation of PNG’s National Leprosy Control Strategy. The most significant findings from the evaluation were that leprosy remains as a significant public health problem in certain regions of rural PNG. Therefore TLMA will be looking to develop a further leprosy control project in PNG following the completion of the three year PNG Leprosy Control Partnership Project which comes to an end in December 2015.

Community Based Rehabilitation (CBR) Project – Timor Leste, March 2015

Before the CBR project came to the end of its five year cycle in June 2015, an end term evaluation was undertaken to assess the impact the project had made for people affected by leprosy and/or disability in remote communities in Timor Leste. The evaluation found that the project had made significant impact in terms of improving the sanitation of the rural communities. It also found that building toilets had other unexpected benefits such as improving the social standing of people with disabilities. The evaluation also found that groups established by the project required more networking with government and other organisations in order to be sustainable long term. Thus the CBR SEHD Project (commencing July 2015) will focus on establishing better community connections for existing CBR groups as well as establishing new groups.



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PROJECTS

Nepal



EMPOWERING PEOPLE WITH DISABILITY (PARTICULARLY AS A RESULT OF LEPROSY) TO LEAD DISCRIMINATION FREE, HEALTHY AND DIGNIFIED LIVES.



RECLAIM Eastern Development Region Project

The RECLAIM EDR project works to develop communities in rural Nepal through the empowerment of people with disability (particularly as a result of leprosy), enabling them to lead discrimination free, healthy and dignified lives and to be change agents. The project is implemented by Nepal Leprosy Fellowship.

The project is now three years into its five year cycle, and achieved the following key successes in the last year:

- 405 people affected by leprosy trained in self care and prevention of disability – which helps ensure the prevention of new/further impairment as a result of leprosy.
- 206 project participants have started small businesses following income generation training from the project.
- 360 different community social activities were organised by the project's Self Help Groups. These activities include sanitation awareness raising, community cleaning days and leprosy awareness raising events.
- 260 group members trained in basic literacy.
- Improved functional ability for participants through the provision of assistive devices (such as wheelchairs and hearing aids) to 286 people with disabilities.

- 27 schools modified to ensure accessibility for children with disabilities (such as installation of ramps to classrooms and disability accessible taps).

Participatory Action for Community Empowerment and Development in Chitwan Makwanpur and Parsa (PACED CHAMP)

The PACED CHAMP project works in a participatory way to improve the social, material and health related well-being of people affected by leprosy and other disability as well as other marginalised people from selected communities in the Chitwan, Makwanpur and Parsa districts of Nepal. This Project is implemented by Leprosy Mission Nepal.

Having just completed its first year of a five year cycle, project staff are happy to report the following initial key successes:

- Formation of 32 new Self Help Groups of people affected by leprosy and or disability.
- 3 community awareness events to educate community members on domestic and gender violence issues.
- 3 community awareness events to educate community members about leprosy.
- 435 Self Help Group members trained in small business development.
- 15 people provided with assistive devices (such as walking frames and wheelchairs) as per physiotherapy referrals.

Nepal Education Program

The Education Program of Leprosy Mission Nepal helps ensure that children affected by leprosy and or disability (as well as children from families affected by leprosy/disability) don't miss out on getting an education. Over the last year, the education program provided support for 267 of these children. This includes support for primary, secondary and tertiary education.

Nepal Self Care Unit

The Self Care Unit at Anandaban Hospital, just outside of Kathmandu, provides self care education to people affected by leprosy. Before returning home, patients at Anandaban who have sensory loss and muscle weakness as a result of leprosy, attend the Self Care Unit – usually staying for about two weeks. Staff at the unit use this time to educate patients on how to prevent and care for wounds as well as how to prevent the development of further disability. It's a comprehensive and practical education program that covers topics ranging from the importance of wearing shoes to how to cook without getting burnt - essential for someone who is unable to feel heat! Over the course of the last year, the Self Care Unit has trained more than 200 people.

Timor Leste

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WORKING WITH COMMUNITIES, THE TIMOR LESTE MINISTRY OF HEALTH AND OTHER LOCAL HEALTH FACILITIES TO STRENGTHEN EARLY DETECTION OF LEPROSY



Better Health for Communities affected by leprosy in high endemic districts of Timor Leste

This project works with communities, the Timor Leste Ministry of Health and other local health facilities to strengthen early detection of leprosy - towards better prevention and management of disability in affected communities in the Oecusse, Dili and Baucau districts of Timor Leste.

Some key successes of the project in the last year:

- 71 doctors trained in leprosy diagnosis and management.
- 24 schools in high endemic areas screened for leprosy (resulted in four new cases of leprosy identified and treated).
- Community level screening activities resulted in 11 new cases of leprosy being diagnosed and treated.
- 222 people affected by leprosy trained in self-care and prevention of disability.
- 73 people with disability received assistive devices.
- 34,034 people informed about leprosy through community education sessions in high endemic districts.

The Rural Timor Leste Community Based Rehabilitation (CBR) "Enablement" Project

This project focuses on improving the inclusion of people with disabilities in their communities. It works in five districts primarily through Self Help Groups. The main activities include economic empowerment, access to health care and assistive devices and inclusive water and sanitation.

Some key successes of the project in the last year:

- 30 disability accessible toilets constructed in communities, allowing people with disabilities to access toilets independently.
- Five people with disabilities had their homes modified to be more disability accessible - this means people with disabilities are able to independently access their communities.
- 216 people affected by leprosy and/or disability assisted in establishing small businesses.

Note: The CBR project came to an end in June 2015. A new project, which continues some of the work of the CBR project as well as expanding into new communities, called "CBR Social, Economic and Health Development (SEHD)" commenced on the first of July 2015.

The Timor Leste National Disability Awareness Project

This project works in close partnership with Ra'es Hadomi Timor Oan - the National Disabled Persons Organisation of Timor Leste. The project aims to strengthen the voice of people with disabilities in Timor Leste, both politically and within local communities. This means the project activities range from advocating the government for policies that include people with disabilities (eg. equal rights to education) to working at a community level to give people with disabilities access to small loans and training so they can start their own small businesses.

Some key successes of the project in the last year:

- 17 schools made more physically accessible to children with disabilities.
- Training teachers and parents on how to include children with disabilities in 23 schools (209 teachers trained).
- 92 children with disabilities given scholarships to attend schools.
- 8 people with disabilities supported to start their own small businesses.
- 17 students graduated from the Community Based Rehabilitation Course (at the University of Timor Leste) through the support of the project.
- 19 disability accessible toilets built in communities.

Nigeria

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IMPROVING ACCESS TO QUALITY LEPROSY, DISABILITY AND NEGLECTED TROPICAL DISEASE (NTD) SERVICES



Integrated Neglected Tropical Disease (NTD) and Disability Project in Zamfara State

This project aims to increase communities' access to quality leprosy, lymphatic filariasis and disability services in Zamfara State, Nigeria within an integrated health system. The project works in partnership with the Government of Nigeria to improve health services at a local level as well as working with communities to help ensure that people with disabilities are included in society.

The Integrated NTD project commenced in July 2014, and some of the first year's key achievements are as follows:

- The establishment of 8 new Self Care Groups – to train people affected by leprosy and lymphatic filariasis in disability management and prevention.
- 30 government health workers and 90 community volunteers trained in leprosy and lymphatic filariasis diagnosis and management.
- 14 new leprosy cases and 65 new LF cases detected.
- Provision of assistive devices (such as wheelchairs and crutches) to 106 people with disabilities.





India

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PROVIDING MULTI-DRUG THERAPY, RECONSTRUCTIVE SURGERY, REHABILITATION AND ULCER CARE



The Kothara and Vadathorasalur Community Hospitals and the Philadelphia Leprosy Hospital Salur

These hospitals provide much needed medical care to people affected by leprosy including Multi-Drug Therapy, reconstructive surgery, rehabilitation and ulcer care. As well as leprosy care, the hospitals also provide general medical services to their local communities.

Last year, the combined efforts of these three hospitals saw:

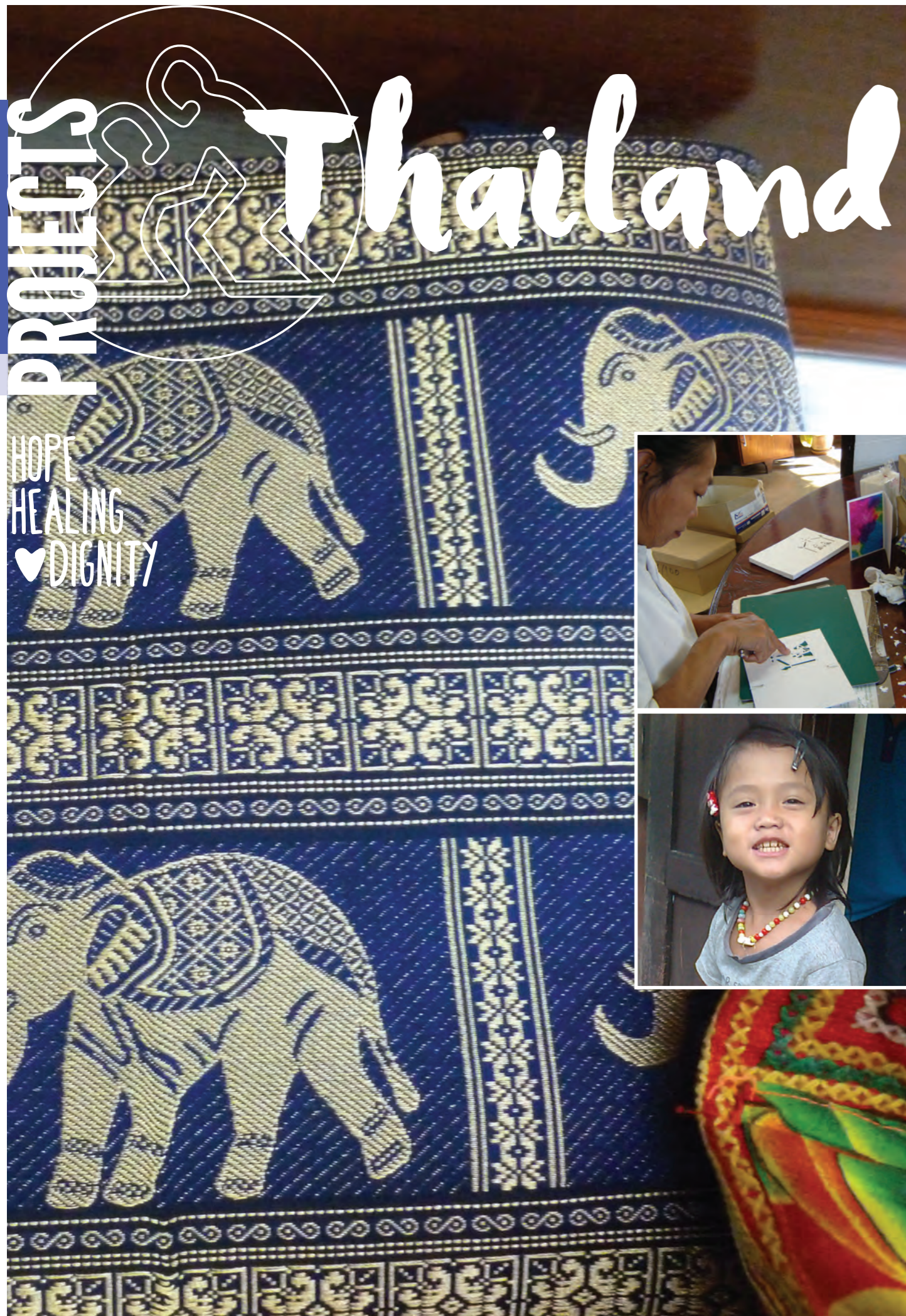
- More than 51,000 people treated for leprosy and general health conditions.
- 679 new leprosy cases identified.
- 1,612 people affected by leprosy provided with counselling.
- 279 people receive reconstructive surgery for leprosy impairments.

The Partnerships, Advocacy, Research and Training towards Inclusion (PARTI) project.

This project started in January 2014, building on lessons learned in the Disability Rights Project (previously supported by TLMA). The aim of this project is that people with disabilities are able to claim their rights in terms of employment, education, health care and community participation. The project works at a village level to establish groups of people with disabilities and then assists these groups in advocating for their rights. In this way, the project has benefitted 3,638 people with disabilities in targeted communities. The project has also worked to establish two Disability Information Centres – so that people with disabilities are able to seek advice about their rights and the services available to them.

Thailand

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STRENGTHENING LEPROSY AND DISABILITY SERVICES IN THE NORTHERN AND WESTERN BORDER REGIONS OF THAILAND



The McKean Rehabilitation Centre Leprosy Control and Rehabilitation Project

The McKean Leprosy Control and Rehabilitation Project aims to strengthen leprosy and disability services in the northern and western border regions of Thailand. To achieve this, the project works to promote the active finding of new leprosy cases (working in partnership with government health workers) as well as helping ensure that health workers are able to provide appropriate treatment to people affected by leprosy. Project staff at the McKean Rehabilitation Centre also work to provide high quality healthcare and disability services to marginalised and disadvantaged people.

Over the last year, the project has had the following successes:

- 32 new leprosy patients identified and provided with Multi-Drug Therapy (MDT).
- 419 medical workers trained in leprosy diagnosis and management.
- 264 people with disabilities received assistive devices, giving them greater physical independence.
- 54 people affected by leprosy and/or disability participated in sustainable livelihood training.



Papua New Guinea

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APPROPRIATE MEDICAL TREATMENT PROVIDED TO PEOPLE AFFECTED BY LEPROSY, IMPROVED DETECTION AND MANAGEMENT OF NEW CASES TO HINDER THE SPREAD OF THE DISEASE



The PNG Leprosy Control Partnership Project

The aim of this project is to see a reduced leprosy burden in Papua New Guinea; addressing the medical as well as social consequences of leprosy. Thus the project aims to see appropriate medical treatment provided to people affected by leprosy, as well as improved detection and management of new cases so that the spread of the disease is hindered. The project also works to provide opportunities for people affected by leprosy to gain paid employment and helps communities to recognise the rights of people affected by leprosy so they are able to participate socially in their own communities.

Some key achievements of the PNG project in the last year:

- Leprosy manual developed with clear directions on the detection and treatment of leprosy. These manuals (2,000 copies) were provided to health facilities in all provinces of PNG.
- 37 senior government health staff and 105 community level health staff (from leprosy endemic provinces) trained in leprosy diagnosis and treatment.
- 23 "leprosy ambassadors" appointed – people affected by leprosy (or from families affected by leprosy) to speak to communities and raise awareness about leprosy.
- A mobile skin clinic conducted in partnership with government staff resulted in 16 new cases of leprosy identified and provided with Multi Drug Therapy.



Colin Leonard Martin
GAICD, MB.BS, DRANZCOG, Grad.Dip.
FM, MPH&TM, FRACGP
General Medical Practitioner

Appointed Director 12 July 2012
 Appointed Chairman 20 September 2014
 Member of TLMA's International Program Committee as well as the Human Resources and Governance Committee

Colin has been practising as a rural procedural GP and practice administrator for 35 years, with a focus on people in need. His field work experience in Nepal (9 months over 6 years) developed an understanding of the problems and issues facing that country in the implementation of services and programs.

Steven Meredith
Grad Dip Mgt, GAICD
Banking and Business Management

Appointed Director 21 October 2013
 Appointed Deputy Chair 20 September 2014
 Chair of TLMA's Human Resources and Governance Committee

Steven has over 25 years of banking, corporate treasury and business development and possesses expertise in corporate governance, finance, risk management and succession planning. He has held a number of senior executive leadership roles, both domestically and internationally. Steven is a qualified company Director. He is actively involved in leadership in his local church and is passionate about supporting the work of Christian, Not for Profit and missionary organisations in Melbourne.

Peter Jeffrey Geddes
BMin Tech Hons, GAICD, FAusIMM
Engineering Consultant

Appointed Director 16 May 2011
 Member of TLMA's Finance, Audit and Risk Committee as well as the

Investment Committee (previously LFA Committee)

Peter brings 31 years of technical, management and consulting experience in Boards. His expertise includes the areas of management, risk, governance and finance.

Trevor Spicer
B.Bus, CPA, MAICD, AFAIM
Hon. Financial Director

Appointed Director 17 July 2013
 Member of TLMA's Finance, Audit and Risk Committee as well as the Human Resources and Governance Committee

Trevor is a CPA, a member of the Australian Institute of Company Directors, an Associate Fellow of the Australian Institute of Management and a member of the Australasian Compliance Institute. He brings high-level financial, strategic planning, risk management and governance skills to this position. Trevor also serves on Boards of several other Christian and Not for Profit organisations.

Stephen Lockrey
B.Comm., CA
Risk Management

Appointed Director 21 October 2013
 Member of TLMA's Finance, Audit and Risk Committee as well as a the International Program Committee

Stephen has extensive Aid and Development industry experience following 10 years as Chief Financial Officer with an aid and development NGO. He brings finance and risk management expertise to this role. Stephen has wide Not for Profit Board experience, currently a Board member of Jubilee Housing Inc.

Chrysy Savvides
B Visual Communications
Graphic Designer

Elected Director 16 Oct 2006.

Appointed Director 16 October 2006
 Member of TLMA's Prayer, Engagement and Fundraising Committee

Chrysy has had 30 years advertising experience. Initially she was with an international advertising agency, Ogilvy & Mather (8 years), then Australian agency, Harris Robinson & Courtenay (5 years), followed by another smaller agency (8 years) and now freelance. Her clients included a few Not for Profit organisations.

Robert Charles Stuart Swanton
FCPA
Company Director

Appointed Director 2 October 1995
 Member of TLMA's Finance, Audit and Risk Committee as well as the Investment Committee (previously LFA Committee)

Robert is a retired Accountant and Financial/Investment Advisor. He served as Deputy Chairman of the TLMA Board from 11 February 2000 to 15 May 2006 and then Chairman from 15 May 2006 to 21 April 2012.

Adam Walker
BA LLB (Hons) LLM (Commercial Law)
Law, Governance and Management

Appointed Director 21 October 2013
 Member of TLMA's Human Resources and Governance Committee

Adam is currently a partner with Gadens Lawyers, primarily practising in technology, intellectual property and competition and consumer law. He is a member of the Law Institute of Victoria, the Franchise Council of Australia, Intellectual Property Society of Australia and New Zealand and the Victorian Society for Computers and the Law. Adam brings with him broad experience in commercial and corporate law, supported by a Master of Laws (Commercial Law) postgraduate qualification.

The Leprosy Mission Australia is governed by a Board of Directors, comprised of members from various fields of expertise within the community. Members include representatives from financial, medical, field service, promotional and marketing, and human resource fields.

The following National Council members are the elected governance body for 2014-15, and known as the National Board.

Tanya McPharlane
MBA (Law) CCC BN AFCHSM MAICD

Appointed Director 9 February 2015
 Member of TLMA's Human Resources and Governance Committee

With a 31 year career as a registered nurse and nurse administrator, Tanya is currently a governance consultant practising primarily in the Healthcare Industry. She is a member of the Australian Institute of Company Directors, an Associate Fellow of the Australasian College of Health Service Managers and a Mentor for Leadership Victoria and the ACHSM. Tanya brings with her broad experience in healthcare; clinical, operational, business and human resource management. Her experience is supported by a Master of Business Administration (Law) and directorship, auditing and clinical postgraduate qualifications.

