



# Chain Reaction Challenge Foundation Special Purpose Annual Report

For the year ended 30 June 2020



Chain Reaction Challenge Foundation  
ABN 71 790 713 995  
PO Box 1544, Melbourne VIC 3001

# Chain Reaction Challenge Foundation

## 30 June 2020

The financial report covers Chain Reaction Challenge Foundation (the "Foundation") as an individual entity. The Foundation is a Trust and the Trustee is Chain Reaction Challenge Pty Ltd ("the Trustee"). The Trustee's registered office is Rialto South Tower, Level 31, 525 Collins Street, Melbourne, VIC 3000.

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## **Chain Reaction Challenge Foundation Trustee's Report 30 June 2020**

The directors of the Trustee of Chain Reaction Challenge Foundation ("the Foundation") present their report on the Foundation for the year 1 July 2019 to 30 June 2020 ("the year"). The Foundation is an Australian registered trust.

### **Directors**

The following persons were directors of the Trustee Company during the whole of the financial year and up to the date of this report, unless otherwise indicated:

- Berrick Wilson
- Daryl Browning
- Michael Byrom
- John Ward
- Bradley Bennett (Resigned 13 November 2019)
- Andrew Hayne
- Patrice Sherrie

### **Principal activities**

Chain Reaction is the Ultimate Corporate Bike Challenge that raises money for children in need by challenging business executives who have a passion for cycling and an awareness of their corporate social responsibilities, to ride a demanding course over multiple days.

Chain Reaction is not a mass-participation event; instead, it concentrates on selected individuals who want the physical challenge. In return, they benefit from valuable networking opportunities and the immense satisfaction of directly helping children in need.

### **Dividends**

No dividends were paid as the Foundation is prohibited pursuant to its Constitution to distribute dividends.

### **Review of operations**

The 2020 financial year was a challenging year for the Chain Reaction Challenge Foundation which was initially impacted by the bushfires and then the impact of COVID-19 which resulted in the postponement of its NSW and Queensland events. Despite this, the Chain Reaction Challenge Foundation raised funds of \$2,082,804 during the 2020 financial year. Expenses during the financial year were \$764,782 and distributions made to charities for the year ended June 2020 amounted to \$1,277,326.

### **Significant changes in the state of affairs**

The 2020 financial year was a year of significant disruption with the bushfires impacting on the fundraising for the Victorian event and the COVID-19 pandemic causing the postponement of the New South Wales and Queensland events. The NSW event was in its final weeks of fundraising whilst the Queensland ride was postponed early in its fundraising journey. Pleasingly our Women's 300 ride was not impacted by either of these two disasters.

Chain Reaction raised a total of \$2,082,804 during the 2020 financial year thanks to the generous support of its corporate partners and personal donors. The Victorian ride raised \$934,474, the NSW ride raised \$455,898, the Queensland ride raised \$191,279 and the Women's ride raised \$405,258. These results could not have been achieved without the hard work and persistence of our riders. This funding will make a considerable and positive impact on the children that we support through our charity partners' programs, especially in these challenging times.

### **Matters subsequent to the end of the financial year**

No matters or circumstances have arisen since 30 June 2020 that have significantly affected, or may significantly affect:

- (a) the Foundation's operations in future financial years, or
- (b) the results of those operations in future financial years, or
- (c) the Foundation's state of affairs in future financial years.

### **Environmental regulation**

The Foundation is not subject to significant environmental regulations.

### **Indemnification and insurance of directors and auditors**

Indemnity insurance was taken out by Chain Reaction Challenge Foundation to provide indemnity and insurance to directors of the Trustee.

### **Auditor**

PricewaterhouseCoopers continues in office as auditors of the Foundation.

This report is made in accordance with a resolution of the directors of the Trustee Company of the Chain Reaction Challenge Foundation.



**John Ward**

Director

Melbourne

**30 September 2020**

## **Chain Reaction Challenge Foundation Foundation Information 30 June 2020**

This financial report covers Chain Reaction Challenge Foundation as an individual entity. The financial report is presented in the Australian currency.

