

+ ABOUT CHILDFUND AUSTRALIA

ChildFund Australia is an independent and non-religious international development organisation that works to reduce poverty for children in the developing world.

ChildFund Australia is a member of the ChildFund Alliance – a global network of 12 organisations which assists more than 15 million children in 58 countries.

ChildFund Australia implements programs with a range of local partners in Cambodia, Laos, Myanmar, Papua New Guinea and Vietnam, and manages projects delivered by partner organisations throughout Asia, Africa and the Americas.

Our vision: A global community, free from poverty, where children are protected and have the opportunity to reach their full potential.

Our mission: We work in partnership with children and their communities to create lasting and meaningful change by supporting long-term community development and promoting children's rights.

ChildFund Australia

Address: 162 Goulburn Street, Surry Hills NSW 2010

ABN: 79 002 885 761 Phone: 1800 023 600 Email: info@childfund.org.au Website: www.childfund.org.au

Editor: Ashleigh Yardy

Designer: Sally Woodward-Hawes

Photography: Jake Lyell, Jocelyn Pederick, Tom Greenwood, Vlad Sokhin and ChildFund staff Print and distribution: JA Wales Printers Front and back cover: 9-year-old Rith and her peers enjoying themselves at a library supported

by ChildFund Cambodia.

Contents



ChildFund Alliance advocates for children

Advances have been made for children but much more needs to be done. This is why the ChildFund Alliance is calling on world leaders to take their commitment to the world's children one step further.



Marcus meeting kids from a ChildFund Vietnam-supported children's group

his year marks the 25th anniversary of the United Nations Convention on the Rights of the Child (CRC). While it took over a decade for these rights to be agreed and formalised, the CRC is now the most ratified international treaty in existence, with only two countries yet to ratify.

The CRC has contributed to huge improvements in the health and wellbeing of children around the world. Greater numbers of children are attending primary school, particularly girls, than ever before. The number of extremely poor families has reduced by half since 1990. Access to clean water and basic healthcare has increased enormously and the number of children under five dying each year has reduced from 12.7 million in 1990 to 6.3 million in 2013. More children now have the opportunity to express their views, be heard by adults and take an active role in their communities.

Despite many challenges and setbacks, the world is becoming a better place for children. However, it is essential that the global momentum be continued. Currently, almost half of children globally experience some form of physical violence before they reach the age of eight. Around 150 million girls are subject to sexual violence. More than 100 million children are taking part in hazardous work.

For these reasons, ChildFund Australia, as part of the childfocused global ChildFund Alliance, is calling on the United Nations member states to ensure that the Post-2015 Development Agenda not only continues the efforts on child poverty but also includes specific targets to eliminate child violence and exploitation.

Abuse and neglect of children can have a terrible effect on children's physical, emotional and cognitive development. Often, the impact is life-long and results in lost productivity and a reduced quality of life. Sadly, the results of violence on children can be intergenerational, with those who have faced violence as a child more likely to become violent as adults.

Violence and exploitation of children has far-reaching costs for society. The cost of programs and policies to reduce, prevent or mitigate the impact of abuse is far less in the longer term, than the costs incurred by the violence. This is why it is vital that global mechanisms are put in place to ensure that stopping violence against children is a priority for all countries in the post-2015 global development goals.

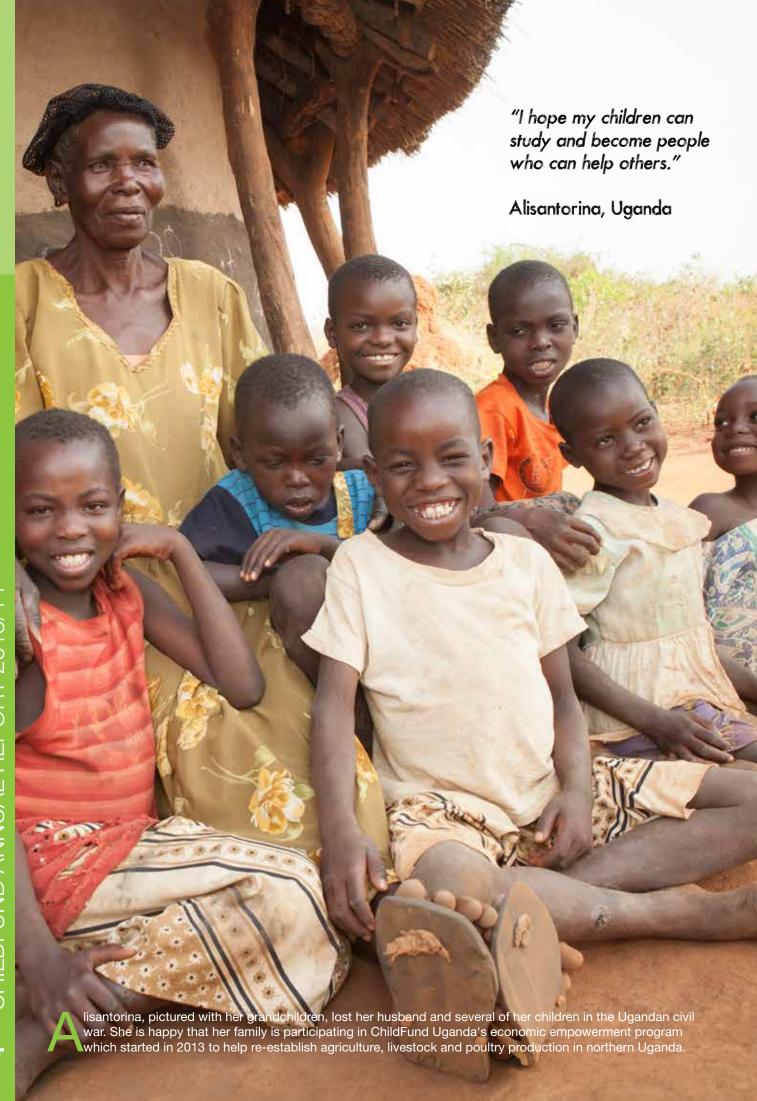
Next year, ChildFund Australia will finalise its new strategic plan, and a great deal of input has already been sought from staff, our supporters, and the communities who benefit from our work.

It is an honour to chair the Board of an organisation that is so strongly supported by the Australian public and that works in close partnership with so many of the world's poorest communities. I would like to take this opportunity to thank all of our Australian donors and to acknowledge with deep appreciation the children, families and communities with whom we partner around the world.

