

CHAIN REACTION FOUNDATION LTD
(A company limited by guarantee)

ANNUAL REPORT



For year ended 30 June 2011

ABN 44 100 223 649

Directors present their report on the company for the year ended 30 June 2011.

Directors

The names of the Directors in office during the financial period and at the date of the report were:

Margaret Bell AM (Chairman)
Benjamin Chow AO
Dorothy Harding
Abd-Elmasih Malak AM
Andrew McCallum
Dr Sev Ozdowski OAM
Ali Roude AM

Directors Meetings

The number of meetings of Directors held during the period and the number of meetings attended by each Director were as follows:

Number of meetings held: 3

	Number of meetings attended	Meetings held while in office
Margaret Bell AM	3	3
Benjamin Chow AO	2	3
Dorothy Harding	3	3
Abd-Elmasih Malak AM	1	3
Andrew McCallum	2	2
Dr Sev Ozdowski OAM	2	3
Ali Roudi AM	1	3

Company Secretary

The company secretary is Joan Modder, Barrister-at-Law, Chain Reaction Specialist Consultant.

Principal Activity

Chain Reaction Foundation Ltd is incorporated and domiciled in New South Wales, Australia. The registered office is at 7/112 Ben Boyd Road, Neutral Bay, NSW, 2089.

The principal activities of the company during the financial period were to work for the alleviation of poverty in local communities, to identify and support social inclusion and local citizen engagement in building social capital, and to create strong links between community, government and business leaders in supporting those people who are in human and financial need and or marginalised by practises of exclusion.

The entity operates through the services of its Chief Executive Officer, Administrator, Project Manager and a team of pro bono Specialist Consultants (26) and Partnership Organisations (36).

Operating Results

The net (deficit)/surplus for the financial year ending June 30 2011 was (\$31,744) (2010 – surplus \$8,023). There is no liability for income tax because the company is exempt from income tax.

DIRECTORS' REPORT

Review of Operations

Our mission is to partner with business, government and community organisations to build a stronger, more participatory Australia. The main activities through which Chain Reaction achieved its mission 2010 – 2011 were:

- Development and operation of Mt Druitt Learning Ground
- Conduct Enablers Programme Western Sydney
- Introduction of Parenting Programme in partnership with the Parent Practice
- Development and conduct Enablers *Train-the-Trainer* Project for use Australia wide
- Chain Reaction Breakfast Café Sydney and Melbourne
- Membership Government National Advisory Board on Volunteering preparing for the Year of the Volunteer + 10
- Consultations with Federal and State governments, departmental senior staff and Trusts and Foundations, and corporate and community leaders as follows:

Federal Government

Ministers:

Hon. Julia Gillard, Prime Minister

Minister Tania Plibersek, Minister for Social Inclusion

Minister Jenny Macklin, Minister for Families, Housing, Community Services and Indigenous Affairs

Shadow Ministers:

Hon. Tony Abbott, Leader of the Opposition

Hon. Bob Brown, Leader of the Australian Greens

Hon. Tony Windsor, Independent

Public Servants:

Managers and Senior staff FAHCSIA and DEEWR

Productivity Commissioner

Senior Staff Prime Minister and Cabinet

NSW Government

Hon. Barry O'Farrell, Premier NSW

Hon. Victor Dominello, Minister for Citizenship, Communities and Aboriginal Affairs

Hon. Pru Goward, Minister for Family and Community Services

Trusts/Foundations

ANZ Trustees, Philanthropy Australia, Sir Ian Potter Foundation, Sidney Myer Foundation, Sisters of Charity Foundation, Uniting Care NSW/ACT, St George Foundation, Perpetual, Matana Foundation, Richmond Foundation.