Chain Reaction Challenge Foundation is a Trust and its Trustee company, Chain Reaction Challenge Pty Ltd, is incorporated and domiciled in Australia. Its registered address and principal place of business is:

Level 31, 525 Collins Street  
Melbourne VIC 3000

A description of the nature of the Foundation's operations and its principal activities is included in the review of operations and activities on pages 1-2 in the Trustee's report, which is not part of this financial report.

The financial report was authorised for issue by the directors on 30 September 2020.

## Chain Reaction Challenge Foundation Statement of Comprehensive Income For the year ended 30 June 2020

	Notes	30 June 2020 \$	30 June 2019 \$
<i>Revenue from fund raising activities</i>			
Victorian ride	3	934,474	1,078,157
Queensland ride	4	191,279	1,112,534
NSW ride	5	455,898	684,962
Women's Ride	6	405,258	445,584
Other Corporate Income/ (Expense)	7	95,895	4,132
<b>Total revenue</b>		<b>2,082,804</b>	<b>3,325,369</b>
<i>Direct expenses</i>			
Victorian ride	3	(118,499)	(82,327)
Queensland ride	4	(48,641)	(124,272)
NSW ride	5	(52,909)	(94,959)
Women's Ride	6	(48,464)	(41,546)
<i>Indirect expenses</i>			
Foundation development		(7,880)	(1,062)
Professional fees		(27,183)	(28,667)
Employee expenses		(378,320)	(483,006)
Travel		(9,897)	(13,527)
Corporate vehicle registration and running costs		(7,332)	(11,800)
General and administration		(65,657)	(69,320)
<b>Total expenses</b>		<b>(764,782)</b>	<b>(950,486)</b>
<b>Distributions to charities</b>	8	<b>(1,277,326)</b>	<b>(2,350,000)</b>
<b>Profit before income tax</b>		<b>40,696</b>	<b>24,883</b>
Income tax	1 (c)	-	-
<b>Profit for the year</b>		<b>40,696</b>	<b>24,883</b>
Other comprehensive income/(loss) for the period, net of tax		-	-
<b>Total comprehensive income</b>		<b>40,696</b>	<b>24,883</b>

## Chain Reaction Challenge Foundation Statement of Financial Position As at 30 June 2020

	Notes	30 June 2020 \$	30 June 2019 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	9	479,783	475,166
Debtors	10	3,030	-
Net GST position		903	(473)
<b>Total current assets</b>		<b>483,716</b>	<b>474,693</b>
<b>Non-current assets</b>			
Total non-current assets	11	44,172	62,202
<b>Total assets</b>		<b>527,888</b>	<b>536,895</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Employee entitlements		105,811	161,574
Other Payables		11,617	5,557
<b>Total current liabilities</b>		<b>117,428</b>	<b>167,131</b>
<b>Non-current liabilities</b>			
Total non-current liabilities		-	-
<b>Total liabilities</b>		<b>117,428</b>	<b>167,131</b>
<b>Net assets</b>		<b>410,460</b>	<b>369,764</b>
<b>EQUITY</b>			
Current year profit		40,696	24,883
Retained earnings		369,764	344,881
<b>Total equity</b>		<b>410,460</b>	<b>369,764</b>

## Chain Reaction Challenge Foundation Statement of Changes in Equity For the year ended 30 June 2020

	30 June 2020	30 June 2019
	\$	\$
<b>Total equity at the beginning of the financial year</b>	<b>369,764</b>	<b>344,881</b>
Profit for the year	40,696	24,883
<b>Total equity at the end of the financial year</b>	<b>410,460</b>	<b>369,764</b>