This collaboration extends to staff across the organisation, fellow Board Directors and volunteers. Combined, these many dedicated individuals demonstrate every day their commitment to building a world fit for children.

M. Wallail

Marcus Laithwaite Chair ChildFund Australia



A milestone achievement

ChildFund Australia's support of communities around the world has resulted in significant improvements for children and their families. But how do we know this?



Nigel visiting a school supported by ChildFund Papua New Guinea

n the past year ChildFund Australia implemented, directly or through partners, more than 120 development projects in 44 of the world's poorest communities in 12 countries. Communities in another 13 countries were assisted through funding contributions, to improve conditions for children.

Development projects encompassed education, healthcare, access to water and sanitation, child protection, improved family incomes, early childhood care, youth leadership, children's play and recreation. Emergency relief was provided in response to natural and human-caused disasters in Laos, the Philippines, Indonesia, India and West Africa.

Thanks to the generous support of Australian donors, child sponsors, the Australian Government, the business community and others, ChildFund Australia's work expanded in 2013-14. But how do we know if this massive effort is actually making any lasting difference for children?

Four years ago, ChildFund Australia began the ambitious task of designing, and implementing, a more

rigorous monitoring and evaluation system. While the organisation already had a range of measures in place, it was agreed to overhaul and strengthen the measurement of our work.

After an extensive process, including community engagement, baseline surveys, field trials, review and input from international development experts, the new Development Effectiveness Framework became fully operational in 2014. It is a milestone achievement.

The new framework provides output activity data, case studies, longer term measurement against organisational outcome indicators and impact assessments. This information allows us to assess the extent to which ChildFund Australia's work is making a difference – not only in the short-term, but over longer periods of time.

The data provided by the framework also enables us to continually improve ChildFund Australia's work, and therefore multiply the benefits to children and communities. It is not only a monitoring and evaluation system, but a learning tool for the organisation.

ChildFund Australia's work in poor communities is based on partnership. So from day one, we worked closely with community members and other local partners, such as district government bodies, to design the new system. It is vital that communities have confidence that the system will provide a true measure of the changes occurring.

So far, the data generated confirms strong (but not universal) progress for children. ChildFund Australia's first Statement of Impact was recently completed in Cambodia. Representatives from six communes where ChildFund Cambodia has been working, as well as local government officials and peers from other non-government organisations, reviewed data collected in 2011 and then again in 2013 and were asked to gauge the extent to which ChildFund Cambodia had contributed to the positive changes evident in their communities. Their response? That ChildFund Cambodia had a major responsibility for improvements, particularly in health, education, economics, and the participation of children, youth and families in community development activities.

The new framework (read more on page 22) is a vital quality improvement and accountability tool, which addresses a long-standing organisational commitment – to measure and critically review the results being achieved for children and their communities.

Thank you for your support.

Nigel Spence

CEO
ChildFund Australia

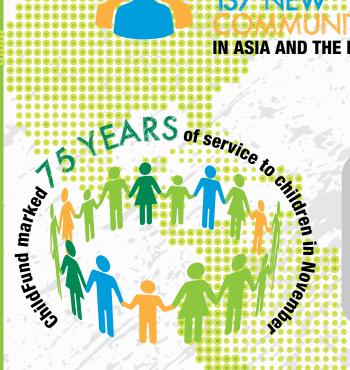




CHILDFUND AUSTRALIA SUPPORTED 137 NEW

IN ASIA AND THE PACIFIC

Australians





PEOPLE WORLDWIDE SIGNED CHILDFUND'S

STRALIA TO ASSIST **CHILDREN AND** THEIR COMMUNITIES IN 27 COUNTRIES



AGED 10-12, FROM **OUNTRIES** TICIPATED IN THE ANNUAL SMALL VOICES **BIG DREAMS SURVEY**

VIETNAM:

THREE NEW SCHOOLS

CONSTRUCTED AND
ANOTHER FOUR
PROVIDED WITH
RESOURCES



ZAMBIA: 10,000 CAREGIVERS

TOOK PART IN CHILD RIGHTS AND CHILD PROTECTION WORKSHOPS



UGANDA:

42,600 CHILDREN WERE VACCINATED



PARTICIPATED IN A DISASTER RISK REDUCTION PROJECT CAMBODIA: 216 SCHOOL PRINCIPALS AND TEACHERS

FROM 22 SCHOOLS BENEFITED FROM TRAINING







PHILIPPINES: 37,529 FOOD PACKS
AND 10,400 ESSENTIAL NONFOOD KITS WERE PROVIDED FOR
FAMILIES AFFECTED BY TYPHOON HAIYAN

INDIA: CHILDFUND INDIA SUPPORTED MORE THAN 700 YOUTH CLUBS



SRI LANKA:
425 PEOPLE
WERE PROVIDED
WITH LIVELIHOODS
TRAINING AND
EQUIPMENT





ATTENDED
76 EARLY
CHILDHOOD
DEVELOPMENT
CENTRES



BENE<mark>FITE</mark>D FROM PROJ<mark>ECT</mark>S IMPLEMENTED BY CHILDFUND HONDURAS



GUINEA: 20,345 PEOPLE

FROM 33 COMMUNITIES

WERE REACHED BY EBOLA EDUCATION SESSIONS

PAPUA NEW
GUINEA:
10. WATER
SYSTEMS WERE
CONSTRUCTED TO
PROVIDE ACCESS TO
CLEAN WATER FOR

TWO:RURAL VILLAGES

LAOS: FOUR GENERAL HEALTH CENTRES, AND A NEW MOTHER AND CHILD HEALTH CENTRE, WERE CONSTRUCTED



+ GOAL 1: ACHIEVE TANGIBLE IMPROVEMENTS FOR CHILDREN

ChildFund Australia is focused on delivering positive change for children. In 2013-14, ChildFund Australia worked in partnership with communities to bring improvements to children and their families in education, health, livelihoods, nutrition and food security, water and sanitation and HIV and AIDS.

Education for all

ChildFund Laos is helping to improve access to quality education for children and youth in rural villages.



Since 2012, ChildFund Laos has supported the construction of 12 primary schools

hildFund Laos has been working in Nonghet district in Xieng Khouang province since 2010. Located in northern Laos, near the Vietnamese border, the district is one of the poorest in the country. The majority of the population here is H'mong, an ethnic minority group in Laos often excluded from development opportunities.

