

Open Medicine Foundation ('OMF') Australia Limited (ABN: 81 635 273 415)

Open Medicine Foundation ('OMF') Australia (ABN: 82 767 926 736)

Report For the Year Ended December 31, 2021

Open Medicine Foundation® Australia

 **HOPE** Leading Research. Delivering Hope.

Open Medicine Foundation Australia Limited

ABN 81 635 273 415

and

Open Medicine Foundation Australia

ABN 82 767 926 736

Directors' Report and Audited Financial Statements

For the year ended December 31, 2021



Your generous donation enables us to make grants to find tests, treatments and cures.

Every grant made by the Foundation is guided by research and knowledge to ensure the best chance of success.

Open Medicine Foundation Australia Ltd is proudly recognised as a registered charity with the Australian Charities and Not-for-profits Commission (ACNC).

Donations of \$2 or more are tax-deductible for those who pay Australian income tax.

Donation Form: <https://omfaustralia.ngo/?form=donate>

Open Medicine Foundation ('OMF') Australia Limited (ABN: 81 635 273 415)
 Open Medicine Foundation ('OMF') Australia (ABN: 82 767 926 736)
 Report For the Year Ended December 31, 2021

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Open Medicine Foundation Australia (a Trust/Public Ancillary Fund or PAF) (ABN 82 767 926 736) operated from 01 January to 24 September 2021, transferred all its assets to Open Medicine Foundation Limited (ABN 81 635 273 415) during 2021, and was wound up during 2021. At the time of its operation, OMF Australia maintained its charity status. OMF Australia Limited also maintains its charity status as a Health Promotion Charity with Deductible Gift Recipient Item 1 Status.

Open Medicine Foundation ('OMF') Australia Limited (ABN: 81 635 273 415)
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Report For the Year Ended December 31, 2021

Directors' Report

The Directors of Open Medicine Foundation Australia Limited are pleased to make the following report for the year ended December 31, 2021.

Our Purpose:

To help find tests, treatments and cures for multi system Chronic Complex Diseases (msCCD) including:

Myalgic Encephalomyelitis/ Chronic Fatigue Syndrome (ME/CFS)
Long COVID or PASC (Post-acute sequelae SARS-CoV-2 infection)
Fibromyalgia
Postural Orthostatic Tachycardia Syndrome (POTS)
Post Treatment Lyme Disease

Our Strategy and Important Achievements:

1. To help build an Australian research team which has the best chance of finding tests, treatments and cures -

We helped raise a total of over \$2.8 million* in gifts, competitive grants and commitments from donors, government and foundations in Australia and the USA. Over 90% of these funds are for a new Research team, the 'OMF-Funded Melbourne ME/CFS Collaboration', at the University of Melbourne. See <https://omfaustralia.ngo>

*Grant and fund raising included:

\$1.2 million from competitive Australian Government and philanthropic grants delivered directly to University of Melbourne on behalf of Dr. Chris Armstrong, and

\$0.5m from Australian private donors, and \$1.1m from USA private donors delivered to Open Medicine Foundation Australia.

OMF Australia paid out grants totalling \$1.092 million to the OMF-Funded Melbourne ME/CFS Collaboration, including grants to University of Melbourne and colleagues at Monash University.

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Dr Chris Armstrong, PhD, was appointed to lead the OMF-Funded Melbourne Research Collaboration, after working as a Visiting Scholar at Stanford University and serving as Scientific Liaison for Open Medicine Foundation, Inc (USA).

Through the OMF-Funded Melbourne ME/CFS Collaboration we now have helped build a team with **7 - and soon expected to be 10 - scientists in Melbourne.**

We would like to thank all those whose generous grants and gifts have made this possible, including the National Health and Medical Research Council, The Mason Foundation at Equity Trustees, The McCusker Charitable Foundation and several individual donors in both Australia and the United States.

We are particularly grateful for the generous support from [Emerge Australia](#). Emerge Australia is a national organization providing information, support, and advocacy for people with ME/CFS — giving hope and help to the estimated 250,000 Australians living with the disease, of which an estimated 70% are women, and an estimated 25% are bedbound or housebound.