## Chain Reaction Challenge Foundation Statement of Cash Flows For the year ended 30 June 2020

	Notes	30 June 2020	30 June 2019
		\$	\$
<b>Cash flows from operating activities</b>			
Receipts from donations/ sponsorship		2,079,137	3,321,237
Receipt of other income		637	4,132
Payments to suppliers and employees		(799,272)	(923,978)
Distributions to charities		(1,277,326)	(2,350,000)
<b>Net cash inflow from operating activities</b>	<b>12</b>	<b>3,176</b>	<b>51,391</b>
<b>Cash flows from investing activities</b>			
Payment for acquisition of equipment		-	(2,298)
Payment for website development		1,441	(1,440)
<b>Net cash (outflow) from investing activities</b>		<b>-</b>	<b>(3,738)</b>
<b>Net cash inflow/(outflow) from financing activities</b>		<b>-</b>	<b>-</b>
<b>Net increase/ (decrease) in cash and cash equivalents</b>		<b>4,617</b>	<b>47,653</b>
Cash and cash equivalents at the beginning of the financial year		475,166	427,513
<b>Cash and cash equivalents at the end of the year</b>	<b>9</b>	<b>479,783</b>	<b>475,166</b>

## Chain Reaction Challenge Foundation Notes to the Financial Statements For the year ended 30 June 2020

Chain Reaction Challenge Foundation, a not-for-profit entity, has prepared special purpose financial statements as, in the opinion of the Directors, it is unlikely there are users of these financial statements who are not in a position to require the preparation of reports tailored to their information needs. Accordingly, these financial statements have been prepared to satisfy the Directors' reporting requirements under the Australian Charities and Not-for-profits Commission Act 2012.

Chain Reaction Challenge Foundation has not assessed whether these special purpose financial statements comply with all the recognition and measurement requirements in Australian Accounting Standards.

The material accounting policies adopted in the special purpose financial statements are set out in note 1 below and have all been assessed as complying with all the recognition and measurement requirements in Australian Accounting Standards

### 1 Summary of significant accounting policies

The principal accounting policies adopted in the preparation of these financial statements are set out below.

#### (a) Basis of preparation

This special purpose financial report that has been prepared to meet the requirements of the Trust Deed and distribute a financial report to the Trustee. The directors of the Trustee have determined that the accounting policies adopted are appropriate.

The entity has adopted the measurement requirements of Accounting Standards, Australian Interpretations, and other applicable Accounting Standards and Urgent Issues Group Interpretations. Disclosure requirements have not been adopted, with the exception of the following:

- AASB 101:** *Presentation of Financial Statements*
- AASB 107:** *Cash Flow Statements*

#### *New and revised accounting standards*

No impact on accounting policies or financial statements as a result of adopting new accounting standards during the year.

#### *Historical cost convention*

The financial statements have been prepared in accordance with the historical cost convention.

#### *Critical accounting estimates*

The preparation of financial statements in conformity with Australian Accounting Standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Foundation's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 2.

**(b) Revenue recognition**

Revenue is recognised for the major business activities as follows:

(i) *Donations and Sponsorship*

Donations and sponsorship income are recognised as income when received.

(ii) *Interest income*

Interest income is recognised on a time proportion basis using the effective interest method. When a receivable is impaired, the Foundation reduces the carrying amount to its recoverable amount, being the estimated future cash flow discounted at the original effective interest rate of the instrument, and continues unwinding the discount as interest income. Interest income on impaired loans is recognised using the original effective interest rate.

**(c) Income tax**

The Foundation is a charitable fund and has received Australian Taxation Office endorsement for income tax exemption, and as such the income of the Foundation is not subject to income tax.

**(d) Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and deposits held at call with financial institutions.

**(e) Goods and Services Tax (GST)**

Items of revenue and expenses are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the taxation authority. In this case it is recognised as part of the cost of the expense.

Cash flows are presented on a gross basis. In the future the Foundation may have GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the taxation authority; these will be presented as an operating cash flow.

**(f) Property, plant and equipment**

Property, plant and equipment are carried at historical cost less accumulated depreciation or amortisation. Historical cost includes expenditure that is directly attributable to the acquisition of the items. All subsequent costs, including repairs and maintenance, are expensed as incurred.