To help improve access to education for children and youth in Nonghet, ChildFund Laos is working in partnership with local government and communities to provide a range of quality, locally-appropriate education opportunities.

Over the past financial year, three primary schools and one early childhood development centre have been constructed and provided with educational equipment and resources. 17 long-term, teacher training scholarships were provided, and teachers from 12 schools

participated in two governmentstandard education training courses.

Since 2012, ChildFund Laos has supported the construction of



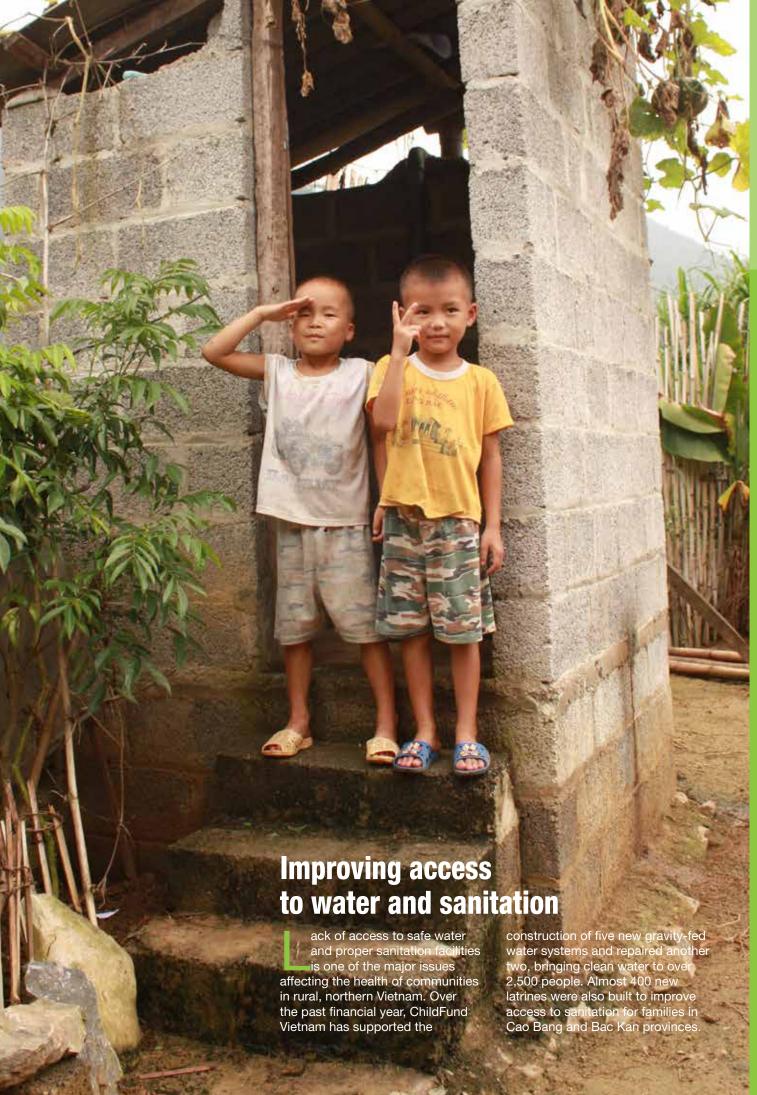
ChildFund Laos country director, Chris Mastaglio, at a school handover ceremony

primary schools in all 12 of our partner communities in Nonghet.

To foster local ownership of the project ChildFund Laos works in close partnership with communities in Nonghet, which includes contributing labour and materials towards the construction of the schools.



The local community contributing to the construction of a school



Maternal and child health

ChildFund Timor-Leste is helping to improve access to health for thousands of mothers and their children.



Fonifancia with her son, Dean

was 18 when I became pregnant for the first time. When I reached eight months, my baby stopped moving. We went to the hospital to see the doctor but my baby had already died," says Fonifacia, 32. "My second baby also died when he was just six-monthsold."

While maternal and child health has improved in Timor-Leste over the past decade, according to UNICEF the infant mortality rate is still one of the highest in South-East Asia – 48 deaths per 1,000 live births.

Fonifacia (pictured above) now has two healthy sons, seven-year-old Deonizio and his younger brother Dean, who is 18-months-old.

"I get a lot of information on health from the community health volunteers (CHVs) when they visit my home. They are really friendly and make us feel relaxed and comfortable enough to ask questions or for clarification," says Fonifacia.

After attending sessions held by the CHVs she felt more confident during her pregnancy with Dean. "After completing my [prenatal] treatment in the clinic, I gave birth to my



Baby Abelina getting a check-up at a newly-refurbished health post



Agostinha and her youngest children with their new mosquito net

youngest son, Dean, in the health centre. He was 4.3 kilograms."

Fonifacia and her children are benefiting from ChildFund Timor-Leste's extensive maternal and child health project in Liquica District, funded by ChildFund Australia supporters and the Australian Government overseas aid program.

To date, CHVs trained by ChildFund Timor-Leste have visited almost 5,000 homes and provided vital health training to 1,437 school children. Two community health posts have been refurbished, 47 professional health workers have been trained in safe motherhood and newborn care and 6,000 mosquito nets distributed to families.

Tangible improvements

This is a snapshot of how ChildFund and its local partners are achieving tangible improvements for children around the world.





As part of a livelihoods project in the north, ChildFund Ecuador is providing parents, like Maria, with agricultural training and seeds so they can grow nutritious food for their families and generate an income.



Volunteers trained by ChildFund Sierra Leone have conducted Ebola awareness education sessions in 40 rural communities with over 4,100 educational materials distributed. Schools, health centres and families have also received hygiene kits and access to water to help prevent the spread of the virus.



+ GOAL 2: STRENGTHEN PROTECTION FOR CHILDREN

ChildFund Australia works to reduce the risks that children face daily. During the year, this has included increasing the ability of communities to cope with disaster, providing relief during emergencies, and supporting improved child protection programs, locally and globally.

Typhoon Haiyan

ChildFund Philippines is helping thousands of families who had their lives turned upside down when Super Typhoon Haiyan hit the country in November 2013.



Over 37,000 food kits were distributed

n 8 November 2013, one of the most powerful typhoons ever to hit land tore across the Philippines.