2. To join what we believe is the best non-profit global research organisation in this area -

Open Medicine Foundation Australia Limited is part of the global organization Open Medicine Foundation Inc based in Agoura Hills, California, USA, which is the largest, concerted worldwide non-profit effort to diagnose, treat and find a cure for ME/CFS, Long Covid and other multi system Chronic Complex Diseases.

The OMF global collaborative network includes:

The **Melbourne** ME/CFS Collaboration, Directed by Christopher W. Armstrong, PhD

The ME/CFS Collaborative Research Center at **Stanford**, Directed by Professor Ronald W. Davis, PhD

The Ronald G Tompkins Harvard ME/CFS Collaboration at **Harvard** Affiliated Hospitals, Directed by Wenzhong Xiao, PhD, and David Systrom, MD.

The ME/CFS Collaborative Research Center at **Uppsala**, Sweden, Directed by Jonas Berquist, MD, PhD

The ME/CFS Collaborative Research Center at CHU-Sainte Justine/Universite de **Montreal**, Directed by Alain Moreau, PhD

The Computational Research Centre for Complex Diseases, Directed by Wenzhong Xiao, PhD at **Harvard and Stanford**.

3. To ensure the best chances of success by having an exceptional Scientific Advisory Board -

The OMF Scientific Advisory Board includes **2 Nobel Laureates, 6 USA National Academy of Science members and 11 other scientists and clinicians**. See <https://www.omf.ngo/scientific-advisory-board/>

Every grant made is guided by their research, knowledge and experience to help ensure the best chances of success.

4. To collaborate and work with other local and global researchers and clinicians -

The OMF-Funded Melbourne ME/CFS Collaboration already has research underway with **The Murdoch Children's Research Institute, The Royal Children's Hospital, Monash University, LaTrobe University, all in Melbourne, and the new Australian ME/CFS Biobank in Sydney**, and overseas through the OMF global network - **Harvard, Uppsala, Stanford and Montreal - as well as the University of Alabama, the Nova Southeastern University Florida Institute for Neuro Immune Medicine directed by Dr Nancy Klimas, and with University College London and the UK Biobank**.

5. To speed up results by requiring our research team to share knowledge and information globally and promptly -

Information is shared regularly, worldwide: The OMF-Funded Melbourne ME/CFS Collaboration team are in many cases communicating weekly with the global team. Developments in research that are found around the world are being shared internationally and promptly.

Approximately 200 experts around the world: Through the OMF-Funded Melbourne ME/CFS Collaboration we have helped build a structure which involves our scientists in Melbourne collaborating with teams that include approximately 200 experts from America, Canada, Sweden, the UK and elsewhere, as well as other Australian research institutes, hospitals, and universities.

Long Covid: The OMF global collaborative network's Long Covid response is an example of quickly leveraging global capabilities. The six ME/CFS Collaborative

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Research Centers have begun a unique, extensive, in-depth longitudinal molecular study following COVID-19 patients. Their shared goal is to determine the pathways involved in maintaining long-term symptoms in some patients, possibly converting to ME/CFS. They seek to learn about these pathways so as to develop biomarkers, novel drug targets, new treatment, and prevention strategies. See <https://www.omf.ngo/post-covid-syndrome-to-me-cfs/>

'Big Data' Centre: The recently established Computational Research Centre for Complex Diseases collects data from the entire global OMF collaborative network. It will speed up and improve analysis, understanding and results, and through its network analysis efforts will, using AI and machine learning, quickly assess approved drugs that might also benefit our community of patients.

6. To seek the best staff and processes, and reduce costs by having one administration and management function globally -

Open Medicine Foundation Australia Limited has entered into a Services Agreement with Open Medicine Foundation, Inc (USA). This helps ensure access to high quality staff, to well-established practices and processes, and it spreads costs over the entire OMF network. It minimises duplication and reduces expenses for Open Medicine Foundation Australia Limited.

