



INDEPENDENT AUDIT REPORT

SURRY HILLS NEIGHBOURHOOD CENTRE

Scope

We have audited the financial statements of the entity, being the Profit and Loss Account and Balance Sheet for the year ended 30th June 2006. The entity's management is responsible for the financial statements. We have conducted an independent audit of these financial statements in order to express an opinion on them to the members of the entity.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance whether the financial statements are free of material misstatement. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial statements, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion whether, in all material respects, the financial statements are presented fairly in accordance with Accounting Standards and other mandatory professional reporting requirements so as to present a view which is consistent with our understanding of the entity's financial position and the results of its operations.

The audit opinion expressed in this report has been formed on the above basis.


Audit Opinion

Qualification

Fees and fundraising are a significant source of revenue for the entity. The entity has determined that it is impracticable to establish control over the collection of fees and fundraising prior to entry into its financial records. Accordingly, as the evidence available to us regarding revenue from this source was limited, our audit procedures with respect to cash donations had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion whether cash collections are complete.

Qualified Audit Opinion

In our opinion, except for the effects on the financial report of such adjustments, if any, as might have been required had the limitation on our audit procedures referred to in the qualification paragraph not existed, the financial report presents fairly in accordance with applicable Accounting Standards the financial position of the SURRY HILLS NEIGHBOURHOOD CENTRE as at 30 June 2006 and the results of its operations for the year then ended.


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Rolf Garda Auditor 4414
3 August 2006