Super Typhoon Haiyan killed 6,000 people and left 1,800 missing, as well as damaging 1.1 million homes.

Manny (pictured), a sponsored child, and his family were part of the 16 million affected. "This is my house. This is how I found it after the storm. Everything is lost, everything!"

ChildFund Philippines was quick to mobilise its emergency response and was one of the first organisations to provide emergency relief to communities affected by Typhoon Haiyan.

CHILDFUND PHILIPPINES DISTRIBUTED 37,529 FOOD PACKS AND 10,400 ESSENTIAL NON-FOOD KITS AND ESTABLISHED 22 CHILDCENTRED SPACES FOR CHILDREN.

ChildFund Philippines' Child-Centred Spaces – spaces for children to gather, play and receive trauma support – were recognised by UNICEF as the first established child protection mechanisms by an international aid organisation supporting the emergency efforts.



Manny, a sponsored child, standing outside his destroyed home



Children playing at a ChildFund Philippines Child-Centred Space

"At first, most children drew pictures of the typhoon and the destruction, but in more recent days, they are drawing their family and friends. This is an important sign in post-trauma healing. Child-Centred Spaces help in this respect," said ChildFund Philippines staffer, Marcela, in December 2013.

This was all part of ChildFund Philippines' first (or relief) phase of the emergency response – providing immediate needs for children and their families. In February 2014, the second stage of the emergency response – recovery – began.

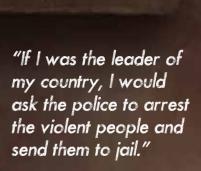
For the next three to five years, ChildFund Philippines and its local partners will be helping to restore livelihoods, strengthening community-based child protection mechanisms and providing disaster risk management and emergency response training.





+ GOAL 3: AMPLIFY CHILDREN'S VOICE & EMPOWER CHILDREN

ChildFund Australia believes children should be given the opportunity to actively contribute to change within their communities. During this year, this has meant establishing child and youth clubs, providing access to sports, recreation and cultural activities and forming peer support and counselling groups.



Christopher, 10, Zambia

Small Woices, Big Dreams 2013

hristopher was one of 6,499 children, aged 10-12, from 47 countries who participated in ChildFund Alliance's 2013 Small Voices, Big Dreams survey, one of the world's largest global polls of children's views. This year, ChildFund asked children to share their views on peace, violence,

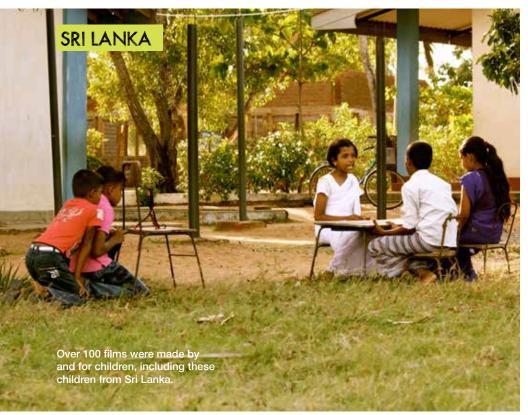
heroes and happiness. Globally, one in three children say that, as leader of their country, they would tackle violence by improving law and order. When asked what peace means to him, Christopher answered: "When no one is fighting and people love each other."

+ GOAL 4: BUILD MUTUAL UNDERSTANDING & RESPECT FOR CHILDREN

ChildFund Australia is committed to building connections between Australians and communities in developing countries. In 2013-14, Australian school children had the opportunity to connect with children overseas, while our child-led research highlighted the views of children from around the world.

ChildFund Connect

In 2013, over 700 children from Australia, Brazil, Ecuador, Laos, Sri Lanka, Timor-Leste and Vietnam took part in ChildFund Connect's Family Film Festival.





Children, like Laquisha from the Northern Territory, worked hard to script, film and edit the films.



The films shared the children's thoughts and feelings about the role of family in their lives.



+ GOAL 5: GROW CHILDFUND AUSTRALIA'S WORK

ChildFund Australia is expanding its work, supporters and revenue base so that we are able to assist more children. During the year, this included increasing the number of individual supporters and was also successful in generating greater interest from corporates and grant-making bodies.

Amazing Aussies

Over the past year thousands of Australians have helped support children living in poverty around the world.





At just 11 years old, Raquel (pictured with her dad Paul) was ChildFund Australia's youngest Gold Charity runner in the City2Surf. Together our participants raised more than \$10,000 to provide vital immunisations for young children in Papua New Guinea.



In 2014, ChildFund Australia launched a fun new campaign, The Big Ask, to help fight global child poverty. Hundreds of Australians took part by hosting a trivia event, including these students from Point Clare primary school, to raise money for vulnerable children around the world.



Improving health ChildFund Papua New Guinea, with support from Australian donors, is improving access to health care.



Nellie speaking to her village about TB

eventeen-year-old Nellie lives in a village in Rigo District in Papua New Guinea. Most villages in this remote, rural area lack access to basic services, including healthcare, despite being just three hours from Port Moresby.

Last year Nellie contracted tuberculosis (TB) - one of the biggest killers in Papua New Guinea today. "This is how I knew and felt when I had TB. Firstly, I was losing weight because I was not eating properly. I was tired and sleeping a lot and had diarrhoea. I often could not get up or do work," she says.

Papua New Guinea has the highest incidence of TB in the Pacific with the World Health Organisation



Richard, a volunteer trained by ChildFund PNG, vaccinating a child

estimating the country has over 20,000 new and relapsed cases diagnosed every year.

TB is a critical problem in Central Province, where Nellie lives, because of lack of community awareness, poor treatment adherence and rundown health infrastructure.

Nellie is now healthy and TB free after she was supported by a village health volunteer (VHV) trained by ChildFund PNG to complete her sixmonth TB treatment plan.

"Richard Kora, our VHV, helped me a lot by encouraging me to take my medicine until I finished them," Nellie says. "I should have died but because I took my medicine well

and completed them I am feeling well and strong now."

Richard's training meant he was able to undertake direct observed therapy, more commonly known as DOT. DOT is considered the most effective strategy for ensuring TB sufferers correctly take their medicine. It involves health workers observing patients physically take their medicine for six months. This is the technique Richard used to help Nellie recover.

"I watched Nellie almost daily take her medicine and kept track of her medicine in-take using a calendar," Richard recalls. "Each time, before Nellie ran out of her medicine that was supplied to her, I would catch a bus to the district health facility in Kwikila Town to fetch more supplies."