Audited Accounts

The audited financial statements for the year ended December 31, 2021, are attached, and are signed in accordance with a resolution of the Open Medicine Foundation Australia Board of Directors:

Chair

Bill Ranken

William Ranken

Treasurer

Kimberly Hicks

Kimberly Hicks

Open Medicine Foundation ('OMF') Australia Limited (ABN: 81 635 273 415)
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Report For the Year Ended December 31, 2021

Directory

The Directors in office on 31 December 2021 were:

William Ranken - Chair
Linda Tannenbaum – Deputy Chair (Founder, Chief Executive Officer, President of OMF Inc - USA)
Kimberly Hicks – Treasurer (Chief Financial Officer, Chief Operating Officer, Treasurer of OMF Inc - USA)
Nicholas Ingram – Secretary
Louise Myer – Director
Heidi Nicholl PhD – Director

Peter Thompson resigned as a Director on 1 October 2021 and was awarded an Emeritus Director designation.

Registered Office of OMF Australia Limited:

C/- Accru Melbourne Pty Ltd, 50 Camberwell Road, Hawthorn East VIC 3124

Website Address: <https://omfaustralia.ngo/>

Online Donations: <https://omfaustralia.ngo/?form=donate>

Cheques may be mailed to the OMFAL Registered Address above. For donors who wish to make a direct banking transfer, please contact Kimberly Hicks (infoau@omf.ngo) for transfer instructions.

Australian Charities and Not-for-profits Commission ('ACNC') Registration web links for Open Medicine Foundation Australia Limited ABN 81635273415:

<https://www.acnc.gov.au/charity/charities/91e55222-4bd5-eb11-bacc-000d3a6aca7a/profile>

for Open Medicine Foundation Australia ABN 8276792673 (the Public Ancillary Fund wound up in 2021): <https://www.acnc.gov.au/charity/charities/25f042a3-d722-ea11-a812-000d3ad1f29c/profile>

Sole Member of Open Medicine Foundation Australia Limited:

Open Medicine Foundation Inc (USA)

Registered Address: 29302 Laro Drive Agoura Hills, California, USA

Website Address: <https://www.omf.ngo/>

OMF Scientific Advisory Board: <https://www.omf.ngo/scientific-advisory-board/>

Accountants: ACCRU Melbourne Pty Ltd, 50 Camberwell Road, Hawthorn East VIC 3124

Solicitors/Legal Advisers: Herbert Smith Freehills, 80 Collins St, Melbourne Vic 3000

Bankers: Commonwealth Bank of Australia, Southland Centre, Nepean Hwy, Cheltenham VIC 3192

OPEN MEDICINE FOUNDATION AUSTRALIA
ABN: 82 767 926 736

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021



[Open Medicine Foundation Australia (a Trust/PAF) operated from 01 January to 24 September 2021, transferred all its assets to Open Medicine Foundation Limited (ABN 81 635 273 415) during 2021, and was wound up during 2021.]

Open Medicine Foundation Australia

ABN: 82 767 926 736

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	Note	2021	2020
		\$	\$
Revenue	3	1,175,926	-
Grants to Research Programs		(1,092,000)	-
Grants to Non-Research Programs		(75,531)	-
Attorney & Legal Expenses		(7,150)	-
Finance costs		(1,245)	-
Surplus/(Deficit) for the year		<u>-</u>	<u>-</u>
Other comprehensive income		-	-
Total comprehensive surplus/(deficit) for the year		<u><u>-</u></u>	<u><u>-</u></u>

	2021	2020
Note	\$	\$
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	-	-
Trade and other receivables	-	-
TOTAL CURRENT ASSETS	<u>-</u>	<u>-</u>
NON-CURRENT ASSETS		
Intangible assets	-	-
TOTAL NON-CURRENT ASSETS	<u>-</u>	<u>-</u>
TOTAL ASSETS	<u><u>-</u></u>	<u><u>-</u></u>
LIABILITIES		
CURRENT LIABILITIES		
Cash and cash equivalents	-	-
Other liabilities	-	-
TOTAL CURRENT LIABILITIES	<u>-</u>	<u>-</u>
TOTAL LIABILITIES	<u>-</u>	<u>-</u>
NET ASSETS	<u><u>-</u></u>	<u><u>-</u></u>
EQUITY		
Retained earnings	-	-
TOTAL EQUITY	<u><u>-</u></u>	<u><u>-</u></u>