Roger Donbavand
B.A. (Hons) Ph.D
Branding, Marketing, Strategy

Appointed Director 9 February 2015
 Chair of TLMA's Prayer, Engagement and Fundraising Committee

Having been the General Manager at Mission Australia, Roger brings a wide variety of Not for Profit experience. He is a consultant for Opportunity International (the leaders in micro finance for the developing world), the International Volunteers for Peace Australia and Fine Music. Following 30 years in the commercial world advising major global clients, Roger currently runs his own consultancy, specialising in providing strategy, marketing and branding expertise to Not for Profit organisations. Roger holds a PhD in Social Sciences and is a Fellow of the Royal Society of Arts. He is also a bursary holder for the Commonwealth

Leaders Study Conference Challenge 2015 which is in London and India.

Rev. Kevin Keegan
Grad.Cert.NFP Management; Grad.
Dip.Th, B.Th, TAE40110 Cert IV
Training & Assessment, Cert.Ministry
Consultancy, Cert.Ordination

Appointed Director 9 February 2015
 Member of TLMA's Prayer, Engagement and Fundraising Committee

Kevin is the CEO/National Director of FEBC Australia and an ordained Baptist minister. With qualifications in theology, Not for Profit management, consultancy and training, 25 years of leading churches and 3 years chairing an international mission association – Kevin brings leadership, strategy, theological thinking, cross-cultural awareness and mission experience to this position.

Grace Asten
Masters of Social Science
(International Development): RMIT.
Bachelor of Arts: Australian National
University. Diploma of Government:
Australian Public Service Commission

Appointed Director 9 February 2015
 Member of TLMA's International Program Committee

Having worked with support and field teams in Australia and the United Kingdom as well as East, West and Southern Africa, Grace brings a wide range of experience from across small and large NGOs in the international development sector. Grace holds a Masters Degree in International Development and has a passion for effective community development which empowers communities to draw on their strengths to work together towards community defined goals.

Retired from the Board

Pamela Joy Packett
BMin Cert Pst Coustl
Counsellor

Elected Director 12 January 1995.
 Served overseas as a Cross Cultural worker. Chairman of Board since 21 April 2012. Deputy Chairman from February 2008 to April 2012. Resigned 20 September 2014.

Jennifer Margaret Davis
BSc MASM
Microbiologist

Elected Director 12 January 1995;
 Chairman from February 2000 to 15 May 2006. Member of The Leprosy Mission International Board December 2001 to June 2009. Member of the International Program and Human Resources & Governance Committees.

Jason Hoen
Assoc. Dip Bus (Acc)
Sales and Office Management

Finance Committee, Donvale Christian College. Board member for three years. Resigned 17 November 2014.

Alister Murray Sandland
MBBS DTM&H
Medical practitioner (retired)

Infectious diseases practitioner
 Supporter and Honorary Advisor for 40 years. Board member for 13 years. Resigned 20 September 2014.

National Council Members

Dr W Britton
 Mr S Coombe
 Mrs J Davis
 Mr P Geddes
 Mr J Hoen (retired December 2014)
 Mr S Lockery
 Dr C Martin
 Mr S Meredith
 Mrs P Packett
 Dr B Pandey
 Mr F O'Neil (retired AGM 2014)
 Miss M Ronalds
 Dr A M Sandland
 Mr T Spicer
 Mr R Swanton
 Miss C Savvides
 Mrs D Scott
 Mrs M Thompson
 Mr A Walker

State Representative Members of National Council

Queensland
 Ms B Cunningham
 Ms J Satish
 Ms R Deighton

Western Australia
 Mrs A Steed
 Miss H Newton

Victoria
 Dr B Edwards
 Mr D Horsburgh

Tasmania
 Rev D Le Rossignol (retired June 2015)
 Miss M Mead

New South Wales
 Mrs S Martin
 Ms J Walmsley

South Australia
 Ms J Mark (retired June 2015)

Life Members

Mrs Hilda Berends
 Mr Ray Dorn
 Mrs Betty Dorn
 Mrs Joy Billingham
 Mr Ian Milne
 Rev Val Bock
 Mrs Jean Porteous
 Mrs Margery Bonsor
 Mrs Denise Scott
 Mrs Jean Branson
 Mr Keith Skillicorn
 Mr Tom Broderick
 Mr Jack Torrance
 Mrs Netta Torrance
 Mrs Martry Cole
 Mr Robert Cole
 Dr Grace Warren
 Mrs Ruth Wheatley
 Mrs Jennifer Davis
 Mrs Pam Packett
 Dr (Alister) Murray Sandland
 Mr Sid Coombe
 Mr Ron Dawes
 Mr Peter Warren
 Dr Russell Conway

We acknowledge the passing of Life Member Rev Val Bock during the year.

Officers

Chairman:
 Dr Colin Martin

Deputy Chair:
 Mr Steven Meredith

Finance Director (Hon.):
 Mr Trevor Spicer
 Mr Peter Geddes (acting)

Chief Executive Officer:
 Mr Sheldon Rankin (from March 2015)
 Mr Graham Peck (until March 2015)

National Office Staff

Donor Services Department
Donor Services Coordinator
 Mrs Amanda Cameron (4 days)

Senior Donor Services Officer
 Mrs Glenda Hunt (3 days)

Donor Services Officer
 Ms Georgie Barclay (4 days)

Casual Staff
 Mr Evan Trchala
 Mr Jared Catchpoole
 Mr Wayne Lewis
 Mr John Schoer
 Mrs Lizzie Schoer
 Miss Nicole Hepworth (from February 2015)
 Miss Laura Ong (from August 2014)
 Miss Emma Bui (from February 2015 until April 2015)
 Miss Libbie Arnott (until December 2014)
 Mr Swee Yong Ong (until July 2015)
 Miss Mel Endacott (until February 2015)

International Programs Department
International Program Manager
 Mrs Helen Fernandes

International Program Officer:
 Mr James Montgomery

Merchandise Department
Merchandise Coordinator
 Mr Supun Thejana (from January 2015)
 Mr Chris White (until December 2014)

Casual Staff
 Mr Rod Veal (until January 2015)
 Mr Joel Fernandes
 Miss Jill Ponting

Volunteer staff
 Mr Steve Reidy-Crofts
 Mr Wayne Lewis
 Mr John Plant
 Ms Felicity Daly

HOPE
 HEALING
 ♥ DIGNITY

Dedicated staff and volunteers are
Working with Passion
 to create a world without leprosy

National Engagement Department

Digital Communications Coordinator
 Mr Andrew Hateley (from April 2015)
 Mrs Julie Coombe (interim from January 2015)
 Ms Stephanie Powell (until December 2014)

Relationship Managers
 Mrs Pam Lake
 Mrs Moya Barclay (until December 2014)

Direct Mail Coordinator
 Mr Paul Andrews (from June 2015)

Casual Staff
 Mrs Elizabeth Hardiman (from May 2015)

Volunteer Staff
 Monthly mail-out packers group led by Helen O'Rouke

Finance Department
Finance and Admin Manager
 Mr Mark Richardson

Accounting Supervisor
 Mrs Geraldine Toh (4 days)

Accounting Officer
 Mr Kent Zang

Data Analyst
 Mr Simon Xue (from May 2015)

Casual Staff
 Mr Anm Islam (from September 2014)
 Mr Aaron Shen (from October 2014)

Volunteer Staff
 Mr Bill McDonald
 Various accounting interns

Office Management
Front Desk
 Ms Miriam Ullrich (from July 2014)
 Miss Clare Richardson (until July 2014)

PA to CEO/HR
 Ms Bronwyn Taylor

Casual Staff
 Miss Nicole Hepworth (from September 2014)

Mr Steven Mitchell (from September 2014 until February 2015)

Volunteer staff
 Various short-term volunteers and interns

Cross Cultural Staff
Papua New Guinea
 Miss Yuek Ming Poon

Thailand
 Dr Trevor and Mrs Heather Smith

Myanmar
 Ms Natalie Smith

Bankers:
 ANZ Banking Group

Auditors:
 Seward Dawson

Supporters and donors of The Leprosy Mission Australia are part of a global movement of people striving to achieve a world without leprosy.

The Leprosy Mission Australia is one of 31 member countries which make up the Global Fellowship of the international organisation of The Leprosy Mission. Each country has the same vision – a world without leprosy – but works to fulfill this vision in different ways. The 31 countries include both Supporting Countries (those that raise funds for projects overseas) and Implementing Countries (those that receive TLM funds for use in TLM projects). Currently, India is the Implementing Country with the largest number of TLM projects.

Australia, a Supporting Country, focuses its work on funding projects in **Nigeria, Papua New Guinea, Timor Leste, Nepal, India and Thailand**, and works to provide expertise as well as funds to the projects we partner with.

Supporters can be assured that The Leprosy Mission Australia is part of a worldwide organisation with around 2,000 staff with more than 135 years of experience in working with leprosy.



HOPE
HEALING
♥ DIGNITY

Together we're
Changing Lives with
Gifts of Love

Jesus' love challenges us to put others first and to remember the poor and oppressed.

One person in three in the world is living in poverty.

By giving we share with others our abundance and God's love and compassion.

Gifts of Love have touched the hearts of many families and individuals in Nigeria, Timor Leste, India, Papua New Guinea and Thailand.

Your support is helping to change the world. It provides hope, healing and dignity to those in desperate need.