Depreciation on plant and equipment is calculated using the straight-line method to allocate cost, net of the residual value, overestimated useful lives as follows:

<b>Class of Asset</b>	<b>Useful Life</b>
Computer Equipment	3 years
Motor Vehicles	10 years
Office Equipment, Furniture and Fittings	4-10 years
Software	3 years

**2 Critical accounting estimates and judgements**

In the current financial year, Chain Reaction Challenge Foundation has made no critical accounting estimates or judgements.

### 3 Victorian Ride

	30 June 2020	30 June 2019
<b>Revenue</b>	\$	\$
Corporate donations/sponsors	264,568	425,571
Personal/rider donations	669,906	652,586
<i>Total Revenue</i>	<b>934,474</b>	<b>1,078,157</b>
<b>Expenses</b>		
Accommodations, meals, flights and uniforms*	(28,639)	(8,732)
Insurance and training	(23,774)	(15,090)
Ride expenses and support	(53,105)	(44,491)
Rider Promotions and Marketing	(12,981)	(14,014)
<i>Total Expenses</i>	<b>(118,499)</b>	<b>(82,327)</b>
<b>Net Victorian Ride</b>	<b>815,975</b>	<b>995,830</b>

\* Charity Partners contribute towards the cost of accommodation, meals and uniforms as part of their support for Chain Reaction.

### 4 Queensland Ride

	30 June 2020	30 June 2019
<b>Revenue</b>	\$	\$
Corporate donations/sponsors	27,000	337,696
Personal/rider donations	164,279	751,907
Event Launch	-	22,931
<i>Total Revenue</i>	<b>191,279</b>	<b>1,112,534</b>
<b>Expenses</b>		
Accommodations, meals, flights and uniforms*	(23,353)	(8,438)
Insurance and training	(17,689)	(20,090)
Ride expenses and support	(5,329)	(63,036)
Event Launch Costs	-	(16,836)
Rider Promotions and Marketing	(2,270)	(15,872)
<i>Total Expenses</i>	<b>(48,641)</b>	<b>(124,272)</b>
<b>Net Queensland Ride</b>	<b>142,638</b>	<b>988,262</b>

\* Charity Partners contribute towards the cost of accommodation, meals and uniforms as part of their support for Chain Reaction.

## 5 NSW Ride

	30 June 2020	30 June 2019
<b>Revenue</b>	\$	\$
Corporate donations/sponsors	169,795	96,576
Personal/rider donations	242,923	563,969
Special Events – Tour de Pif	43,180	24,417
<i>Total Revenue</i>	<b>455,898</b>	<b>684,962</b>
<b>Expenses</b>		
Accommodations, meals, flights and uniforms*	(18,263)	(9,385)
Insurance and training	(21,774)	(23,089)
Ride expenses and support	(8,627)	(48,420)
Rider Promotions and Marketing	(4,245)	(14,065)
One Day Recruitment Ride	-	-
<i>Total Expenses</i>	<b>(52,909)</b>	<b>(94,959)</b>
<b>Net NSW Ride</b>	<b>402,989</b>	<b>590,003</b>

\* Charity Partners contribute towards the cost of accommodation, meals and uniforms as part of their support for Chain Reaction.

## 6 Women's Ride

	30 June 2020	30 June 2019
<b>Revenue</b>	\$	\$
Corporate donations/sponsors	111,500	136,500
Personal/rider donations	293,758	309,084
<i>Total Revenue</i>	<b>405,258</b>	<b>445,584</b>
<b>Expenses</b>		
Accommodations, meals, flights and uniforms*	(14,200)	(15,001)
Insurance and training	(6,510)	(4,600)
Ride expenses and support	(17,902)	(19,962)
Rider Promotions and Marketing	(9,852)	(1,983)
<i>Total Expenses</i>	<b>(48,464)</b>	<b>(41,546)</b>
<b>Net Women Ride</b>	<b>356,794</b>	<b>404,038</b>

\* Charity Partners contribute towards the cost of accommodation, meals and uniforms as part of their support for Chain Reaction.