2021

	Settled Sum	Retained Earnings	Total
	\$	\$	\$
Balance at 1 January 2021	-	-	-
Surplus for the year	-	-	-
Balance at 31 December 2021	-	-	-

2020

	Settled Sum	Retained Earnings	Total
	\$	\$	\$
Balance at 1 January 2020	-	-	-
Deficit for the year	-	-	-
Balance at 31 December 2020	-	-	-

	2021	2020
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from donors and project revenue	1,175,926	-
Payments to suppliers and employees	<u>(1,175,926)</u>	-
Net cash provided by/(used in) operating activities	5 <u>-</u>	<u>-</u>
Net increase/(decrease) in cash and cash equivalents held	-	-
Cash and cash equivalents at beginning of year	<u>-</u>	<u>-</u>
Cash and cash equivalents at end of financial year	<u>-</u>	<u>-</u>

The financial statements cover Open Medicine Foundation Australia as an individual entity. Open Medicine Foundation Australia is a not-for-profit Trust domiciled in Australia.

1 Basis of Preparation

The Trust is non-reporting since there are unlikely to be any users who would rely on the general purpose financial statements. This special purpose financial report has been prepared to meet the reporting requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

The financial statements 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.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

2 Summary of Significant Accounting Policies

(a) Income Tax

The Trust is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(b) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the Trust and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

Grant revenue

Grant and project revenue is recognised in the statement of comprehensive income when the entity obtains control of the grant or project, it is probable that the economic benefits gained from the grant or project revenue will flow to the entity and the amount of the grant or project can be measured reliably.

Grant and project revenue is recognised on the statement of financial position as a liability until the project has been delivered and recognised as revenue on a proportional basis as a project is delivered.

Interest revenue

Interest is recognised when the right to receive it has been established.

(c) Property, Plant and Equipment

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

Depreciation

Property, plant and equipment is depreciated on a reducing balance basis over the assets useful life to the Trust, commencing when the asset is ready for use.

(d) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

Bank overdrafts also form part of cash equivalents for the purpose of the statement of cash flows and are presented within current liabilities on the statement of financial position.

3 Revenue

	2021	2020
	\$	\$
- Nonprofit Contributions	<u>1,175,926</u>	-
Total Revenue	<u><u>1,175,926</u></u>	<u>-</u>

4 Contingencies

In the opinion of the Directors, the Trust did not have any contingencies at 31 December 2021.

5 Cash Flow Information**Reconciliation of result for the year to cashflows from operating activities**

Reconciliation of net income to net cash provided by operating activities:		
Surplus/(Deficit) for the year	-	-
Non-cash flows in surplus/(deficit):		
- depreciation	-	-
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	-	-
- increase/(decrease) in income in advance	-	-
- increase/(decrease) in trade and other payables	-	-
Cashflow from operations	<u>-</u>	<u>-</u>

6 Winding up of the Private Ancillary Fund

The Private Ancillary Fund, Open Medicine Foundation Australia, has been wound up during the current financial year. The assets and liabilities of the Private Ancillary Fund were transferred to Open Medicine Foundation Ltd on 24 September 2021.

The Trustees declare that the Trust is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

The directors of the trustee company declare that:

1. The financial statements and notes, as set out on pages 1 to 7, present fairly the Trust's financial position as at 31 December 2021 and its performance for the year ended on that date in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and the accounting policies described in Note 1 to the financial statements;
2. In the Trustees' opinion, there are reasonable grounds to believe that the Trust will be able to pay its debts as and when they become due and payable.