Now that she is well, Nellie is helping Richard and ChildFund PNG to halt the spread of TB by raising awareness of the disease in her village.

With the assistance of the English Family Foundation, ChildFund PNG has provided TB prevention and treatment services to more than 8,470 people in Papua New Guinea.

Corporate partnerships

ChildFund Australia's aim is to build strong, mutually beneficial partnerships with likeminded organisations committed to the wellbeing of children and their communities.

ChildFund Australia offers partners the opportunity to actively engage employees and customers in our work through, for instance, corporate volunteering and workplace giving. This allows businesses to meet their corporate social responsibility objectives.

This financial year, ChildFund Australia launched a new partnership with Kimberly-Clark which is helping to provide better access to health services for children, mothers and their families in remote communities in Papua New Guinea.

This partnership incorporates both financial support to ChildFund PNG's health project, as well as the provision of mother and baby kits for parents and their newborns.

Kimberly-Clark is committed to positively contributing to the regions in which they work, and will partner with ChildFund in the coming years to raise the standards of healthcare provision in remote Papua New Guinea.

Australian Aid

ChildFund Australia acknowledges with great appreciation the partnership with the Australian Government's Department of **Foreign Affairs and Trade (DFAT).**

uring 2013-14, under the Australian Aid NGO Cooperation Program (ANCP), Australian government support enabled ChildFund to continue and extend the reach of its child-centred development programs in 13 countries in Asia-Pacific and Africa.



Department of Foreign Affairs and Trade



speaking at the ACFID Council in 2013

Youth reproductive health



The newly constructed youth-friendly, reproductive health centre.

n Sodo Buee in rural Ethiopia. early marriage, gender-based violence and a lack of awareness about reproductive health issues are aggravating the spread of HIV, with youth most at risk. Also on the increase is the number of orphans and vulnerable children in the area.

To help combat the spread of HIV among young people ChildFund Ethiopia, with funding from the Australian Government's overseas aid program, has supported the construction of a youth-friendly reproductive health centre in the community.

The centre is the first of its kind in the area and was built to reduce the stigma felt by young men and women when utilising health services. This building means young people are no longer forced to share the same health facilities as adults at the nearby Buee Health Centre.

Young people who come to the centre, like Muluken, Maru and Endalch (pictured), are able to check their health status related to HIV and receive counselling whilst also enjoying the games, café and library at the centre. Youth from other districts have also started to use the services of the centre.

ChildFund Ethiopia is helping to combat the spread of HIV among youth in rural Ethiopia.

ChildFund Ethiopia has trained over 80 peer educators from nine schools who are using music, drama and sport to raise awareness of reproductive health issues and HIV.

Community outreach sessions, more than 8,000 youth-focused leaflets, 200 posters and 10 billboards are also being used to reach young people.

Thanks to the support of the Australian Government overseas aid program, over 30,000 people in rural Ethiopia now have better access to reproductive health information and services.



Youth enjoying themselves at the multi-purpose centre

CHILDFUND ANNUAL REPORT 2013/14

ChildFund Alliance

Thank you to our partners within the ChildFund Alliance, who have supported ChildFund Australia's work in Cambodia, Laos, Myanmar, Papua New Guinea and Vietnam.

BARNFONDEN





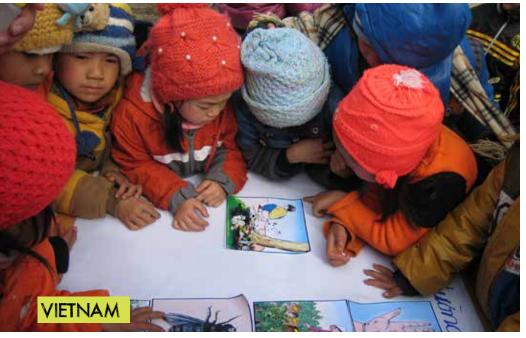












ChildFund Vietnam is helping to improve access to clean water and sanitation facilities for schools in rural northern Vietnam. Thanks to support from Un Enfant Par La Main, 93 schools received 996 hygiene kits including water purifiers, water pitchers, towels and soap. Around 6,640 teachers, caregivers and students also participated in water and sanitation awareness sessions.





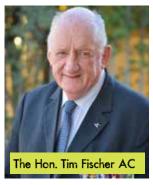
Over the past financial year, eight schools in Papua New Guinea received gardening kits to improve the nutrition of their students. More than 230 farmers were also trained on backyard gardening, with the majority provided with equipment, and nutrition awareness sessions conducted for mothers and caregivers. This was part of a ChildFund New Zealand funded project to improve food security and prevent malnutrition in rural PNG.

"Before arriving here, I'd never seen a computer. Now I know it's very important to getting ahead in the 21st century. So I'm very happy to be learning computer skills and English," says 13-year-old Su Myat. Thanks to funding from ChildFund Korea, ChildFund Myanmar is supporting a computer training room at a school in Mandalay so students can improve and extend their skills and education.

Ambassadors

Thank you to our ChildFund Australia ambassadors who dedicate their time and energy to supporting ChildFund Australia's work overeas, our advocacy campaigns, and who use their voice to highlight the issues children face in poor communities.

his year, ChildFund Australia was very proud to announce the Honourable Tim Fischer AC as its first Envoy. The former Deputy Prime Minister of Australia, Tim and his wife Judy have been sponsors with ChildFund Australia for over two decades.

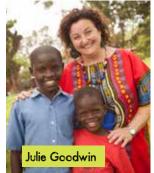






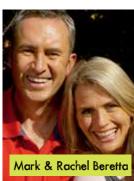






ChildFund Australia's work has been extended to more children and families during 2013-14 as a result of the generous contributions made by the following individuals and

organisations. We thank them for their support.