## 7 Other Corporate Income/ Expenses

	30 June 2020	30 June 2019
	\$	\$
Fundraising Event – David McKenzie	26,255	-
Federal Government – Cash Boost Stimulus	38,018	
Federal Government – Job Keeper payments	18,000	
Victorian Government Grant	10,000	
Interest Income	637	4,132
General Donation	2,985	-
<b>Other Income</b>	<b>95,895</b>	<b>4,132</b>

## 8 Distributions to Charities

	30 June 2020	30 June 2019
	\$	\$
AEIOU Foundation	(222,000)	(625,000)
Breakthrough Foundation	-	(30,000)
Brisbane Youth Services	(30,000)	-
Childhood Cancer Support	(10,000)	(25,000)
Freedom Wheels	-	(35,000)
HELP Enterprises	-	(40,000)
I-Can Network	-	(30,000)
Mater Foundation	(50,000)	-
Monash Children’s Hospital	-	(85,000)
Outward Bound	-	(20,000)
Oz Harvest	-	(50,000)
Ronald McDonald House	(46,052)	(350,000)
So They Can	(100,000)	-
Starlight Children's Foundation	(493,584)	(620,000)
TADNSW Freedom Wheels	-	(10,000)
Traction	(10,000)	(40,000)
Very Special Kids	(315,690)	(320,000)
Victor Chang Cardiac Research Institute	-	(20,000)
Youth Advocacy Centre	-	(50,000)
<b>Total Distributions to Charities</b>	<b>(1,277,326)</b>	<b>(2,350,000)</b>

## 9 Current assets - Cash and cash equivalents

	30 June 2020	30 June 2019
	\$	\$
Cash at bank and on hand	479,783	475,166

## 10 Debtors

	30 June 2020	30 June 2019
	\$	\$
Aged Receivables	3,030	-
<b>Total Non-Current Assets</b>	<b>3,030</b>	<b>-</b>

## 11 Non-Current assets

	30 June 2020	30 June 2019
	\$	\$
Non-Current Assets	100,665	102,105
Accumulated Depreciation Non-Current Assets	(56,492)	(39,903)
<b>Total Non-Current Assets</b>	<b>44,173</b>	<b>62,202</b>

## 12 Reconciliation of profit after income tax to net cash inflow/(outflow) from operating activities

	30 June 2020	30 June 2019
	\$	\$
Profit for the period	40,696	24,883
<b>Change in operating assets and liabilities</b>		
Decrease / (Increase) in GST position	(1,378)	3,715
Decrease / (Increase) in Debtors	(3,030)	
(Decrease)/ Increase in creditors, accruals and others	(49,701)	3,763
Depreciation charges	16,589	19,030
<b>Net cash inflow from operating activities</b>	<b>3,176</b>	<b>51,391</b>

## 13 Contingencies

There are no contingent assets or liabilities in respect to the financial statements of the Foundation for the year ended 30 June 2020.

## 14 Commitments

There are no outstanding commitments of the Foundation as of 30 June 2020.

## 15 Remuneration of auditors

During the year the following fees were paid or payable for services provided by PricewaterhouseCoopers Australia (PwC) as the auditor of Chain Reaction Challenge Foundation.

	2020 (\$)	2019 (\$)
Total audit of financial report	\$10,506	10,506

## **Chain Reaction Challenge Foundation Trustee's Declaration 30 June 2020**

As stated in Note 1(a) to the financial statements, in the directors' opinion, the Foundation is not a reporting entity because there are no third-party users' dependent on general purpose financial reports. This is a special purpose financial report that has been prepared to meet Trust Deed requirements.

The financial report has been prepared in accordance with Accounting Standards and mandatory professional reporting requirements to the extent described in Note 1.

In the directors' opinion:

- (a) the financial statements and notes set out on pages 4 to 13 are in accordance with the Trust Deed, including:
  - (i) complying with Accounting Standards and other mandatory professional reporting requirements as detailed above; and
  - (ii) giving a true and fair view of the Foundation's financial position as at 30 June 2020 and of its performance for the financial year ended on that date; and
- (b) there are reasonable grounds to believe that the Foundation will be able to pay its debts as and when they become due and payable.