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

Bill Ranken

.....
William Ranken

Kimberly Hicks

.....
Kimberly Hicks

Dated 28 April 2022

Open Medicine Foundation Australia

ABN: 82 767 926 736

Auditor's Independence Declaration under 60-40 of the Australian Charities and Not for profits Commission Act 2012 to the Trustees of Open Medicine Foundation Australia

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2021, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Australian Charities and Not for profits Commission Act 2012* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

ACCRU MELBOURNE (AUDIT) PTY LTD



A N SAMADI
Director

28 April 2022

Open Medicine Foundation Australia

Independent Audit Report to the members of Open Medicine Foundation Australia

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying financial report, being a special purpose financial report of Open Medicine Foundation Australia (the Trust), which comprises the statement of financial position as at 31 December 2021, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the trustees' declaration.

In our opinion, the financial report presents fairly, in all material respects, the financial position of Open Medicine Foundation Australia for the year ended 31 December 2021 and its financial performance and its cash flows for the year then ended in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Trust in accordance with the auditor independence requirements of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 of the financial report, which describes the basis of accounting. The financial report is prepared to assist the Trust in fulfilling the needs of the Trustees. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the Trust and should not be distributed to or used by parties other than the Trust. Our opinion is not modified in respect of this matter.

Responsibilities of Trustees'

The trustees of the Trust are responsible for the preparation and fair presentation of the financial report in accordance with the relevant Accounting Policies, and for such internal control as trustees' determines is necessary to enable the preparation of the financial report is free from material misstatement, whether due to fraud or error.

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

Trustees are responsible for overseeing the Trust's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Trust's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Trust to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the trustees' regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



ACCRU MELBOURNE (AUDIT) PTY LTD



A N SAMADI
Director

28 April 2022

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	Note	2021	2020
		\$	\$
Revenue	2	514,772	-
Contract Service Expenses		(29,995)	-
Finance Expenses		(170)	-
Surplus/(deficit) for the year		484,607	-
Other comprehensive income		-	-
Total comprehensive surplus/(deficit) for the year		484,607	-

	Note	2021 \$	2020 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	75,921	-
Trade and other receivables		408,686	-
TOTAL CURRENT ASSETS		<u>484,607</u>	-
Property, plant and equipment		-	-
TOTAL NON-CURRENT ASSETS		<u>-</u>	-
TOTAL ASSETS		<u><u>484,607</u></u>	-
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		-	-
Employee benefits		-	-
TOTAL CURRENT LIABILITIES		<u>-</u>	-
Employee benefits		-	-
TOTAL NON-CURRENT LIABILITIES		<u>-</u>	-
TOTAL LIABILITIES		<u>-</u>	-
NET ASSETS		<u><u>484,607</u></u>	-
EQUITY			
Retained earnings		<u>484,607</u>	-
TOTAL EQUITY		<u><u>484,607</u></u>	-

2021

	Retained Earnings	Total
	\$	\$
Balance at 1 January 2021	-	-
Surplus for the year	484,607	-
Balance at 31 December 2021	484,607	-

2020

	Retained Earnings	Total
	\$	\$
Balance at 1 January 2020	-	-
Surplus for the year	-	-
Balance at 31 December 2020	-	-

	2021	2020
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from Open Medicine Foundation Australia	76,091	-
Payments to suppliers and employees	(170)	-
Net cash provided by/(used in) operating activities	6 <u>75,921</u>	-
Purchase of property, plant and equipment	-	-
Net cash used by investing activities	<u>-</u>	<u>-</u>
Net increase/(decrease) in cash	-	-
Cash and cash equivalents at beginning of year	<u>-</u>	<u>-</u>
Cash and cash equivalents at end of financial year	<u><u>75,921</u></u>	<u>-</u>

The financial statements cover Open Medicine Foundation Australia Ltd as an individual entity. Open Medicine Foundation Australia Ltd is a not-for-profit company limited by guarantee domiciled in Australia.