Supporters

- Allens
- Australian Chinese Charity Foundation
- Becher Foundation
- Chris Dwyer
- Dodd Family Endowment
- English Family Foundation
- Fusion Fashion Brands

- Give a Little Love Foundation
- Google
- Hare & Forbes Family Trust
- James Sheffield
- Jan Cicerello
- Kimberly-Clark
- Marcelo Ulvert
- Network Nine

- Paul Moutzakis
- SMEC Foundation
- The Beeren Foundation
- The Brook Foundation
- The Charitable Foundation
- The Rhodes Family
- Women's Plans Foundation



Measuring our progress

As an organisation committed to achieving the best possible outcomes for children and families, ChildFund Australia believes it is vital to measure the effectiveness of our work.

n 2010, ChildFund Australia began the design of a new, and more rigorous, monitoring and evaluation system to provide answers to three important questions. How do we know if our work makes a difference and gets results? How do we learn from experience in order to improve the way we work? And, finally, how can community members and local partners directly participate in the planning, implementation and evaluation of ChildFund Australia's development projects?

The Development Effectiveness Framework

fter four years of design, pilot testing, review, community consultation and refinement of data collection and analysis processes, ChildFund Australia's

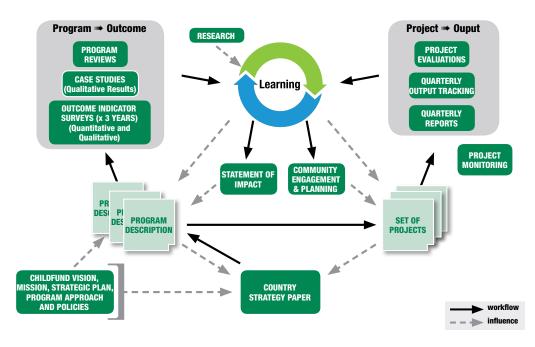
Development Effectiveness Framework (DEF) became fully operational in 2014.

The framework covers program activities in four ChildFund Australiamanaged countries – Cambodia, Laos, Papua New Guinea and Vietnam, and some aspects of our work in Myanmar. It includes a number of components:

• Organisational outputs: 47 organisational output measures are applied to track the activities and tangible results of ChildFund Australia-managed projects throughout the year. Output measures include constructions, trainings, materials supplied, community education activities and campaigns conducted. The figures on outputs are aggregated from quarterly project reports provided to senior managers and board members for review and evaluation. Quarterly project reports (both narrative and

financial) are produced in-country to track progress, explain variations and to document experiences and lessons learned.

- Qualitative data: Case studies are collected from project partners and beneficiaries to gather qualitative information about the way in which individual children, a family, community member or development partners perceive and experience the effects of ChildFund's programs and projects.
- Outcome indicators: using baseline and follow up surveys long-term progress against 18 outcome indicators is measured. These include indicators such as nutrition, literacy, primary school completion and participation in decision-making.
- Statements of impact: data from the framework and other sources are discussed with partners, local government and community



members, who review the activity over time, consider other influences in their district and rate the impact of ChildFund Australia's programs and projects.

The framework gives the organisation the means to track and sum up the results of its development programs. By counting tangible outputs and measuring longer term changes over time, ChildFund Australia is able to assess the extent to which it has contributed to improved living standards for children and communities.

Impact in Cambodia

etween December 2013 and February 2014 ChildFund completed the first Statement of Impact for programs and projects undertaken in Svay Chrum District, Svay Rieng Province in Cambodia. ChildFund Australia staff and partners carried out a survey to collect evidence on 18 Outcome Indicators which was compared with an equivalent survey conducted three years before. ChildFund Cambodia staff then met with representatives from communities and local government to present the survey data from 2011 and 2014, consider a range of other data, reflect on the range of development influences unrelated to ChildFund Cambodia, seek validation and ask participants to set development priorities for the following three years.

Next, some of the local representatives participated in a further meeting where they reviewed changes revealed in the data between 2011 and 2014 and agreed on the extent to which ChildFund Cambodia's projects had contributed to these changes. Their conclusions were written up in the

form of a Statement of Impact. For ChildFund Australia, the attribution and impact evaluation process in Svay Chrum has confirmed that ChildFund Cambodia's projects, undertaken in partnership with the community, have achieved strong, positive results for children and families.

We have a better understanding of what works and what needs further attention. Finally, it enabled ChildFund Cambodia to strengthen the partnership it has with community members and local government organisations, through their active role in the overall process.

ChildFund Australia also carries out mid-term and summative evaluations of projects under the DEF – small-scale, shorter term projects are subject to internal evaluations while longer term projects with more substantial budgets are externally evaluated.



Community representatives analyse the impact of ChildFund Cambodia's programs

Financial summary

ChildFund Australia's revenue grew by \$4.7 million in 2013-14 to help create lasting and meaningful change for children and their communities in 27 countries around the world.

uring 2013-14, ChildFund Australia achieved a surplus of \$740k, including an unrealised gain in investments of \$220k. This compares with a surplus of \$120k last year which included an unrealised investment gain of \$246k.

Net assets increased to \$5.2m, further strengthening the financial position of the organisation.

Where the money came from

Total revenue increased by \$4.7m to \$49.9m. Grant revenue increased by \$3.1m to \$15m and donations and gifts increased by \$1.5m to \$33.6m.

Support from the Australian public continues to be strong.
Regular-giving, including child

sponsorship, remained steady while other contributions from the public increased, notably appeal revenue, community events, corporate and philanthropic support. The response to Typhoon Haiyan in the Philippines was generously supported and raised \$621k.

Australian Government grants (predominantly Department of Foreign Affairs and Trade grants) were 34% higher than last year. Overseas grants, mainly from other members of the ChildFund Alliance, increased by 18%. Investment and other income was slightly lower than last year reflecting the lower interest rates during the year.

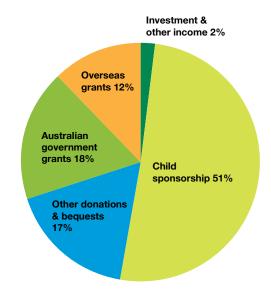
ChildFund Australia continues to diversify its revenue sources. While child sponsorship is the main source of revenue, it is now 51% of total revenue compared to 58% last year; while Australian grants and overseas grants are now 30% of total revenue, compared to 27% last year.

How the money was spent

Spending on programs was \$38.9m and represented 79% of all expenditure. Program expenditure is predominantly overseas expenditure on development programs and emergency relief, and also incorporates program support and community education.

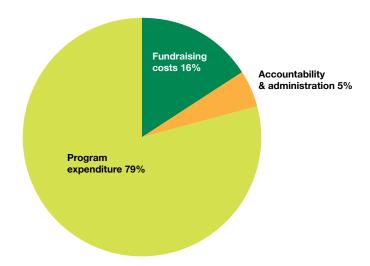
Fundraising costs as a percentage of total expenditure increased slightly to 16%. Accountability and administration expenses as a percentage of total expenditure remained unchanged at 5%.

