



# **Multiple Sclerosis Research Australia Limited**

ACN 008 581 431

Annual Financial Report for the Year Ended  
30 June 2014

# Multiple Sclerosis Research Australia Limited

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# Multiple Sclerosis Research Australia Limited

## 1. MS Research Australia Financials

### a. Statement of Income

	2014 \$	2013 \$
<b>Revenue</b>		
Donations & Fundraising	1,344,232	1,358,522
Kiss Goodbye to MS	306,442	141,659
Grants from State based MS organisations	1,741,212	1,552,864
Sponsorship Other	713,348	609,380
Government Grants	624,348	714,100
Interest received	147,096	216,134
Other	40,831	959
<b>Total Revenue</b>	<b>4,917,509</b>	<b>4,593,618</b>
<b>Expenditure</b>		
Accounting Risk and Compliance		
- Audit Fees	(29,268)	(24,510)
- Management: Employee and other expenses	(150,000)	(22,178)
- Multiple Sclerosis Australia accounting & other services	(98,124)	(107,787)
Foundation 5 Million		
- Employee Expenses	(73,675)	(72,126)
- Other Costs	(33,595)	(108,784)
Kiss Goodbye to MS	(190,181)	(34,876)
Other fundraising costs		
- Employee Expenses	(258,607)	(435,499)
- Other Costs	(248,391)	(137,477)
Research Expenditure		
- Grants for Research	(2,423,079)	(2,891,108)
- Other Research Expenditure	(121,190)	(75,358)
- Research Administration	(220,319)	(193,699)
- Branding awareness	-	(68,720)
<b>Profit Before Income Tax Expense</b>	<b>1,071,080</b>	<b>421,496</b>
Taxation Expense	-	-
<b>Profit Attributable to Members of the Entity</b>	<b>1,071,080</b>	<b>421,496</b>
Items that will not be reclassified subsequently to profit or loss	-	-
Items that may be reclassified subsequently to profit or loss	-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>	<b>1,071,080</b>	<b>421,496</b>

# Multiple Sclerosis Research Australia Limited

## b. Statement of Financial Position

	<b>2014</b>	<b>2013</b>
	<b>\$</b>	<b>\$</b>
<b>Current Assets</b>		
Cash and cash equivalents	4,955,491	3,731,160
Trade receivables	1,483,392	1,844,447
Prepayments and other assets	83,687	181,149
<b>Total Current Assets</b>	6,522,570	5,756,756
<b>Non Current Assets</b>		
Property, plant & equipment	3,481	3,938
<b>Total Non Current Assets</b>	3,481	3,938
<b>Total Assets</b>	6,526,051	5,760,694
<b>Current Liabilities</b>		
Trade and other payables	790,831	1,099,227
Provisions	55,997	30,993
<b>Total Current Liabilities</b>	846,828	1,130,220
<b>Long Term Liabilities</b>		
Provisions	15,934	38,265
<b>Total Long Term Liabilities</b>	15,934	38,265
<b>Total Liabilities</b>	862,762	1,168,485
<b>Net Assets</b>	5,663,289	4,592,209
<b>Retained Earnings</b>		
Retained Earnings	5,663,289	4,592,209
<b>Total Members' Funds</b>	5,663,289	4,592,209

# Multiple Sclerosis Research Australia Limited

## 2. Future Agreements for Research

The company enters into funding arrangements for periods between 1 to 5 years. Funding for these grants to researchers is paid in instalments and in accordance with the achievement of agreed milestones and Multiple Sclerosis Research Australia's capacity to pay. The company actively raises funds to meet future agreements and fund new grants while adhering to the donor's intention.

The Research Management Council meets annually to determine the amount of individual grants for Investigator Driven Research and Fellowships and Scholarships for periods up to 5 years in advance. At 30 June 2014 these agreements totalled \$2,620,643 for the financial years to June 2015. The agreements will be funded partly from existing Non Specific Income, future grants from MS state based organisations and third party donations.

In addition the unspent balances for Platform Projects of \$3,642,984 (2013: \$3,561,870) are shown in the 2<sup>nd</sup> table below.

<b>RMC &amp; Platform Projects</b>	<b>30 June 2014 \$</b>	<b>30 June 2013 \$</b>
Platform Projects	3,642,984	3,561,870
Fellowships and Scholarships	1,289,428	658,599
Investigator Driven Projects	1,331,215	2,297,238
	2,620,643	2,955,837
<b>Total Future Agreements at 30 June 2014</b>	<b>6,263,627</b>	<b>6,517,707</b>

<b>Platform Projects</b>	<b>30 June 2014 \$</b>	<b>30 June 2013 \$</b>
MS Life Study / Longitudinal Study	495,916	410,000
Prevention Study	2,777,145	2,150,000
NSW Clinical Trials Network	55,789	94,300
Stem Cell Register	61,714	75,000
MS Brain Bank	252,420	632,570
Progress in MS Conferences & Other	-	200,000
<b>Total Future Platform at 30 June 2014</b>	<b>3,642,984</b>	<b>3,561,870</b>