Major Charities, Business and NGO's

Benevolent Society, Cancer Council NSW, Centre for Volunteering NSW, IBM Australia, Voice for the Voiceless, Volunteering Australia, National Council of Churches, Islamic Council of NSW, UNAA, Anglicare, Australian Diversity Council, NSW Human Rights Council of Young Lawyers, National Disabilities Council, ACWA, ACON, UWS, Centre for Social Impact NSW, Our Communities Victoria, Social Inclusion Board, Bapcare, Foundation for Young Australians, Lighthouse Foundation, Volunteering Victoria, Bureau of Meteorology, Australian Red Cross, Global Peace Initiative Parliament of World Religions, Blake Dawson, JAPR Australia, 3ZZZ, Alannah and Madeline Foundation, KPMG, Australian Institute of Company Directors, Oxfam, Victorian Equal Opportunity and Human Rights Commission, Headspace, Press Council of Australia, AWCH, Catholic Healthcare, Girl Guides Australia, Freehills, Deacons, Housing NSW,

DIRECTORS' REPORT

NSW Jewish Board of Deputies, Phillips Fox, Legal Services Commission, Invocare, The Parent Practice, Sydney Day Nursery, Maritime Museum, Keeping Australia Beautiful, Monitor Film Production, Mental Health Coordinating Council, Refugee Council of Australia, Marrickville Council, Hillsong, Salvation Army, St Vincent de Paul Society, Partnership Matters, Boardroom Partners, NSW Aboriginal Land Council, Matthew Talbot Homeless Service, Sydney City Council, Sydney Alliance.

Local Community – Mt Druitt NSW

ACWA, ICAT, Blacktown City Council, Departments of Community Services, Community Health, Education, Housing, Police, Family Violence Unit, Graceades Community Cottage, Mt Druitt Combined Community Ministry, Mt Druitt Ethnic Community Agency, Probation and Parole, Reconciliation Committee, University of Western Sydney, Washhouse, Wundunarrkoo Aboriginal Centre, Mt Druitt TAFE, Jesuit Social Services, Junaya, All local schools (39) Mt Druitt area.

Mt Druitt Learning Ground Project

Chain Reaction's major work for 2010 – 11 has been the further development of Mt Druitt Learning Ground. The project is designed as a creative community development program offered to the most culturally diverse and disadvantaged families in the eleven suburbs of Mt Druitt, a population of 60,000. It is designed as a "safe haven" in which families can acquire self-confidence and personal living and literacy and numeracy skills such that they will be enabled to participate in mainstream living thus entering or re-entering school or other institutions of learning and or working in the community in voluntary or paid work. Chain Reaction staff together with volunteers prepared curriculum and course material and took care of recruitment details. Learning Ground continued to operate throughout 2010 – 11. A new Part-time Project Coordinator was appointed in January.

At the time of reporting Learning Ground is serving more than 60 families at a time consisting of at least one child and one adult each and has a waiting list. Nineteen school terms have been completed resulting in most of the children and young people participants returning to school on a four day a week basis, attending Learning Ground in an on-going manner one day per week. Adult family members have continued on a weekly basis and many families have achieved full time or part time paid work, others have gained volunteer positions all of which entail on-going community development training, 158 school refuses or young people experiencing school suspensions have returned to school without further offences.

Learning Ground is unique in that it offers a community education program for adults youth and children alike, pays particular attention to traditional and contemporary Aboriginal thinking and embraces cultural faith and ethnic diversity and learning through the celebration of difference.

Progression from pilot to sustainable program is now the challenge and every effort is being made to establish on-going funding and to write the program in detail which will prepare it for replication in other communities across the country as desirable.

Parenting Programme

We were able to introduce a new programme for parents in March this year. Working together with our Partner Organisation, The Parent Practice Australia, we have tailored the work to be particularly helpful to Aboriginal families. The programme was offered for the first time in this reporting period. Two groups of twelve parents in each attended training mornings each week for five weeks. Training was conducted in how to:

- Catch children doing what is right and to build on the positive.
- Listen with the capacity to really hear what is being said.
- Assist in the dynamic process of setting families up for success in living together.

DIRECTORS' REPORT

- Establish rules that matter.
- Take corrective steps that really work.