 **YOUR**
support

through Gifts of Love raised

\$199,000

to support people affected by leprosy and disability

GIFTS
— OF —
LOVE

AUDITED FINANCIAL STATEMENTS

YEAR ENDING
30 JUNE 2015

HOPE
HEALING
♥ DIGNITY

 The Leprosy
Mission
Australia

FINANCES



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**The Leprosy Mission Australia
(A Company Limited by Guarantee)**

ACN: 067 616 193
ABN: 52 354 004 543

Financial Statements
For the Year Ended
30 June 2015

The Leprosy Mission Australia

 ABN 52 354 004 543
 (A Company Limited by Guarantee)

DIRECTORS' REPORT

Your directors present their report on the company for the year ended 30 June 2015

Directors

The names of the directors in office at the date of this report or who have held office during the year are:

Mrs Grace Asten (appointed 09/02/2015)	Mrs Jennifer Davis (resigned 20/09/2014)
Dr Roger Donbavand (appointed 09/02/2015)	Mr Peter Geddes
Mr Jason Hoen (resigned 17/11/2014)	Rev. Kevin Keegan (appointed 09/02/2015)
Mr Stephen Lockrey	Dr Colin Martin
Mrs Tanya McPharlane (appointed 09/02/2015)	Mr Steve Meredith
Mrs Pamela Packett (resigned 20/09/2014)	Dr Murray Sandland (resigned 20/09/2014)
Miss Chrisy Savvides	Mr Trevor Spicer
Mr Robert Swanton	Mr Adam Walker

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

Principal Activity

The principal activity of the company, as a Christian charity, is to raise funds for overseas aid in order that the physical, mental, social and spiritual needs of sufferers of leprosy can be assisted in their cure and rehabilitation from leprosy. No significant changes in the nature of this activity occurred during the year.

The company's objectives are:

- To minister in the name of Jesus Christ to the physical, mental, social and spiritual needs of individuals and communities disadvantaged by leprosy.
- To work with those affected by leprosy or other disabilities in a manner which provides rehabilitation and subsequent integration into society.
- To uphold the dignity of those with whom we minister and to see transformation in their lives.
- To engage in projects in partnership with others to focus on the relief of poverty and the creation of sustainable development within communities.
- To work towards the ultimate eradication of leprosy.

To achieve these objectives, the company has adopted the following:

- Increasing the number of people supporting the Mission.
- Encouraging a Vibrant Prayer Ministry.
- Developing a Partnership Programme with Churches and Christian Schools.
- Recruiting Volunteer Ambassadors promoting TLM in the Community.
- Refining and enhancing a Key Donor / Bequest program.
- Resourcing and Empowering Implementing Countries.
- Maintaining Department of Foreign Affairs & Trade (DFAT) Australian Aid accreditation and appropriate funding to our needs for specific projects.

2015 Result

The Leprosy Mission Australia (TLMA) has achieved a surplus for the year of \$50,437 whilst generally maintaining budgeted support for international programs, but without property asset sales, as had occurred in each of the previous two years. The annual result was supported by increases in Donations (up \$155,860) and in Bequests (up \$399,664), plus expenditure savings to last year in Fundraising and Merchandise totalling \$178,663. Revenue totalling \$5.38M resulted in \$3.31M being disbursed to international programs with \$2.02M being spent on support and administrative functions in Australia. Australian Government, Department of Foreign Affairs and Trade (DFAT) funding provided a total of \$1.24M or 23% of the total revenues. The yield of 62% to international programs (as % of revenue) exceeded this year's target of 56% due to increased donor revenues and decreased operating costs.

The financial health of the organisation is sound; underpinned by a stable donor base, the recently confirmed DFAT five year accreditation and \$1.54M of financial assets. Our financial objective in 2015-16 is to sustainably increase donor revenues while maintaining tight controls on costs.

Directors' Report
Auditor's Independence Declaration
Income operating statement in ACFID code of conduct format
Statement of Comprehensive Income
Statement of Financial Position
Statement of Changes in Equity
Statement of Cash Flows
Notes to and Forming Part of the Financial Statements
Directors' Declaration
Auditor's Report

The Leprosy Mission Australia

 ACN 067 616 193
 ABN 52 354 004 543
 (A Company Limited by Guarantee)

Financial Statements
For The Year Ended to 30 June 2015

Key Performance Measures

The company assesses its own performance through the use of both quantitative and qualitative measures. The following measures are used by the Board & management to assess the financial sustainability of the company and whether the company's objectives are being achieved.

	2015		2014	
	Actual	Target	Actual	Target
International Aid and Development Programs	Year to 30 June	Year to 30 June	Year to 30 June	Year to 30 June
Total Number of Projects Supported	16	N/A	15	N/A
Percentage of projects visited by Programs Staff:				
Projects on 12 month review cycle	83.3%	100.0%	100.0%	100.0%
Projects on 24 month review cycle	62.5%	50.0%	71.4%	50.0%
Total Number of Projects with DFAT Funding	6	N/A	6	N/A
Total DFAT Australian Aid Grant Amount	\$ 1,241,522	N/A	\$ 1,190,667	N/A
Remittance amount by Country;				
• DR Congo	\$ -	\$ -	\$ 105,237	\$ 52,619
• India	\$ 531,514	\$ 324,845	\$ 396,039	\$ 395,774
• Nepal	\$ 357,406	\$ 395,977	\$ 492,876	\$ 490,752
• Nigeria	\$ 134,157	\$ 153,791	\$ -	\$ -
• PNG	\$ 833	\$ 10,000	\$ 8,639	\$ 103,664
• Timor Leste	\$ 915,747	\$ 1,008,427	\$ 1,219,325	\$ 1,034,534
• Myanmar	\$ 28,828	\$ 20,000	\$ 1,672	\$ 10,000
• Thailand	\$ 103,258	\$ 80,944	\$ 70,236	\$ 77,972
Total Disbursements to Programs (including DFAT)	\$ 2,071,743	\$ 1,993,984	\$ 2,294,023	\$ 2,165,314
Percentage of Funds for primary medical care	37.0%	30.4%	23.0%	26.0%
Percentage of funds allocated to community development projects	58.4%	65.3%	70.9%	69.0%
Percentage of funds allocated to other projects	4.6%	4.3%	6.1%	5.0%
Operational and Financial				
Total number of transactions	26,533		28,111	
Proportion of funding provided by:	Note			
• DFAT	2	23.1%	20.0%	24.5%
• Fundraising	2	65.0%	69.0%	60.6%
• Merchandise	2	6.9%	8.0%	8.6%
• Investments & other revenue	2	5.0%	3.0%	4.9%
Proportion of funding spent on:				
• International Programs				
Total Disbursements (Including DFAT)		38.5%	52.7%	47.3%
Support Costs (Including DFAT)		16.1%	N/A	13.5%
Others' Projects, Channelled Funds		3.4%	N/A	1.6%
• Community Education Costs		3.5%	3.0%	2.8%
Yield as a % of total revenue less asset sales		61.6%	55.7%	65.2%
• Fundraising	3	16.4%	18.2%	24.1%
• Merchandise	3	10.9%	15.4%	9.9%
• Investments		0.8%	1.0%	1.0%
• Accountability & Administration	3	9.3%	9.7%	8.7%

Respective Funding sources and Expenditure items are expressed as a % of their individual amounts to Total Revenue less Non Operating Activities (i.e. asset sale proceeds). All of these respective amounts appear on Page 16, apart from International Programs and Investment costs which appear in the Income Operating Statement on Page 6.

Information on Directors

The particulars of the qualifications, experience and special responsibilities of each director as at 30/06/2015 are as follows:

Grace Asten	Masters of Social Science (International Development): RMIT	Appointed Director 9 February 2015.
	Bachelor of Arts: Australian National University. Diploma of Government: Australian Public Service Commission.	
	Experience across small and large NGOs in the international development sector, having worked with support and field teams in Australia and the United Kingdom, as well as East, West and Southern Africa. Grace has a passion for effective community development which empowers communities to draw on their strengths to work together towards community defined goals. Member of the International Program Committee.	
Roger Donbavand	B.A. (Hons) Ph.D	Appointed Director 9 February 2015.
	Branding, Marketing, Strategy.	
	A wide variety of not for profit experience having been a General Manager at Mission Australia. Currently runs his own consultancy which specialises in providing strategy, marketing and branding expertise to not for profits to make them more effective in their mission and vision; founded on over 30 years of commercial experience.	
	Member of the Prayer, Promotion and Fundraising Committee.	
Peter Jeffrey Geddes	BMin Tech Hons, GAICD, FAusIMM	Appointed Director 16 May 2011.
	Engineering Consultant.	
	Management, Risk, Governance and Finance. 31 years of Technical, Management and Consulting experience in the international mining industry, including cross-cultural roles. Experienced on public and private mining company boards.	
	Member of the Finance, Audit and Risk Committee, Member of the Investments Committee.	
Rev. Kevin Keegan	Grad.Cert.NFP Management; Grad.Dip.Th,	Appointed Director 9 February 2015.
	B.Th, TAE40110 Cert IV Training & Assessment, Cert.Ministry Consultancy, Cert.Ordination	
	Kevin is the CEO/National Director of FEBC Australia, and an ordained Baptist minister. 25 years of leading churches & 3 years chairing an international mission association: Kevin brings leadership, strategy, theological thinking, cross-cultural awareness and mission experience to the Board. Member of the Prayer, Promotion and Fundraising Committee.	
Stephen Lockrey	B.Comm., CA	Appointed Director 21 October 2013.
	Risk Management	
	Finance experience and risk management experience, Aid & Development industry experience. CFO role (10 years) with an aid and development NGO, wide NFP Board experience. Board member of Jubilee Housing Inc.	
	Member of the Finance, Audit and Risk Committee, Member of the International Program Committee.	
Colin Leonard Martin	GAICD, MBBS, DRANZCOG, Grad Dip FM, MPH&TM, FRACGP	Appointed Director 12 July 2012.
	General Medical Practitioner.	
	Having spent nine months in Nepal working with staff at Anandaban Hospital, has allowed for an understanding of the issues facing that country in terms of implementation of services and programmes. Colin has been a rural GP and practice administrator for 35 years. Member of the International Programmes Committee and the Human Resources and Governance Committee. Chair of the Board of The Leprosy Mission Australia.	
Tanya McPharlane	MBA(Law) CCC BN AFCHSM MAICD	Appointed Director 9 February 2015.
	With a 31 year career as a registered nurse and nurse administrator, she is currently a governance consultant, practising primarily in the Healthcare Industry. Tanya brings with her broad experience in healthcare; clinical, operational, business and human resource management. Member of the Human Resources and Governance Committee.	
Steve Meredith	Grad Dip Mgt, GAICD	Appointed Director 21 October 2013.
	Banking & Business Management.	
	Over 25 years of banking, corporate treasury, human resources and business development experience. Held a number of senior executive leadership roles with National Australia Bank, both domestically and internationally (UK / USA / Asia), leading a variety of functions and teams. Consulted to international banks in the U.S and Canada on talent management, succession planning and executive recruitment. Chairman of the Human Resources and Governance Committee.	
Chrisy Savvides	B Visual Communications	Appointed Director 16 October 2006.
	Graphic Designer.	
	30 years in advertising. Initially with an international advertising agency, Ogilvy & Mather (8yrs), then Australian agency, Harris Robinson & Courtenay (5yrs), another smaller agency for 8 years, then decided to freelance. Clients include a few 'not-for-profits'. Chairman of the Prayer, Promotion and Fundraising Committee.	
Trevor Spicer	B. Bus, CPA, MAICD, AFAIM	Appointed Director 17 July 2013.
	Accounting & Business Management.	
	Over 25 years of Accounting and Administration management including 3 years as National Accounting Manager for Toll Express, 7 years as Director of Finance & Admin for Baptist Union of Victoria and 8 years as Director of Corporate Services for Global Interaction.	
	Chair of the Finance, Audit and Risk Committee, Member of the Human Resources & Governance Committee.	
Robert Charles Stuart Swanton	FCPA	Appointed Director 2 October 1995.
	Company Director.	
	Retired Accountant and Financial/Investment Adviser. Deputy Chairman from 11 February 2000 to 15 May 2006; Chairman of Board from 15 May 2006 to 21 April 2012. Member of the Finance, Audit and Risk Committee and member of the Investment Committee.	
Adam Walker	BA LLB (Hons) LLM(Commercial Law)	Appointed Director 21 October 2013.
	Law, governance & management	
	Partner of the law firm, Gadens, practicing in commercial and corporate law.	
	Member of the Human Resources & Governance Committee.	

Directors' Meetings	No. of Eligible Meetings	No. of Meetings Attended
Director		
Mrs Grace Asten	3	3
Mrs Jennifer Margaret Davis	1	1
Dr Roger Donbavand	3	3
Mr Peter Jeffrey Geddes	5	5
Mr Jason Hoen	2	1
Rev. Kevin Keegan	3	2
Mr Stephen Lockrey	5	4
Dr Colin Leonard Martin	5	5
Mrs Tanya McPharlane	3	3
Mr Steve Meredith	5	4
Mrs Pamela Joy Packett	1	1
Dr Alister Murray Sandland	1	1
Miss Chrisy Savvides	5	5
Mr Trevor Spicer	5	3
Mr Robert Charles Stuart Swanton	5	5
Mr Adam Walker	5	5

Directors' Benefits

Since the end of the previous financial year no director has received or become entitled to receive a benefit other than:

- A benefit included in the aggregate amount of emoluments received and due and receivable by directors shown in the accounts; or
- The fixed salary of a full-time employee of the company or related body corporate, by reason of a contract made by the company or a related body corporate with a director, a firm of which the director is a member or an entity in which he has a substantial financial interest.

Directors' and Auditors' Indemnification

The company has not, during or since the financial year, in respect of any person who is or has been an officer or auditor of the company or a related body corporate:

- indemnified or made any relevant agreement for indemnifying against a liability incurred as an officer, including costs or expenses in successfully defending legal proceedings; or
- paid or agreed to pay a premium in respect of a contract insuring against a liability incurred as an officer for the costs or expenses to defend legal proceedings;

with the exception of the following matter,

- During or since the financial year, the company has paid premiums to insure each of the directors against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of director of the company, other than conduct involving a willful breach of duty in relation to the company. The contract of insurance prohibits disclosure of the extent of cover or the premiums paid in respect of such insurance.

Proceedings on behalf of Company

The company was not a party to any proceedings during the year, nor is aware of any pending proceedings.

Auditor's Independence Declaration

The auditor's independence declaration for the year ended 30 June 2015 has been received and can be found on page 5 of the directors' report

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


 Director
 Dated: 31st August 2015


 Director

I declare that, to the best of my knowledge and belief, during the year to 30 June 2015 there have been:

- No contraventions of the auditor independence requirements as set out in the Australian Charities and Not-for-profit Commission (ACNC) Act 2012 in relation to the audit; and
- No contraventions of any applicable code of professional conduct in relation to the audit.

SAWARD DAWSON
 Chartered Accountants



Partner: Tim Flowers
 Date: 31 August 2015

Blackburn, Victoria

**INCOME OPERATING STATEMENT IN ACFID CODE OF CONDUCT FORMAT
 for the year ended 30 JUNE 2015**

	Note	2015 \$	2014 \$
REVENUE			
Donations and Gifts			
• Monetary	2a	2,549,269	2,393,409
• Non Monetary	2a	-	-
Bequests and Legacies	2a	945,209	545,545
Grants			
• Department of Foreign Affairs and Trade (DFAT)	2a	1,241,522	1,190,667
• Other Australia	2a	500	66,000
• Other Overseas		-	-
Merchandise Income	2a	370,412	416,388
Investment Income	2b	263,914	226,634
Proceeds from Sale of Fixed Assets	2c	2,897	656,929
Other Income	2a	7,284	12,468
Revenue for International Political or Religious Proselytisation Programs		-	-
TOTAL REVENUE	2c	5,381,007	5,508,040
EXPENDITURE			
International Aid and Development Programs Expenditure			
International Programs			
• DFAT Grants - Funds to International Programs	21	1,046,953	1,050,922
• DFAT Grants - In Australia Costs		99,295	67,034
• DFAT Grants - Admin/Overhead Costs		81,385	58,705
• The Leprosy Mission Australia's Funds to International Programs		1,025,404	1,243,763
• Program Support Costs to Projects		687,838	527,718
• Others' Projects, Channelled Funds		181,380	79,496
Community Education Costs		189,008	136,982
Fundraising Costs - Public	3	883,452	1,167,802
- Govt, Multilateral and Private Sector		-	-
Merchandise - Cost of Goods Sold	3	176,675	208,351
- Operating Costs	3	412,139	272,704
Investment Expenses		44,155	47,671
Costs of Fixed Assets Sold		3,219	639,852
Accountability and Administration	3	499,667	421,589
Non-Monetary Expenditure		-	-
Total International Aid and Development Programs Expenditure		5,330,570	5,922,589
Expenditure for International Political Programs		-	-
Expenditure for International Religious Proselytisation Programs		-	-
Domestic Programs Expenditure (Incl Monetary & Non Monetary)		-	-
TOTAL EXPENDITURE		5,330,570	5,922,589
Excess/(Shortfall) of Revenue over Expenditure		50,437	(414,549)

The above Income Operating Statement should be read in conjunction with the accompanying notes

Cash Movements for Designated Grants and Donations

	Cash available at beginning of year	Cash raised during the year	Cash disbursed during the year	Cash available at end of year
Designated amounts greater than 10% of total income	0	299,877	(299,877)	0
Total for other purposes	810,644	5,948,249	(6,020,257)	738,636
Total	810,644	6,248,126	(6,320,134)	738,636

Statement of Comprehensive Income for the year ended 30 June 2015

	2015 \$	2014 \$
Net current surplus	50,437	(414,549)
Other Comprehensive Income		
Items that will not be reclassified subsequently to profit or loss:		
Gain on Revaluation of Non-Current Assets	-	-
Items that will be reclassified subsequently to profit or loss when specific conditions are met:		
Fair value remeasurement gains/(losses) on available-for-sale financial assets	(49,812)	84,106
Total other comprehensive income	(49,812)	84,106
Total comprehensive income	625	(330,443)

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes

Statement of Financial Position as at 30 June 2015

		\$	\$
	Note	2015	2014
Current Assets			
Cash and Cash Equivalents	6	738,636	810,644
Trade and Other Receivables	7	93,818	110,900
Inventories	8	109,609	119,652
Financial Assets	9	1,542,101	1,503,543
Other Assets	10	28,663	20,082
Total Current Assets		2,512,827	2,564,821
Non-Current Assets			
Property, Plant and Equipment	11	2,078,114	2,013,081
Total Non-Current Assets		2,078,114	2,013,081
Total Assets		4,590,941	4,577,902
Current Liabilities			
Trade and Other Payables	12	107,161	154,714
DFAT Grants Received in Advance		71,196	-
Borrowings	13	50,000	50,000
Short Term Provisions	14	113,692	127,893
Total Current Liabilities		342,049	332,607
Non-Current Liabilities			
Long Term Provisions	14	8,560	5,587
Other Liabilities		-	-
Total Non-Current Liabilities		8,560	5,587
Total Liabilities		350,609	338,194
Net Assets		4,240,332	4,239,708
Equity			
Reserves	18	2,768,550	2,818,363
Retained Earnings		1,471,782	1,421,345
Total Equity		4,240,332	4,239,708