This declaration is made under authority of a resolution of the directors of the Trustees.



**John Ward**

Director

Melbourne

**30 September 2020**

# Independent Auditor's report



## *Independent auditor's report*

To the unitholders of Chain Reaction Challenge Foundation

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### *Our opinion*

In our opinion:

The accompanying financial report of Chain Reaction Challenge Foundation (the Trust) is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission (ACNC) Act 2012*, including:

- (a) giving a true and fair view of the Trust's financial position as at 30 June 2020 and of its financial performance for the year then ended
- (b) complying with Australian Accounting Standards to the extent described in Note 1 and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

### *What we have audited*

The financial report comprises:

- the statement of financial position as at 30 June 2020
- the statement of comprehensive income for the year then ended
- the statement of changes in equity for the year then ended
- the statement of cash flows for the year then ended
- the notes to the financial statements, which include a summary of significant accounting policies
- the trustee's declaration.

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

### *Independence*

We are independent of the Trust in accordance with the ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (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.

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### *Emphasis of matter - basis of accounting and restriction on use*

We draw attention to Note 1 in the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the directors of the Trustee's financial reporting responsibilities under the *Australian Charities and Not-for-profits Commission (ACNC) Act 2012*. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for Chain Reaction Challenge Foundation and its unitholders and should not be used by parties



other than Chain Reaction Challenge Foundation and its unitholders. Our opinion is not modified in respect of this matter.

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### *Other information*

The directors of the Trustee are responsible for the other information. The other information comprises the information included in the Trustee's Report for the year ended 30 June 2020, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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### *Responsibilities of the directors of the Trustee for the financial report*

The directors of the Trustee 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 Commission (ACNC) Act 2012* and is appropriate to meet the needs of the members. The directors of the Trustee's responsibility also includes such internal control as the directors of the Trustee determines is necessary to enable the preparation of the 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 of the Trustee are responsible for assessing the ability of the Trust 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 of the Trustee either intends to liquidate the Trust or to cease operations, or have no realistic alternative but to do so.

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### *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 the financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:  
[http://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). This description forms part of our auditor's report.



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*Report on the requirements of the VIC Fundraising Act 1998, the SA Collection for Charitable Purposes Act 1939, the QLD Collections Act 1996 and the ACT Charitable Collections Act 2003 (together "the Acts")*

We have audited the financial report of Chain Reaction Challenge Foundation as required by the VIC Fundraising Act 1998, the SA Collection for Charitable Purposes Act 1939, the QLD Collections Act 1996 and the ACT Charitable Collections Act 2003. The directors of the Trustee Company are responsible for the preparation and presentation of the financial report in accordance with the VIC Fundraising Act 1998, the SA Collection for Charitable Purposes Act 1939, the QLD Collections Act 1996 and the ACT Charitable Collections Act 2003. Our responsibility is to express an opinion on the financial report based on our audit.

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*Our opinion*

In our opinion, in all material respects:

1. the financial report of Chain Reaction Challenge Foundation has been prepared and the associated records have been properly kept, during the financial year ended 30 June 2020, in accordance with:
  - i. sections 29 (1-9) and 32 (1-4) of the VIC Fundraising Act 1998;
  - ii. sections 15 (1,3) and 16 (1-2) of the SA Collection for Charitable Purposes Act 1939;
  - iii. sections 30 (1) and 31 (1-3) of the QLD Collections Act 1996; and
  - iv. sections 49 (1: 4-6) and 50 (2) of the ACT Charitable Collections Act 2003.
2. based on our audit, we have not become aware of any matter that makes us believe that the Trust has not complied with the obligations imposed by the financial reporting sections of the Acts mentioned above.
3. the money received as a result of fundraising appeals conducted by the Trust during the financial year ended 30 June 2020 has been properly accounted for and applied in accordance with the above mentioned Acts.

PricewaterhouseCoopers

Andrew Cronin  
Partner

Melbourne  
30 September 2020