Parents have asked the programme be extended to cover two further sessions in the next series. We are most appreciative of the funding made available by DEEWR to conduct the programme at Learning Ground.

Enablers Programme and Development of *Train-the-Trainer* Manual

We have continued to offer the Enablers Leadership Programme to community leaders from Western Sydney. Completing our seventh year of offering the programme to around 240 participants we are now most appreciative to the Ian Potter Foundation for sponsoring the development and publication of a Train-the-Trainer manual so local community organisations are in the position to offer the course to participants in their own organisations. The project is suitable for replication across Australia.

Chain Reaction Breakfast Café

KPMG NSW and VIC Senior Partner, Paul Reid, has hosted the bi-monthly Breakfast Café program in Melbourne and Sydney.

Around 60 – 80 people – business, government and community leaders are regular breakfast attendees. The concept and practise of social inclusion from different perspectives is examined.

Attendees are invited to come to breakfast on the understanding that they in turn will host a breakfast inviting others to do the same, thus creating a 'chain reaction' of breakfasts convened around the selected topics.

Summary of discussions are found on Chain Reaction website home page – Breakfast Café www.chainreaction.org.au

National Advisory Group on Volunteering

Minister Tanya Plibersek appointed a National Advisory Group to prepare a strategic policy development document in preparation for the International Year of the Volunteer + 10 which takes place world-wide this year. Chain Reaction was very pleased to be appointed to the group and we have spent a fruitful year assisting in putting the document together which if implemented will go a long way towards recognising the socially inclusive nature of volunteering, and to encouraging a much more diverse group of Australia's population to volunteer.

A commemorative coin is minted and will be released on 5th December, International Volunteer Day this year. The coin will carry the V logo Chain Reaction Foundation CEO gave to Volunteering NSW in 1985 and the International Association for Volunteer Effort in 1987. The V has become the international symbol for volunteering world-wide.

Partnerships on Social Inclusion

We have been pleased to present a series of seminars to partner organisations throughout the year. Attended by community and government staff the work has gone some distance to enable Chain Reaction to present a viable framework through which to measure social cohesion and citizen engagement in a community.

DIRECTORS' REPORT

Fund Development

Chain Reaction has appreciated the financial support of the following organisations during 2010 – 2011 reporting period:

- DEEWR – Department of Education, Employment and Workplace Relations
- ANZ Trustees for the A N Carmichael Memorial Foundation
- Sisters of Charity Foundation
- Uniting Care/Uniting Church NSW/ACT
- The Marian and E.H. Flack Trust
- Sherman Foundation
- Benevolent Society
- Cancer Council NSW
- Paul Reid
- Bruce Bonyhady

Applications were sought for Project Funding with:

State Government:

NSW Department of Aboriginal Affairs, NSW Department of Community Services, NSW Department of Housing.

Commonwealth Government:

Department of Families, Housing, Community Services and Indigenous Affairs, DEEWR – Department of Employment Education & Workplace Relations.

Foundations/Trusts:

ANZ Trustees, Sidney Myer Fund, Telstra Foundation, Sisters of Charity Foundation, NRMA Foundation, Daniel Petre Foundation, Sir Ian Potter Foundation, Peter Brocks Foundation, St George Foundation, Coca-Cola Foundation, Scanlon Foundation, UnitingCare/Uniting Church, Scully Foundation, Marian & E.H. Flack Trust, Mercy Foundation, Blacktown City Council, Danks Trust, Bennelong Foundation, FRRR ANZ.

Pro-Bono Contributions

Chain Reaction staff have worked tirelessly throughout the year and we are particularly appreciative of the work of Tony Barnden, Peggy Cameron, John Dacey, Chris Dalton, Debbie Higgison, Alana Jacquet, Ben Lucas, Veronica Lucas, John Hood, Melissa Hood, Michael Ohlsen, Wayne Pennell, Sandra Pereria, Pat Smith, Paul Sorrenson and Dale Watson.