The above Statement of Financial Position should be read in conjunction with the accompanying notes

Statement of Changes in Equity for the year ended 30 June 2015

	Retained Earnings	Asset Revaluation Reserve	Financial Asset Revaluation Reserve	Reserve of Leprosy Fund Australia	Total	
	Note	18	18	18		
		\$	\$	\$	\$	
Balance at 1 July 2014		1,522,912	1,726,027	196,792	1,124,420	4,570,152
Deficit from Operating Activities		(414,549)	-	-	-	(414,549)
Transfers to and from Reserves		312,982	(312,982)			-
Revaluation increment/decrement of Assets		-	-	84,106	-	84,106
Balance at 30 June 2014		1,421,345	1,413,045	280,897	1,124,420	4,239,708
Surplus from Operating Activities		50,437	-	-	-	50,437
Transfers to and from Reserves			-			-
Revaluation increment/decrement of Assets		-	-	(49,812)	-	(49,812)
Balance at 30 June 2015		1,471,782	1,413,045	231,085	1,124,420	4,240,332

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes

Statement of Cash Flows for the year ended 30 June 2015

	\$	\$
	<u>Note</u>	<u>2015</u>
		<u>2014</u>
Cash Flows From Operating Activities		
Receipts from supporters and other income		3,563,501
Payments to overseas aid, suppliers and employees		(5,416,748)
Grants received		1,375,734
Interest received		33,427
Dividends received		10,068
Net Cash Inflow from Operating Activities	15(b)	(434,019)
Cash Flows from Investing Activities		
Proceeds from the sale of Property, Plant and Equipment		656,929
Proceeds on sale of investment securities		463,482
Payment for property, plant and equipment		(56,569)
Payment for investments		(399,269)
Net Cash Inflow / (Outflow) from Investing Activities		664,573
Net Increase/(Decrease) In Cash Held		230,555
Cash at the beginning of the Financial Year		580,089
Cash at the end of the Financial Year	15(a)	810,644

The above Statement of Cash Flows should be read in conjunction with the accompanying notes

Notes to and forming part of the accounts for the year ended 30 June 2015

Note 1. Summary of Significant Accounting Policies

Basis of Preparation

The financial report covers the company The Leprosy Mission Australia (TLMA), a company limited by guarantee, incorporated and domiciled in Australia. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards - reduced disclosure regime including Australian Accounting Interpretations, and the Australian Charities and Not-for-profit Commission (ACNC) Act 2012.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements, except for cash flow information, have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Accounting Policies

a. Income Tax

No provision for income tax has been raised as the entity is exempt from income tax under Div 50 of the Income Tax Assessment Act 1997.

b. Inventories

Inventories are measured at the lower of cost and current replacement cost.

c. Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair values as indicated, less, where applicable, accumulated depreciation and impairment losses.

Property

Freehold land and buildings are shown at their fair value, based on periodic, but at least triennial, valuations by external independent valuers, less subsequent depreciation for buildings.

In periods when the freehold land and buildings are not subject to an independent valuation, the directors conduct directors' valuations to ensure the carrying amount for the land and buildings is not materially different to the fair value.

Increases in the carrying amount arising on revaluation of land and buildings are recognised in other comprehensive income and accumulated in the revaluation surplus in equity. Revaluation decreases that offset previous increases of the same class of assets shall be recognised in other comprehensive income under the heading of revaluation surplus. All other decreases are charged to the income operating statement.

Any accumulated depreciation at the date of the revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

Plant and Equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the depreciable replacement cost.

Depreciation

The depreciable amount of all fixed assets including buildings, but excluding freehold land, is depreciated on a straight line basis over the asset's useful life to the entity commencing from the time the asset is held ready for use.

The depreciable rates used for each class of depreciable assets are:

<u>Class of Fixed Assets</u>	<u>Depreciable Rate</u>
Motor Vehicles	20.0%
Office Equipment, including computers	30.0%
Furniture & Fittings	15.0%
Plant & Equipment	4% & 10%
Buildings	2.5%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Notes to and forming part of the accounts for the year ended 30 June 2015

Note 1. (Continued)

Asset classes carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the income operating statement. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

d. Financial Instruments

Initial Recognition and Measurement

Financial assets are initially measured at fair value on trade date, which includes transaction costs when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below:

- (i) **Loans and receivables**
Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost.

Loans and receivables are included in current assets, except for those which are not expected to mature within 12 months after reporting date. (All other loans and receivables are classified as non-current assets.)
- (ii) **Available-for-sale financial assets**
Available-for-sale financial assets are non-derivative financial assets that are either not capable of being classified into other categories of financial assets due to their nature, or they are designated as such by management. Available-for-sale financial assets are reflected at fair value. Unrealised gains and losses arising from changes in fair value are taken directly to equity.
- (iii) **Financial liabilities**
Non-derivative financial liabilities are recognised at amortised cost, comprising original debt less principal payments and amortisation.

Fair value

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

Impairment

At each reporting date, the directors assess whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether an impairment has arisen. Impairment losses are recognised in the income operating statement.

e. Impairment of Assets

At the end of each reporting period, the entity reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income operating statement.

Where it is not possible to estimate the recoverable amount of an individual asset, the directors estimate the recoverable amount of the cash-generating unit to which the class of assets belong.

f. Foreign Currency Transactions and Balances

Functional and Presentation Currency

The functional currency of the entity is measured using the currency of the primary economic environment in which the entity operates. The financial statements are presented in Australian dollars which is the entity's functional and presentation currency.

Transactions and balances

Foreign currency transactions are translated into functional currency using the exchange rates prevailing at the date of the transaction. Foreign currency monetary items are translated at the year-end exchange rate.

Exchange differences arising on the translation of monetary items are recognised in the income operating statement.

Notes to and forming part of the accounts for the year ended 30 June 2015

Note 1. (Continued)

g. Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may not satisfy vesting requirements. Those cash outflows are discounted using market yields on corporate bonds with terms to maturity that match the expected timing of cash flows.

Contributions are made by the company to employee superannuation funds and are charged as expenses when incurred.

h. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments (including term deposits) able to be readily convertible to known amounts of cash with minimal risk of changes in value. The directors have deemed long-term deposits to be cash and cash equivalents as they can be withdrawn at short notice with minimal interest penalty.

i. Revenue

Donations and bequests are recognised as revenue when received.

Government grants are recognised as income when invoiced, based on approval of the grant to the extent that funds received relate to the year of income. When funds relate to future years activities and there is an obligation to repay those funds if not spent for the approved purpose then such funds are recognised as a liability until they are expended.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the state of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Revenue from the sale of goods is recognised upon the delivery of goods to customers.

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

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

Donations of Gifts in Kind are recognised as income based on a valuation upon the receipt of the goods.

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

j. Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST components of investing and financing activities, which are disclosed as operating cash flows.

k. Trade and Other Payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the company during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

l. Comparative Figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

m. Unexpended Grants

The entity receives grant monies to fund projects either for contracted periods of time or for specific projects irrespective of the period of time required to complete those projects.

It is the policy of the entity to treat grant monies as unexpended grants in the statement of financial position where the entity is contractually obliged to provide the services in a subsequent financial period to when the grant is received or in the case of specific project grants where the project has not been completed.

Notes to and forming part of the accounts for the year ended 30 June 2015

Note 1. (Continued)

n. Contributions

The Leprosy Mission Australia receives non-reciprocal contributions from the donors and other parties for no or a nominal value.

Donations in kind are recognised as income based on a valuation upon the receipt of the goods. These contributions are recognised at the fair value on the date of acquisition upon which time an asset is taken up in the statement of financial position and revenue in the statement of comprehensive income.

o. Critical Accounting Estimates and Judgments

The directors evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the company.

Key Estimates

Impairment

The freehold lands and buildings were independently valued at 16 January 2013 by independent valuers. The valuation was based on the fair value less cost to sell. The critical assumptions adopted in determining the valuation included the location of the land and buildings, the demand for land and buildings in the area and recent sales data for similar properties.

Key Judgments

Available-for-sale investments

The company maintains a portfolio of securities with a carrying value of \$1,542,101 at the end of the reporting period.

Doubtful debts provision

A review was conducted of accounts receivable at 30 June 2015 which determined that all debts were recoverable in full. Consequently, no doubtful debt provision has been made at 30 June 2015.

p. Adoption of new and amending Accounting Standards

Preparers of financial statements should be aware as to the potential effect of the adoption of new or amending Standards on an entity's financial statements. For example, while applicable to the financial statements of the company, the adoption of the following Accounting Standards has been deemed either not to affect the financial statements of the company or to have an effect that is immaterial such that no AASB 108 or other transitional disclosures have been triggered.

The company applied the following accounting standards, together with the relevant consequential amendments arising from related Amending Standards, from the mandatory application date of 1 January 2014:

- AASB 10 Consolidated Financial Statements
- AASB 12 Disclosure of Interests in Other Entities
- AASB 127 Separate Financial Statements

AASB 10 provides a revised definition of control that may result in changes to the composition of the consolidated group.

The first time adoption of AASB 10 did not result in any changes to the financial report as it was determined the company does not control any investee.

The first time adoption of other new or amended Accounting Standards with mandatory application dates applicable to this financial reporting period were concluded to have no impact on the financial statements upon initial application.

q. New Accounting Standards for Application in Future Periods

The AASB has issued a number of new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods, some of which are relevant to the company. The company has decided not to early adopt any of the new and amended pronouncements. The company's assessment of the new and amended pronouncements that are relevant to the company but applicable in future reporting periods is set out below:

AASB 9: Financial Instruments and associated Amending Standards (applicable for annual reporting periods commencing on or after 1 January 2018).

