



TRANSPARENCY INTERNATIONAL AUSTRALIA

(A Company Limited by Guarantee)

ABN: 23 068 075 525

FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2016



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DIRECTORS' REPORT

The directors present their report together with the financial report of Transparency International Australia ("*the Company*") for the year ended 30 June 2016 and the Auditor's Report thereon.

Directors

The Directors, at any time during the financial year or since the end of the financial year to date of signing, are:

Michael Ahrens	Previously senior partner of law firm Baker & McKenzie, Sydney. Director since 18 May 2004. Executive Director of Transparency International Australia 1 March 2006- 4 January 2016.
Jarrod Baker	Senior Managing Director in the Forensic Accounting & Advisory Services practice of FTI Consulting, Singapore. Director of Transparency International Australia since 20 November 2014.
AJ Brown	Professor of Public Policy & Law, Centre for Governance and Public Policy, Griffith University. Director of Transparency International Australia since 24 September 2010.
Keith Christiansen	Previously Group Manager International Development with GHD Pty Ltd and CEO GHD Perunding Malaysia, and retired Australian Army Officer (Colonel). Director of Transparency International Australia since 08 September 2015.
Rebecca Davies	Previously a senior partner of a major law firm and now has a portfolio of non-executive positions in the government, health and charity sectors. Writer and facilitator of courses for the Australian Institute of Company Directors. Director since 30 September 2016.
Michael Forde	Mediator and Probitly Adviser and consultant to UHY Haines Norton Chartered Accountants, Brisbane. Director of Transparency International Australia from 26 November 2013 to 8 September 2015.
Roger Gyles AO QC	Mediator and Arbitrator, Independent Security Legislation Monitor, previously a barrister and then a judge of the Federal Court from 1999 until 2008. Director of Transparency International Australia from 10 November 2010 to 25 November 2015 and Chairman of TI Australia from 1 January 2011 to 25 November 2015.
Holly Lindsay	Manager, Engagement and Research, Australian Council for Superannuation Investors and Governor of WWF Australia. Director since 8 September 2015.

Peter Moore	Previously Managing Director Accenture. Non-exec Director Montsalvat Limited and Vastigo Limited. Transparency International Australia Director since 24 November 2015.
Greg Thompson	Director of Australian Volunteers International; Director of ABM-Australia Ltd; Director of TI Australia since 16 June 1995. Executive Director International of Transparency International Australia 18 November 2009-4 January 2016.
Neville Tiffen	Principal, Neville Tiffen & Associates, specialist consultant – corporate governance, business integrity and compliance. Formerly Global Head of Compliance and other senior positions with Rio Tinto. Director of Transparency International Australia from 26 November 2013 to 21 August 2015.
Wendy Tyrrell	Managing Director of The Long View Consulting. Director of Transparency International Australia since 4 December 2012.
Harold Werksman	Partner, Thomson Geer; Lawyers. Director of Transparency International Australia since 27 January 2009.
Anthony Whealy QC	Mediator. Former Law Reform Commissioner, Judge NSW Court of Appeal and ICAC Commissioner. Assistant Commissioner Police Integrity Commission. Director of Transparency International Australia since 8 September 2015. Chairman of Transparency International Australia since 25 November 2015.

Directors' Meetings

The number of formal directors' meetings and number of meetings attended by each of the directors of the Company during the financial year are:

	Number attended	Number held or eligible to attend
Michael Ahrens	10	10
Jarrold Baker	10	10
AJ Brown	10	10
Keith Christiansen	9	9
Michael Forde	2	2
Roger Gyles AO QC	6	6
Holly Lindsay	9	9
Peter Moore	4	4
Greg Thompson	10	10
Neville Tiffen	1	1
Wendy Tyrrell	10	10
Harold Werksman	8	10
Anthony Whealy QC	9	9

Principal Activities

The Company's principal activities are to promote transparency, accountability and integrity nationally in Australia and globally through the network of Transparency International (TI) by:

- mobilising national coalitions against corruption as part of the global TI movement
- fostering and supporting research, development and dissemination of effective corruption prevention and enforcement tools, guidance and practices
- raising awareness and advocating action by government, business and civil society

It is a non-profit organisation and accredited as the Australian national chapter of TI, the worldwide coalition against corruption. It is funded mainly by subscription income from individual and organisation members and by funding received for agreed projects.

In Australia, the Company seeks to build a national coalition of those committed to reducing corruption through state-based and national activities mainly in co-operation with other organisations. It does not investigate or expose specific cases, but works to improve conduct and systems in Australia and overseas.