We are also pleased to acknowledge the pro-bono contribution of the Foundation's Directors, Specialist Consultants and Partnership Organisations, as well as the Steering Committee formed to advise on the development of Mt Druitt Learning Ground.

DIRECTORS' REPORT

Dividends

The company is prohibited from paying dividends by its Constitution.

Significant Changes in the State of Affairs

No significant changes in the state of affairs of the company occurred during or after the financial period that would render any amount stated in the accounts misleading.

After balance date events

No matter or circumstances have arisen since the end of the financial period which significantly affected or may significantly affect the operations of the company, the results of these operations, or the state of affairs of the company in the years ahead.

Future Developments

There are no extraordinary developments foreseen for the coming financial year.

Environmental Issues

The company's operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a State or Territory.

Indemnification and insurance of officers

Indemnification

The company has agreed to indemnify the current and former directors of the company against all liabilities to another person (other than the company or a related body corporate) that may arise from their position as directors of the company, except where the liability arises out of conduct involving lack of good faith.

Insurance premiums

The company has not taken out any cover nor paid any insurance premiums in respect of directors' and officers' liability insurance.

Lead auditor's independence declaration

The Lead Auditor's Independence Declaration forms a part of this Directors' report and is included as an appendix.

DIRECTORS' REPORT

Summary

The Foundation's ninth year of operation has been challenging with high demands for service and with exceedingly limited resources to be able to meet the demand. Outreach to private Trusts and Foundations are now very limited in yielding a positive result.

Consultations, Workshops and Forums have clearly filled a community need, and through this means a satisfactory outreach to decision makers in business, government and community has taken place.

The Breakfast Café in Melbourne and Sydney has taken an even stronger place in Australia this year as a valuable forum for examination of social issues.

The decision to "stay with" the local community of Mt Druitt, 2770 postcode has been rewarding. Indigenous and non-indigenous leaders from the area have contributed substantially to both the Enablers Project as well as to the development of Learning Ground. Chain Reaction's goal of making a valuable contribution to the capacity building of community leaders and their organisations has been realised.

The introduction of The Parenting Programme has been an excellent development for families of the area.

Chain Reaction continues to strive to encourage Australia's citizens to become engaged in the communities of which they are a part. Exclusion is increasingly difficult to break as we witness a number of divides operating strenuously in community be they socio-economic, religious, ethnic, age, gender or city/rural and the like.

We are pleased to have made a significant contribution to the development of the government's strategic plan for volunteering over the next decade as a way forward in breaking the exclusion cycle.

Chain Reaction strives to encourage living in harmony which requires interaction rather than living in isolation brought about by the excessive pursuit of individualism leading to fear and withdrawal from community. Social cohesion is paramount to building healthy communities it is both our task and our dream.

Signed in accordance with a resolution of the Board of Directors

Director

Sydney

6 December 2011



Lead auditor's independence declaration under Section 307C of the Corporations Act 2001

To the Directors of Chain Reaction Foundation Limited:

I declare that, to the best of my knowledge and belief, in relation to the audit for the financial year ended 30 June 2011, there have been:

- No contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- No contraventions of any applicable code of professional conduct in relation to the audit.

KPMG

P M Reid

Partner

Sydney

6 December 2011

**CHAIN REACTION FOUNDATION LTD
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**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR TO 30 JUNE 2011**

	2011	2010
	\$	\$
REVENUE		
General		
Donations and private sector grants	54,875	192,062
Bank Interest	492	372
DEEWR grant for Mt Druitt Learning Ground	86,000	15,909
Sundry income (incl book sales & fees)	<u>1,764</u>	<u>3,379</u>
Total revenue	<u>143,131</u>	<u>211,722</u>
EXPENDITURE		
Chain Reaction Foundation running expenses	80,784	100,865
Mt Druitt Learning Ground expenses	<u>94,091</u>	<u>102,834</u>
Total expenditure	<u>174,875</u>	<u>203,699</u>
(Deficit)/surplus for the year	<u>(31,744)</u>	<u>8,023</u>
Income tax expense	<u>-</u>	<u>-</u>
(Deficit)/surplus for the year after income tax	<u>(31,744)</u>	<u>8,023</u>
Other comprehensive income	<u>-</u>	<u>-</u>
(DEFICIT)/SURPLUS FOR THE YEAR	<u>(31,744)</u>	<u>8,023</u>
	=====	=====