The key changes that may affect the company on initial application of AASB 9 and associated Amending Standards include certain simplifications to the classification of financial assets, simplifications to the accounting of embedded derivatives, and the irrevocable election to recognise gains and losses on investments in equity instruments that are not held for trading in other comprehensive income. AASB 9 also introduces a new model for hedge accounting that will allow greater flexibility in the ability to hedge risk, particularly with respect to the hedging of non-financial items. Should the company elect to change its hedge accounting policies in line with the new hedge accounting requirements of AASB 9, the application of such accounting would be largely prospective.

Notes to and forming part of the accounts for the year ended 30 June 2015

Note 1. (Continued)

q. New Accounting Standards for Application in Future Periods (Continued)

Although the directors anticipate that the adoption of AASB 9 may have an impact on the company's financial instruments, it is impracticable at this stage to provide a reasonable estimate of such impact.

AASB 15 Revenue from Contracts with Customers (applicable to annual reporting periods commencing on or after 1 January 2017).

When effective the new standard will replace the current accounting requirements applicable to revenue with a single principles based model. Except in a limited number of exceptions, including leases, the new revenue model in AASB 15 will apply to all contracts with customers as well as non-monetary exchanges between entities in the same line of business to facilitate sales to customers and potential customers.

Although the directors anticipate the adoption of AASB 15 may have an impact on the company's financial statements, given the AASB has not yet released application guidance for AASB 15 in relation to not-for-profit entities, it is impractical at this stage to determine any impact.

Notes to and forming part of the accounts for the year ended 30 June 2015

Note 2. Revenue	Notes	2015 \$	2014 \$
(a) Ordinary Activities			
Operating Activities:			
Sales of Merchandise		370,412	416,388
Donations		2,549,269	2,393,409
Bequests received		945,209	545,545
DFAT Grants		1,241,522	1,190,667
Non Government Grant		500	66,000
Other		7,284	12,468
Non Operating Activities:			
Proceeds from Sale of Property, Plant and Equipment		2,897	656,929
Total Ordinary Activities		<u>5,117,093</u>	<u>5,281,406</u>
(b) Investment Activities			
Investment Income		263,914	226,634
Total Investment Activities		<u>263,914</u>	<u>226,634</u>
(c) Activity Summary			
Operating Activities		5,114,196	4,624,477
Non Operating Activities		2,897	656,929
Investment Activities		263,914	226,634
Total Revenue		<u><u>5,381,007</u></u>	<u><u>5,508,040</u></u>

Note 3. Significant Expenses

Expenses:			
Fundraising Costs - Public	Staff costs	405,854	589,059
	Appeals & Promotions	307,759	388,503
	Special Events & Travel	87,812	87,447
	Property, Equipment & Other	82,027	102,793
		<u>883,452</u>	<u>1,167,802</u>
Merchandise - Cost of Goods sold		176,675	208,351
Merchandise - Operating Costs	Staff costs	74,187	83,647
	Appeals & Promotions	272,943	179,750
	Other	65,009	9,307
		<u>412,139</u>	<u>272,704</u>
Accountability and Administration - Operating Costs	Staff costs	414,523	347,480
	Governance & Financial Costs	11,117	10,901
	Technology & Communications	19,229	20,671
	Property & Equipment	38,511	32,169
	Other	16,287	10,368
		<u>499,667</u>	<u>421,589</u>
Depreciation expense (included in the Property & Equipment expenses)		51,639	47,530
Non Operating Activities:			
Loss on Sale of Property, Plant and Equipment		322	-

Notes to and forming part of the accounts for the year ended 30 June 2015

Note 4. Key Management Personnel Compensation

	Short-term Benefits	Post- employment Benefits \$	Other Long- term Benefits \$	Total \$
2015				
Total Compensation	131,147	24,126	6,289	161,561
2014				
Total Compensation	111,863	17,224	5,419	134,506

Since 30 June 2014 no director of the company has received an entitlement, remuneration or benefit because of a contract that the director, or a firm of which the director is a member, or an entity in which the director has a substantial financial interest, has made with the company during the period ended 30 June 2015 or at any other time.

Note 5. Auditor's Remuneration

	2015 \$	2014 \$
Remuneration of the auditor for the		
- auditing or reviewing the financial report	13,500	13,000
- other	917	1,113

Notes to and forming part of the accounts for the year ended 30 June 2015

	Cash and Cash Equivalents	
	<u>2015</u>	<u>2014</u>
	\$	\$
Cash on Hand	550	650
Cash at Bank	732,617	804,629
Cash Management Trust	5,469	5,366
	<u>738,636</u>	<u>810,644</u>
Note 7. Receivables		
Trade Receivables	77,841	84,743
	<u>77,841</u>	<u>84,743</u>
Other Debtors - GST	15,977	26,158
	<u>93,818</u>	<u>110,900</u>
Note 8. Inventories		
At cost	109,609	119,652
At net realisable value	-	-
	<u>109,609</u>	<u>119,652</u>
Note 9. Financial Assets		
Current		
Available-for-sale Financial Assets:		
- investments in Australian listed equities & securities	1,203,632	1,242,799
- investments in Overseas listed equities & securities	338,469	260,744
	<u>1,542,101</u>	<u>1,503,543</u>
Non-Current		
Available-for-sale Financial Assets:		
- investments in Australian listed equities & securities	-	-
Held-to-maturity Financial Assets		
- investments in government and fixed interest securities	-	-
	<u>-</u>	<u>-</u>
Note 10. Other Assets		
Prepayments	28,663	20,082
	<u>28,663</u>	<u>20,082</u>

Notes to and forming part of the accounts for the year ended 30 June 2015

	Non-Current Assets – Property, Plant and Equipment	
	<u>2015</u>	<u>2014</u>
	\$	\$
Land and Building		
Land		
At fair value	1,500,000	1,500,000
	<u>1,500,000</u>	<u>1,500,000</u>
Building		
At fair value	400,000	400,000
Less: Accumulated Depreciation	(25,000)	(15,000)
	<u>375,000</u>	<u>385,000</u>
Total Land and Building	<u>1,875,000</u>	<u>1,885,000</u>
Plant and Equipment		
Motor Vehicles - at cost	85,942	77,136
Less: Accumulated Depreciation	(31,730)	(50,816)
	<u>54,212</u>	<u>26,320</u>
Furniture & Equipment - at cost	298,601	281,500
Less: Accumulated Depreciation	(220,650)	(241,660)
	<u>77,951</u>	<u>39,840</u>
Plant - at cost	102,749	85,517
Less: Accumulated Depreciation	(31,798)	(23,596)
	<u>70,951</u>	<u>61,921</u>
Total Plant and Equipment	<u>203,114</u>	<u>128,081</u>
Total Property, Plant and Equipment	<u>2,078,114</u>	<u>2,013,081</u>

Valuations of Land and Buildings

The revaluation of freehold land and building at Box Hill Vic were based on the assessment – by the Directors - of their “fair values” as at balance date, such values being equivalent to their current market valuations.

Independent valuation to support such current market valuations were undertaken by Joshua Fulton, AAPI of Opteon (Victoria) Pty Ltd for the Box Hill property on 14th January, 2013.

(a) Movements in Carrying Amounts

	Land and Building	Motor vehicles	Furniture and equipment	Plant and Equipment	Total
Balance at beginning of year	1,885,000	26,320	39,840	61,921	2,013,081
Additions	-	43,064	59,596	17,232	119,892
Disposals	-	(3,219)	-	-	(3,219)
Revaluation	-	-	-	-	-
Depreciation Expense	(10,000)	(11,953)	(21,485)	(8,202)	(51,640)
Carrying amount at 30 June 2015	<u>1,875,000</u>	<u>54,212</u>	<u>77,951</u>	<u>70,951</u>	<u>2,078,114</u>

Notes to and forming part of the accounts for the year ended 30 June 2015

Note 12. Trade and Other Payables

	<u>2015</u>	<u>2014</u>
	\$	\$
Unsecured		
Trade Creditors	11,422	73,461
Accrued Expenses	13,500	13,000
Other Payables	82,239	68,253
	<u>107,161</u>	<u>154,714</u>

Note 13. Borrowings

Interest Free Loans from supporters	50,000	50,000
	<u>50,000</u>	<u>50,000</u>

The only borrowing facility is the Corporate Credit Card and the unused facility is \$35,000 as at balance date; as a small cash balance is maintained to ensure no or minimal interest is charged.

Note 14. Provisions

Current		
Provision for Employee Benefits: Annual Leave	96,310	90,340
Provision for Employee Benefits: Long Service Leave	17,381	37,553
	<u>113,692</u>	<u>127,893</u>
Non-Current		
Provision for Employee Benefits: Long Service Leave	8,560	5,587
	<u>8,560</u>	<u>5,587</u>
	<u>122,251</u>	<u>133,479</u>

A provision has been recognised for employee entitlements relating to annual and long service leave for employees. In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based on historical cost. The measurement and recognition criteria for employee benefits has been included in Note 1.

Notes to and forming part of the accounts for the year ended 30 June 2015

Note 15. Cash Flow Information

	<u>2015</u>	<u>2014</u>
	\$	\$
(a) Reconciliation of Cash		
Cash at the end of the financial period as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:		
Cash on Hand	550	650
Cash at Bank	732,617	804,629
At call deposits with Financial Institutions	5,469	5,366
	<u>738,636</u>	<u>810,644</u>
(b) Reconciliation of Cash Flow from Operations with Operating Surplus (Deficit)		
Operating Surplus/(Deficit)	50,437	(414,549)
Depreciation	51,640	48,073
(Decrease)/Increase in provision for obsolescence for Inventory	-	(4,067)
Net Loss/(Profit) on sale of Non-Current Assets	322	(17,078)
Net Loss/(Profit) on sale of Investments	(75,069)	(65,506)
Changes in Assets and Liabilities		
(Increase)/ decrease in Trade Debtors & Other Debtors	17,083	41,068
(Increase)/ decrease in Prepayments	(8,581)	1,003
(Increase)/ decrease in Inventories	10,043	21,245
Increase / (decrease) in Trade Creditors and Accruals	(47,553)	(46,256)
Increase / (decrease) in Employee Provisions	(11,228)	2,049
Increase / (decrease) in DFAT Grants received in advance	71,196	-
NET CASH OUTFLOWS FROM OPERATING ACTIVITIES	<u>58,289</u>	<u>(434,019)</u>

Notes to and forming part of the accounts for the year ended 30 June 2015

NOTE 16 - Financial Instruments

The Leprosy Mission Australia's financial instruments consist mainly of deposits with banks, marketable securities, accounts receivable, loans payable and leases.