Sources of revenue



Note: The ratios are the relevant revenue items expressed as a percentage of the total revenue and are based on information from the audited income statement.

Breakdown of expenditure



Note: The ratios are the relevant expense items expressed as a percentage of the total expenses and are based on information from the audited income statement.



+ SUMMARY FINANCIAL STATEMENTS

Statement of comprehensive income year ended 30 June 2014

| | 2014 (\$) | 2013 (\$) |
|---|------------|------------|
| Revenue | | |
| Monetary donations & gifts | | |
| Child sponsorship donations | 25,591,092 | 26,313,358 |
| Other donations | 8,025,475 | 5,812,575 |
| | 33,616,567 | 32,125,933 |
| Legacies and bequests | 215,631 | 76,895 |
| Grants | | |
| Department of Foreign Affairs and Trade | 7,894,018 | 6,097,337 |
| Other Australian | 907,638 | 472,751 |
| Overseas | 6,219,514 | 5,290,360 |
| | 15,021,170 | 11,860,448 |
| Investment income | 342,381 | 428,221 |
| Other income | 711,696 | 701,491 |
| Total revenue | 49,907,445 | 45,192,988 |
| Expenditure | | |
| International programs | | |
| Funds to international programs | 35,724,385 | 33,045,747 |
| Program support costs | 2,492,157 | 2,320,894 |
| | 38,216,542 | 35,366,641 |
| Community education | 746,534 | 802,334 |
| Fundraising costs | | |
| Public | 7,668,393 | 6,656,951 |
| Government, multilateral and private | 145,477 | 141,134 |
| Accountability and administration | 2,610,661 | 2,351,324 |
| Total expenditure | 49,387,607 | 45,318,384 |
| Excess/(shortfall) of revenue over expenditure | 519,838 | (125,396) |
| Other comprehensive income | | |
| Net change in fair value of available-for-sale financial assets | 220,397 | 245,731 |
| Total comprehensive income for the year | 740,235 | 120,335 |

During the year, the Company did not engage in any political or religious proselytisation programs, domestic projects, had no impairment of investments, and did not include the value of non-monetary donations and gifts.

Statement of financial position as at 30 June 2014

| | 2014 (\$) | 2013 (\$) |
|-------------------------------|------------|------------|
| Assets | | |
| Cash and cash equivalents | 10,639,287 | 5,246,661 |
| Trade and other receivables | 635,110 | 512,781 |
| Financial assets | - | 4,000,000 |
| Total current assets | 11,274,397 | 9,759,442 |
| Financial assets | 2,622,076 | 2,330,454 |
| Property, plant and equipment | 1,008,189 | 1,111,125 |
| Total non-current assets | 3,630,265 | 3,441,579 |
| Total assets | 14,904,662 | 13,201,021 |
| Liabilities | | |
| Trade and other payables | 9,090,893 | 8,176,712 |
| Provisions | 324,986 | 377,413 |
| Total current liabilities | 9,415,879 | 8,554,125 |
| Provisions | 243,621 | 141,969 |
| Total non-current liabilities | 243,621 | 141,969 |
| Total liabilities | 9,659,500 | 8,696,094 |
| Net assets | 5,245,162 | 4,504,927 |
| Equity | | |
| Unrestricted reserves | | |
| Retained surplus | 2,922,861 | 2,820,998 |
| Bequest reserve | 500,000 | 500,000 |
| Fair-value reserve | 612,034 | 391,637 |
| | 4,034,895 | 3,712,635 |
| Restricted reserves | 1,210,267 | 792,292 |
| Total equity | 5,245,162 | 4,504,927 |

The Summary Financial Reports have been prepared in accordance with the requirements set out in the ACFID Code of Conduct. For further information on the Code, please refer to the ACFID Code of Conduct Guidance Document available at www.acfid.asn.au.

Copies of our audited full financial statements can be downloaded from our website at www.childfund.org.au or can be requested via email to info@childfund.org.au, or by calling 1800 023 600.

+ SUMMARY FINANCIAL STATEMENTS

Statement of changes in equity year ended 30 June 2014

| | Retained surplus (\$) | Bequest reserve (\$) | Fair value reserve (\$) | Restricted reserve (\$) | Total equity (\$) |
|---|-----------------------|----------------------|-------------------------|-------------------------|-------------------|
| Balance as at 1 July 2012 | 2,902,568 | 500,000 | 145,906 | 836,118 | 4,384,592 |
| Total comprehensive income for the period | | | | | |
| Excess of revenue over expenditure | (125,396) | - | - | - | (125,396) |
| Other comprehensive income | | | | | |
| Net change in fair value of available-for- sale financial assets | - | - | 245,731 | - | 245,731 |
| Transfers to restricted funds | (1,931,854) | | | 1,931,854 | |
| Transfers from restricted funds | 1,975,680 | - | - | (1,975,680) | - |
| Balance as at 30 June 2013 | 2,820,998 | 500,000 | 391,637 | 792,292 | 4,504,927 |
| | | | | | |
| Balance as at 1 July 2013 | 2,820,998 | 500,000 | 391,637 | 792,292 | 4,504,927 |
| Total comprehensive income for the period | | | | | |
| Excess of revenue over expenditure | 519,838 | | | | 519,838 |
| Other comprehensive income | | | | | |
| Net change in fair value of available-for- sale financial assets | | | 220,397 | | 220,397 |
| Transfers to restricted funds | (2,709,351) | | | 2,709,351 | - |
| Transfers from restricted funds | 2,291,376 | | | (2,291,376) | - |
| Balance as at 30 June 2014 | 2,922,861 | 500,000 | 612,034 | 1,210,267 | 5,245,162 |

Table of cash movements for designated purposes year ended 30 June 2014

| | Cash available 1 July 2013 | Cash raised during the year | Cash disbursed during year | Cash available 30 June 2014 |
|------------------------------|-------------------------------|-----------------------------|----------------------------|--------------------------------|
| ANCP* | 37,566 | 8,100,361 | 7,894,018 | 243,909 |
| Total for all other purposes | 5,209,095 | 42,859,389 | 37,673,106 | 10,395,378 |
| Total | 5,246,661 | 50,959,750 | 45,567,124 | 10,639,287 |

*ANCP: Australian NGO Cooperation Program

Independent auditor's report to the members of ChildFund Australia



Report of the independent auditor on the summary financial statements of ChildFund Australia

The accompanying summary financial statements, which comprises the summary statement of financial position as at 30 June 2014, the summary statement of comprehensive income, summary statement of changes in equity and summary table of cash movements for designated purposes for the year then ended, are derived from the audited financial report of ChildFund Australia for the year ended 30 June 2014. We expressed an unmodified auditor's opinion on that financial report in our report dated 10 September 2014. That financial report and the summary financial statements do not reflect the effects of events that occurred subsequent to the date of our report on that financial report.