The accompanying notes form part of these accounts

**CHAIN REACTION FOUNDATION LTD
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STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2011

	2011	2010
CURRENT ASSETS	\$	\$
Cash	31,792	48,705
Other (including grant funding due)	<u>2,000</u>	<u>2,000</u>
TOTAL CURRENT ASSETS	<u>33,792</u>	<u>50,705</u>
 NON-CURRENT ASSETS	 -	 -
TOTAL NON-CURRENT ASSETS	-	-
 TOTAL ASSETS	 <u>33,792</u>	 <u>50,705</u>
 CURRENT LIABILITIES		
Other Creditors	29,471	14,640
TOTAL CURRENT LIABILITIES	<u>29,471</u>	<u>14,640</u>
 NON-CURRENT LIABILITIES	 -	 -
TOTAL NON-CURRENT LIABILITIES	-	-
 TOTAL LIABILITIES	 4,321	 14,640
 NET ASSETS	 <u>4,321</u>	 <u>36,065</u>
EQUITY	=====	=====
Accumulated profits		
Reserves		
TOTAL EQUITY	 <u>4,321</u>	 <u>36,065</u>
	=====	=====

The accompanying notes form part of these accounts

**CHAIN REACTION FOUNDATION LTD
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**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR TO 30 JUNE 2011**

	2011 \$	2010 \$
Total changes in equity		
(Deficit)/Surplus for the year	(31,744)	8,023
Funds available for future use at the beginning of the financial year	<u>36,065</u>	<u>28,042</u>
Funds available for future use at the end of the financial year	<u>4,321</u>	<u>36,065</u>
Comprised of		
Accumulated funds		
Balance at the beginning of the financial year	36,065	28,042
(Deficit)/surplus for the year	<u>(31,744)</u>	<u>8,023</u>
Balance at the end of the financial year	<u>4,321</u>	<u>36,065</u>
Total	<u>4,321</u>	<u>36,065</u>

The accompanying notes form part of these accounts

**CHAIN REACTION FOUNDATION LTD
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STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2011

CASH FLOWS FROM OPERATING ACTIVITIES	2011	2010
	\$	\$
Cash Receipts in the course of operations	151,731	220,571
Cash Payments in the course of operations	(169,136)	(185,555)
Interest Received	492	276
	<hr/>	<hr/>
Net Cash provided by/(used in) Operating Activities	<u>(16,913)</u>	<u>35,292</u>
Net increase (decrease) in cash held	(16,913)	35,292
Cash at the beginning of the financial year	48,705	13,413
	<hr/>	<hr/>
Cash at the end of the financial year	<u>31,792</u>	<u>48,705</u>
	=====	=====

The accompanying notes form part of these accounts

**CHAIN REACTION FOUNDATION LTD
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NOTES TO THE FINANCIAL STATEMENTS AS AT 30 JUNE 2011

1. Statement of significant accounting policies

Basis of Preparation and statement of compliance

In the opinion of the Directors, the company is not a reporting entity as defined in Statement of Accounting Concepts 1: "Definition of the Reporting Entity". The financial statements of company have been drawn up as a special purpose financial report for use by the Directors and members and to fulfil the Directors' duties under the Corporations Act 2001 to prepare financial statements.

The financial statements have been prepared on the accruals basis of accounting using the historical cost convention and a going concern assumption. Except where stated, they do not take into account changing money values. Except where noted, the accounting policies have been consistently applied.