The totals for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

	<u>Note</u>	<u>2015</u>	<u>2014</u>
		\$	\$
Financial Assets			
Cash and Cash Equivalents	6	738,636	810,644
Trade and Other Receivables	7	93,818	110,900
Available-for-sale Financial Assets	9	1,542,101	1,503,543
Total Financial Assets		2,374,555	2,425,087
Financial Liabilities			
Trade and Other Payables	12	107,161	154,714
Interest Free Loans	13	50,000	50,000
Total Financial Liabilities		157,161	204,714

Financial Risk Management Policies

The Board of Directors overall risk management strategy seeks to assist the company in meeting its financial targets, whilst minimising potential adverse effects on financial performance. Risk management policies are approved and reviewed by the Board of Directors on a regular basis.

Notes to and forming part of the accounts for the year ended 30 June 2015

Note 17. Reporting Requirements Under The New South Wales Charitable Fundraising Act 1991

	<u>2015</u>	<u>2014</u>
	\$	\$
a) Aggregate gross income and total direct expenses of appeals		
The Leprosy Mission Australia raises donations through direct appeals throughout the year		
Appeals		
February Appeal	24,515	25,570
April Appeal	36,652	42,790
June Appeal	73,925	76,226
August Appeal	21,035	28,813
October Appeal	26,776	25,481
December Appeal	65,982	62,438
Special Appeal	-	-
Total Appeals	248,885	261,317
Other Activities	350,282	466,115
Gross Proceeds from Appeals and Other Activities	599,167	727,432
Cost of Appeals		
February Appeal	3,837	2,112
April Appeal	2,983	2,347
June Appeal	8,161	7,541
August Appeal	5,970	3,893
October Appeal	5,174	904
December Appeal	9,136	4,268
Special Appeal	0	2,164
Total Cost of Appeals	35,262	23,229
Other Activities	12,167	21,282
Total direct costs of appeals and other activities	47,429	44,511
Net surplus from appeals and other activities	551,737	682,921
b) Details of appeal income and costs		
2015		
Total cost of appeals / gross income from appeals	35,262 / 248,885	14.17%
Net surplus from appeals / gross income from appeals	213,623 / 248,885	85.83%
2014		
Total cost of appeals / gross income from appeals	23,229 / 261,317	8.89%
Net surplus from appeals / gross income from appeals	238,088 / 261,317	91.11%

Note 18. Reserves

Asset Revaluation Reserve
 The asset revaluation reserve records all revaluation of property, plant and equipment.

Financial Asset Revaluation Reserve.
 The financial asset revaluation reserve records revaluation of all financial assets.

Reserve of Leprosy Fund Australia
 The Reserve represents the amount received from Serpell Estate in 2002 plus other donations for investments.

Notes to and forming part of the accounts for the year ended 30 June 2015

Note 19. Fair Value Measurements

The company measures and recognises the following assets at fair value on a recurring basis after initial recognition

Available-for-sale financial assets

Available-for-sale financial assets comprise direct investments in Australian listed equities where the fair value is determined based on the bid price as at the balance date and investments in property and overseas equity funds where the fair value is based on the unit redemption price at at balance date.

Freehold land and buildings

Freehold land and buildings fair value is determined at least every three years based on valuations by an independent valuer. At the end of each intervening period, the directors review the independent valuation and, when appropriate, update the fair value measurement to reflect current market conditions.

The company does not subsequently measure any liabilities at fair value on a recurring basis, or any assets or liabilities at fair value on a non-recurring basis.

Note 20. Company Details

The registered office of the company is:

The Leprosy Mission Australia
 37-39 Ellingworth Pde
 BOX HILL VIC 3128

The principal place of business is:

The Leprosy Mission Australia
 National Office
 37-39 Ellingworth Pde,
 BOX HILL VIC 3128

<u>2015</u>	<u>2014</u>
\$	\$

Note 21. Distribution to TLM International

Disbursements that relate to:-

DFAT Australian Aid/TLM Projects	1,046,953	1,050,922
DFAT Australian Aid/TLM Projects - Additional	329,164	661,279
Non DFAT Australian Aid Recognised Development Expenditure Eligible Funds	<u>1,253,870</u>	<u>966,452</u>
	<u>2,629,987</u>	<u>2,678,652</u>

Designated Funds - Ineligible as Recognised Development Expenditure	-	-
Undesignated Funds	614	662

Distribution to TLM International

	<u>2,630,601</u>	<u>2,679,314</u>
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DFAT Australian Aid Grants - Overseas Transfer	1,046,953	1,050,922
Global Support Costs - International Program Management	26,169	-
Capacity Building	186,058	131,654
Implementing Country Support Costs	346,017	252,976
Contributions to Projects	<u>1,025,404</u>	<u>1,243,763</u>
Distribution to TLM International	<u>2,630,601</u>	<u>2,679,314</u>

Included in above funds are the following which are ineligible as Recognised Development Expenditure:-

- Welfare, Evangelistic & Political activities	-	-
- Administration &/or Promotion costs of International/Regional affiliates	614	763


The 2014 RDE calculation methodology was revised based on a management meeting on the 30th of March 2015. This revision was subsequently accepted by the DFAT review process.

DIRECTORS' DECLARATION

The Directors declare that:

1. The financial statements and notes, as set out within this report on pages 6 to 24 are in accordance with the Australian Charities and Not-for-profit Commission (ACNC) Act 2012; and
 - (a) comply with Accounting Standards, the Corporations Regulations and other mandatory professional reporting requirements; and
 - (b) give a true and fair view of the company's financial position as at 30 June 2015 and of the company's performance, as represented by the results of the company's operations and their cash flows, for the financial period ended on that date.
2. In the Directors' opinion:
 - (a) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable; and
 - (b) the accounts give a true and fair view of the income and expenditure of the company with respect to fundraising appeals.
3. The Statement of Financial Position gives a true and fair view of the state of affairs with respect to fundraising appeals conducted by the organisation.
4. The provisions of the New South Wales Charitable Fundraising Act 1991, and the regulations under the Act, and the conditions attached to the authority have been complied with by the company.
5. The Summary Financial Reports (refer Page 6) have been prepared in accordance with the requirements set out in the ACFID Code of Conduct.
6. The internal controls exercised by the company are effective in accounting for all income received and applied by the company from any of its fundraising appeals.

This declaration is made in accordance with a resolution of the Directors.


 Director


 Director

Dated 31st day of August 2015

**THE LEPROSY MISSION AUSTRALIA
ABN 52 354 004 543**

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF
THE LEPROSY MISSION AUSTRALIA**

Report on the Financial Report

We have audited the income operating statement in ACFID code of conduct format with Australian Auditing Standards and the accompanying financial report of The Leprosy Mission Australia, which comprises the statement of financial position as at 30 June 2015, statement of comprehensive income, statement of changes in equity and statement of cash flows for the period ended on that date, a summary of significant accounting policies and other explanatory notes and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the *Australian Charities and Not-for-Profits Commission Act 2012* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, 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 report that gives a true and fair view 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

Independence

In conducting our audit, we have complied with the independence requirements of the *Australian Charities and Not-for-Profits Commission Act 2012*. We confirm that the independence declaration required by the *Australian Charities and Not-for-Profits Commission Act 2012*, which has been given to the directors of The Leprosy Mission Australia, would be in the same terms if provided to the directors as at the date of this auditor's report.

**THE LEPROSY MISSION AUSTRALIA
ABN 52 354 004 543**

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF
THE LEPROSY MISSION AUSTRALIA**

Auditor's Opinion

In our opinion, the financial report of The Leprosy Mission Australia is in accordance with Division 60 of the *Australian Charities and Not-for-Profits Commission Act 2012*, including:

- (i) giving a true and fair view of the company's financial position as at 30 June 2015 and of its performance for the period ended on that date; and
- (ii) complying with Australian Accounting Standards and Division 60 of the *Australian Charities and Not-for-Profits Commission Regulations 2013*.

The information reported in the income operating statement in ACFID Code of Conduct format is consistent with the annual statutory financial report from which it is derived and upon which we expressed an unqualified audit opinion.

Saward Dawson Chartered Accountants



Tim Flowers
Partner
Blackburn VIC

Dated: 31 August 2015



WE COULDN'T
DO IT WITHOUT
♥ YOU!



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The Leprosy Mission Australia is an international organisation that works in partnership with governments, public health officials, non-government organisations, the World Health Organisation, churches, Christian partners and others to achieve its vision of a world without leprosy. The Leprosy Mission is the oldest and largest leprosy-focussed organisation in the world today.

Leprosy affects people's lives in many different ways. The Leprosy Mission Australia cares for their physical, social, spiritual and psychological needs. Leprosy is sometimes not understood by communities and as a result people are fearful of it. This means those affected by leprosy are often stigmatised. Our main focus is on leprosy work, yet we often include those with severe disabilities or those living in extreme poverty.



The Leprosy Mission Australia



The Leprosy Mission Australia
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