## Multiple Sclerosis Research Australia Limited

	Note	2014 \$	2013 \$
<b><i>Cash Flows From Operating Activities</i></b>			
Cash receipts in course of operations		4,810,011	3,717,213
Cash payments in course of operations		(3,732,776)	(4,309,550)
Net cash received/(used in) operating activities	11(b)	1,077,235	(592,337)
<b><i>Cash Flows From Investing Activities</i></b>			
Payments for purchases of property, plant and equipment		-	(2,627)
Interest received		147,096	216,134
Net cash provided by investing activities		147,096	213,507
Net increase /(decrease) in cash and cash management		1,224,331	(378,830)
<b><i>Cash and cash equivalents at beginning of the financial year</i></b>		3,731,160	4,109,990
<b><i>Cash and cash equivalents at end of the financial year</i></b>	11(a)	4,955,491	3,731,160

# Multiple Sclerosis Research Australia Limited

## 3. Additional Information furnished under the Charitable Fund Raising Act 1991(NSW)

	2014 \$	2013 \$
<b>1. Income as per Statement of Comprehensive Income</b>		
Total Revenue	4,917,509	4,593,618
Less Interest Received	147,096	216,134
Gross Proceeds from Fundraising Appeals	4,770,413	4,377,484
<b>2. Total Cost as per Statement of Comprehensive Income</b>		
Total Cost	3,846,428	4,172,123
Less		
Research Grants	2,423,079	2,891,108
Other Research Expenditure	121,190	71,358
Progress In MS Conference	-	-
Non Fundraising Costs - Research Grants	2,544,269	2,966,466
Less		
Audit Fees	23,700	23,000
Multiple Sclerosis Australia Accounting & Other Services	98,124	107,787
Management: Employee & Other Costs	150,000	22,178
Research Administration	220,319	193,699
Non Fundraising Costs Other	492,143	346,664
<b>3. Fundraising Costs as per Statement of Comprehensive Income</b>	804,447	793,993
Less: Fundraising Costs incurred to raise MS Awareness including Kiss Goodbye to MS	-	68,720
Fundraising Campaign Costs	804,447	725,273
Other fundraising costs	506,998	572,976
Foundation 5 Million	107,268	180,910
Kiss Goodbye to MS	190,181	34,876
Fundraising Costs as per Income Statement	804,447	793,993

# Multiple Sclerosis Research Australia Limited

	<b>2014</b>	<b>2013</b>
	<b>\$</b>	<b>\$</b>
<b>4. Cost of Services Provided</b>		
Non Fundraising Costs Research Grants:	2,544,269	2,966,466
Fundraising Costs incurred to raise MS Awareness	-	68,720
Cost of Services Provided	<u>2,544,269</u>	<u>3,035,186</u>
 <b>(a) Fund Raising Activities Conducted</b>		
Gross Proceeds:		
Donations from Public	1,385,063	1,359,481
Kiss Goodbye to MS	306,442	141,659
Corporate Gifts	713,348	609,380
Grants	2,365,560	2,266,964
Gross Proceeds from Fundraising Appeals	<u>4,770,413</u>	<u>4,377,485</u>



## Multiple Sclerosis Research Australia Limited

	2014 \$	2013 \$
<b>(a) Fund Raising Activities Conducted (Cont'd)</b>		
Fund Raising Costs	804,447	725,273
Total Costs of Fundraising Appeals	804,447	725,273
Net Surplus – Fundraising Income less Fund Raising Costs	3,965,966	3,652,212
Cost of Services Provided	2,544,269	3,035,186
Total Expenditure		
Non Fund Raising Costs – Research Grants	2,544,269	2,966,466
Non Fund Raising Costs – Other	492,143	346,664
Fund Raising Costs	804,447	725,273
Total Expenditure	3,840,859	4,038,403
Total Fund Raising Income Less Fund Raising Cost	3,965,966	3,652,212

Note: MS Research Australia is registered for fundraising in all states of Australia except Western Australia.

**(b) Comparisons of Monetary figures and percentages**

	2014		2013	
	Amounts	%	Amounts	%
Total cost of Fund Raising to Gross Fund Raising Income	804,447/4,770,413	17%	725,273/4,377,485	17%
Net Surplus from Fund Raising to Gross Income from Fund Raising	3,965,966/4,770,413	83%	3,652,212/4,377,485	83%
Total Cost of Services to Total Expenditure (less Fund Raising Costs)	2,544,269/(3,840,859-804,447)	84%	3,035,186/(4,038,403-725,273)	92%
Total Cost of Services to Total Income Received (less Fund Raising costs)	2,544,269/(4,770,413-804,447)	64%	3,035,186/(4,377,485-725,273)	83%