Basis of Preparation

In the Directors' opinion, the Company is not a reporting entity since there are unlikely to exist users of the financial report who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. This special purpose financial report has been prepared to meet the reporting requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

The financial statements 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.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

1 Summary of Significant Accounting Policies

(a) Income Tax

The Company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(b) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the Company and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

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

Grant revenue

Grant and project revenue is recognised in the statement of comprehensive income when the entity obtains control of the grant or project, it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant or project can be measured reliably.

Grant and project revenue is recognised on the statement of financial position as a liability until the project has been delivered and recognised as revenue on a proportional basis as a project is delivered.

Interest revenue

Interest is recognised when the right to receive it has been established.

(c) Goods and Services Tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

(d) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

2 Revenue

	2021	2020
	\$	\$
- Non-profit Contributions	514,212	-
- Individual Contributions	560	-
Total Revenue	514,772	-

3 Cash and cash equivalents

Cash at bank	75,921	-
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4 Members' Guarantee

The Company is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$1 each towards meeting any outstandings and obligations of the Company. At 31 December 2021 the number of members was 1.

5 Contingencies

In the opinion of the Directors, the Company did not have any contingencies at 31 December 2021.

6 Cash Flow Information

Reconciliation of result for the year to cashflows from operating activities

Surplus/(deficit) for the year	75,921	-
- depreciation	-	-
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	-	-
- increase/(decrease) in trade and other payables	-	-
- increase/(decrease) in employee benefits	-	-
Cashflow from operations	75,921	-

7 Events after the end of the Reporting Period

The financial report was authorised for issue on 22 March 2022 by the Board of Directors.

The World Health Organisation announced that the coronavirus disease (COVID-19) had become a pandemic on 11 March 2020. The Company has developed policies and procedures to address the health and wellbeing of employees. The timing, extent of the impact and recovery from COVID-19 on our employees, customers and suppliers is unknown at this stage. At this stage, there has been no significant impact on the financial position and results of the Company, however, the full impact of the COVID-19 outbreak continues to evolve as at the date of this report. As such, the Company is unable to estimate the effects of the COVID-19 outbreak on the Company's financial position, liquidity and operations in the 2022 financial year.

The Directors have determined that the Company is not a reporting entity and that these special purpose financial statements should be prepared in accordance with the accounting policies described in Note 1 of the financial statements.

The Directors of the Company declare that:

1. The financial statements and notes, as set out on pages 1 to 7, are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and:
 - (a) comply with Australian Accounting Standards as stated in Note 1; and
 - (b) give a true and fair view of the financial position as at 31 December 2021 and of the performance for the year ended on that date of is in accordance with the accounting policy described in Note 1 of the financial statements.
2. In the Directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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

Bill Ranken

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William Ranken

Kimberly Hicks

.....
Kimberly Hicks

Dated 28 April 2022

Open Medicine Foundation Australia Ltd

ABN: 81 635 273 415

Auditor's Independence Declaration under 60-40 of the Australian Charities and Not for profits Commission Act 2012 to the Directors of Open Medicine Foundation Australia Ltd

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2021, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Australian Charities and Not for profits Commission Act 2012* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

ACCRU MELBOURNE (AUDIT) PTY LTD



A N SAMADI
Director

28 April 2022

Open Medicine Foundation Australia Ltd

Independent Audit Report to the members of Open Medicine Foundation Australia Ltd

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying financial report, being a special purpose financial report of Open Medicine Foundation Australia Ltd (the Company), which comprises the statement of financial position as at 31 December 2021, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the financial report presents fairly, in all material respects, the financial position of Open Medicine Foundation Australia Ltd as at 31 December 2021, and of its financial performance and its cash flows for the year then ended with *Australian Charities and Not-for-profits Commissions Act 2012*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commissions Act 2012* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Directors' financial reporting responsibilities under the *Australian Charities and Not-for-profits Commissions Act 2012*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of Directors 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 and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the *Australian Charities and Not-for-profits Commissions Act 2012* and is appropriate to meet the needs of the members. The Directors' responsibility also includes such internal control as the Directors determine necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- Conclude on the appropriateness of the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



ACCRU MELBOURNE (AUDIT) PTY LTD



A N SAMADI
Director

28 April 2022