The summary financial statements do not contain all the disclosures required by Australian Accounting Standards for a general purpose financial report of ChildFund Australia. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial report of ChildFund Australia.

Directors' responsibility for the summary financial statements

The directors are responsible for the preparation of a summary of the audited financial report.

Auditor's responsibility

Our responsibility is to express an opinion on the summary financial statements derived from the audited financial report of ChildFund Australia based on our procedures, which were conducted in accordance with Auditing Standard ASA 810 Engagements to Report on Summary Financial Statements.

Auditor's opinion

In our opinion, the summary financial statements derived from the audited financial report of ChildFund Australia for the year ended 30 June 2014 are a fair summary, in all material respects, of that audited financial report.

KPMG

Brett Mitchell Partner Sydney

Dated at Sydney this 10th day of September 2014

Directors Declaration

In the opinion of the directors of ChildFund Australia ("the Company"):

- (a) the full financial statements are in accordance with the Australian Charities and Not-for-profits Commission Act 2012 and Corporations Act 2001, including:
 - giving a true and fair view of the financial position of the Company as at 30 June 2014 and of
 its performance, as represented by the results of its operations and cash flows, for the year
 ended on that date; and
 - (ii) complying with Australian Accounting Standards, the Australian Charities and Not-for-profits Commission Regulation 2013 and the Corporations Regulations 2001; and
- (b) 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.

Marcus Laithwaite

Director

David Pigott Director

+ CHILDFUND AUSTRALIA BOARD



Marcus Laithwaite (Board Chair) is a partner at PricewaterhouseCoopers Sydney, and is a specialist in the financial services industry. He has extensive experience in external and internal audits, risk management, due diligence and regulatory advice.

Marcus joined the Board in 2007 and is the Chair of the Governance Committee.



Jo Thomson (Board Deputy Chair) is an international development specialist having worked in the NGO development sector for 20 years. She has been responsible for managing NGO programs in the Pacific, Asia and Africa having held senior executive positions

with Australian NGOs and as a consultant on numerous NGO and Department of Foreign Affairs and Trade initiatives. Jo joined the Board in 2007 and is the Chair of the Program Review Committee.



Michael Rose is Chief Executive Partner at leading commercial law firm Allens and Chairman of the Board of ChildFund Alliance. Michael joined the ChildFund Australia Board in 2005 and is a member of the Governance Committee.



Dr Angeline Low manages family investments. She is also a Research Affiliate at the University of Technology, Sydney with research interests into entrepreneurship, ethnicity and gender. In addition, she is a board member of the Australian Foundation for Peoples

of Asia and the Pacific. Angeline is a former Partner of Deloitte Touche Tohmatsu, Malaysia. Angeline joined the Board in 2006 and is a member of the Program Review Committee and the Chair of the Communications & Marketing Committee.



David Pigott is the General Manager, Sector Engagement at Mission Australia. He is Chair of the Ella Centre Board of Management, a Uniting Church disability and aged care provider in Sydney's Inner West. He has formerly been an adviser to the Minister for Foreign Affairs and

Private Secretary to the Premier of NSW. David joined the Board in 2006 and is the Chair of the Audit & Risk Committee.



Desmond Semple has a background as CEO of Government Human Service Departments and more recently as a consultant undertaking major structural and organisational changes, across and within Government agencies. Des joined the Board in 2007 and is a member of

the Program Review Committee and member of the Governance Committee.



Dr Stephen Moss is a professional consultant, director and mediator with a background in law, psychology and business. He is currently Chairman of Eaton Capital Partners, an international investment and advisory firm, Vice Chairman of WDScott, an international

management consulting firm and Chairman of The Odin Institute. Stephen joined the Board in 2008 and is a member of the Program Review Committee and the Communications & Marketing Committee.



Dr Gaye Hart AM is chair of the NSW Regional Development Advisory Council and of Regional Development Australia - Hunter. She has over 20 years' experience as an executive and non-executive director in not-for-profit, government and business boards. Gaye's

involvement in international development includes a period as Chair of ACFID Code of Conduct Committee, President of ACFID, a member of the Simons Committee to Review the Australian Overseas Aid Program and as a member of the Foreign Minister's Aid Advisory Council. She was awarded the Centenary of Federation medal in 2003. Gaye joined the Board in 2010 and is a member of the Audit & Risk Committee and the Communications & Marketing Committee.



Michael Pain is a Managing Director with Accenture Australia, leading Accenture's Analytics activities in Australia. In this capacity, Michael oversees Accenture's analytics activities and works with strategic and technology implementation projects across a range

of industry sectors including financial services, public sector and resources. Michael also co-leads Accenture's corporate giving activities, and supports several philanthropic organisations in the area of ethics and the environment. Michael joined the Board on 28 November 2012 and is a member of the Audit & Risk Committee and the Governance Committee.



Mary Latham is a chartered accountant, company director and consultant. She has worked in the financial services industry for 15 years, in Australia and England, and in the Australian notfor-profit sector for 8 years. Mary is a director of the Australian Conservation

Foundation, Australian Podiatry Association (Vic) and IDC Secretariat (Australia). Mary joined the Board on 28 November 2012 and is a member of the Audit & Risk Committee and the Communications & Marketing Committee.





ChildFund Australia is a member of the Australian Council for International Development (ACFID) and a signatory to the ACFID Code of Conduct. The Code requires members to meet high standards of corporate governance, public accountability and financial management. For more information, or to lodge a complaint, please contact ACFID or ChildFund Australia.

ACFID

Address: 14 Napier Close, Deakin ACT 2600

Phone: +612 6285 1816 Fax: +612 6285 1720 Email: main@acfid.asn.au Website: www.acfid.asn.au