The financial statements have been prepared in accordance with all Australian Accounting Standards (including the Australian Accounting Interpretations) and other mandatory financial reporting requirements in Australia with the following exceptions where some or all of the disclosure provisions have not been followed:

- AASB 7 Financial Instruments: Disclosure
- AASB 101 Presentation of Financial Statements
- AASB 107 Cash Flow Statements
- AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors
- AASB 124 Related Party Disclosures
- AASB 1004 Contributions

The significant accounting policies adopted by the Foundation are:

Revenue recognition

The company recognises donations when received and grant income as revenue when funds have been committed by the project sponsor in respect of expenditure incurred.

Expenses

Expenses are brought to account on an accruals basis.

Income Tax

The company has been endorsed as an exempt charitable body for income tax purposes under the provisions of the Income Tax Assessment Act 1997.

**CHAIN REACTION FOUNDATION LTD
(a company limited by guarantee)**

NOTES TO THE FINANCIAL STATEMENTS AS AT 30 JUNE 2011

2. Liability of members

The company is limited by guarantee and every member undertakes to contribute an amount not exceeding \$100 if required in the event of a wind up of the company.

3. Related party disclosures

Key management personnel

The key management personnel of the company include its, Board of Directors whose names are:

Margaret Bell **AM** (Executive Chairman), Benjamin Chow, **AO**, Dorothy Harding, Abd-Elmasih Malak **AM**, Andrew McCallum, Dr Sev Ozdowski **OAM** and Ali Roudi **AM**.

Apart from Margaret Bell, none of the Board received any compensation in respect of the performance of his/her duties.

An amount of \$55,000 has been expensed in the year in respect of services provided to the company by Margaret Bell & Associates (2010 - \$48,780).

Other Key Management personnel include Ms Winsome Matthews and Ms Veronica Lucas who received \$385 (2010 - \$29,223) and \$11,340 (2010 - \$35,210) respectively for services rendered during the year.

**CHAIN REACTION FOUNDATION LTD
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DIRECTOR'S DECLARATION

In the opinion of the Directors of Chain Reaction Foundation Ltd:

1. The company is not a reporting entity.
2. The financial statements and notes of the Company as set out on pages 10 to 15 are in accordance with the basis of accounting described in Note 1 to the financial statements and the Corporation Act 2001 including:
 - (a) giving a true and fair view of the financial position as at 30 June 2011 and of its performance, as represented by the results of its operations and cash flows for the financial year ended on that date; and
 - (b) complying with Australian Accounting Standards (including the Accounting Interpretations) and Corporations Regulations 2001 to the extent described in Note 1 to the financial statements; and
3. There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Directors

Margaret Bell **AM**

Director

Dated on 6 December 2011 at Sydney



ABN: 44 100 223 649

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Telephone: (02) 9953 3287

Email: info@chainreaction.org.au Website: www.chainreaction.org.au



Independent audit report to the members of Chain Reaction Foundation Limited

Report on the financial report

We have audited the accompanying financial report, being a special purpose financial report, of Chain Reaction Foundation Ltd (the company), which comprises the statement of financial position as at 30 June 2011, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, notes 1 to 3 comprising a summary of significant accounting policies and other explanatory information and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report and have determined that the basis of preparation described in Note 1 to the financial statements, is appropriate to meet the requirements of the Corporations Act 2001 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 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. These Auditing 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 judgement, 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 and fair presentation of the financial report 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 reasonableness of accounting policies and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report

These procedures have been undertaken to form an opinion whether, in all material respects, the financial report is presented fairly in accordance with the basis of accounting described in Note 1 to the financial statements so as to present a view which is consistent with our understanding of the company's financial position, and of its performance and cash flows.



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 Corporations Act 2001.

Auditor's opinion

In our opinion, the financial report of Chain Reaction Foundation Ltd is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the company's financial position as at 30 June 2011 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1; and
- (b) complying with Australian Accounting Standards to the extent described in Note 1 and the Corporations Regulations 2001.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Chain Reaction Foundation Ltd to meet the requirements of the Corporations Act 2001. As a result the financial report may not be suitable for another purpose.

KPMG

P M Reid
Partner

Sydney
6 December 2011