Results

The net surplus for the company for the financial year was \$31,825 (2015 - deficit \$18,900).

Review of Operations

Company operations continued as in the past (raising awareness of corruption and anti-corruption measures in Australia through media outreach, newsletters, electronic updates and the website; organising and participating in anti-corruption events; and public speaking) with a number of initiatives to continue to strengthen awareness, institutions, systems and the political will to recognise and combat corruption in the Asia Pacific Region and beyond.

Efforts have continued to increase the membership of TI Australia (TIA) by companies, NGOs and individuals, and to refine the value proposition and nature of collaboration with supporters.

The Board continued to implement its Strategic Plan, building upon past achievements and focusing on improving organisational capacity to deliver its objectives. TIA's program continues to be aligned with the TI Movement's Strategy 2020. Our work in Australia is strengthened through strategic engagement with the wider movement.

The Board successfully recruited the first full time CEO, with the appointment commencing in January 2016.

TIA received the first tranche of funding for the Mining for Sustainable Development Programme from TI Secretariat, with funds originating from the BHP Billiton Foundation. Phase One of the programme runs until the end of 2017 and will also be supported by a grant from DFAT via the Natural Resource Governance Institute.

Regional Committees

The work of Regional Committees in Sydney, Brisbane, Perth, Canberra and Melbourne was reviewed by the Board, with a summary of Committee purpose and function delivered to Convenors. A number of events were held highlighting the 2015 Corruption Perceptions Index launch, with additional activities occurring in Melbourne at various times. After a period of low activity in some regions, renewed focus and energy points to increased future activity.

Addressing Key Corruption Issues in Australia

During the year the Board released a series of Policy Position Papers intended to clearly frame TI Australia's key positions to inform policymakers, the media, our own members and the general public. The Position Papers are considered 'living documents' that will be updated and refined as legislation updates, policy reform and implementation impacts occur.

UK Anti-Corruption Summit

TIA actively engaged with the Federal Minister for Justice and the Attorney-General to advocate for ambitious Australian commitments at the UK AC Summit. TIA's CEO attended the Summit in London, working with TI UK and TI Secretariat to influence the civil society agenda at the Summit. While the ambition of Australia's commitments was disappointing, TIA continues to encourage the Federal Government to enhance its commitment to anti-corruption initiatives, in particular concerning beneficial ownership transparency, open contracting and international cooperation.

Open Government Partnership

The Open Government Partnership (OGP) is a multilateral initiative that aims to secure concrete commitments from governments to promote transparency, empower citizens, fight corruption and harness new technologies to strengthen governance. Membership requires governments to work with civil society to 'co-draft' a National Action Plan every two years, with independent reporting on progress. The Australian Government confirmed its membership of the Open Government Partnership in November 2015. TIA is a founding member of a coalition of civil society organisations and actors committed to partnering with government to see a strong and ambitious first National Action Plan. TIA obtained small grants from the Omidyar Foundation to support civil society engagement in Australia to ensure that co-creation and collaboration is consistent with OGP standards.

State of affairs

In the opinion of the directors, there were no other significant changes or matters in the state of affairs of the Company during the financial year under review not otherwise disclosed in this report or the financial statements.

Derivatives and other financial instruments

The Company does not consider itself exposed in any material manner to any exchange rate fluctuations or interest rate risks.

The Company has a strict credit policy, and only deals with reputable banks. Financing facilities and operating cash flows are managed to ensure the company is not exposed to any adverse liquidity risks.

Environmental regulation

The Company's operations are not subject to any significant environmental regulations under either Commonwealth or State legislation. However, the Board believes that the Company has adequate systems in place for the management of its environmental requirements and is not aware of any breach of those environmental requirements as they apply to the Company.

Events subsequent to balance date

There has not arisen, in the interval between the end of the financial year and the date of this report, any item, transaction or event of a material and unusual nature likely, in the opinion of the directors, to affect significantly the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

Indemnification

Since the end of the previous financial year, the company has not indemnified or made a relevant agreement for indemnifying against a liability any person who is or has been an officer or auditor of the Company, other than that contained in the Company's Constitution. Under this the Company indemnifies past and present officers against any liability which results from their service with the Company in that capacity, other than liabilities which the Company is prohibited by law from indemnifying.

Insurance premiums

The Company holds Directors' and Officers' liability insurance.

Signed in accordance with a resolution of the directors:

Peter J. Moore

Director Melbourne

PETER MOORE

26 Oct '16

Date

Gregory Houston

Director Melbourne

26 Oct 16

Date



Auditor's Independence Declaration

As lead auditor for the audit of Transparency International Australia Limited for the year ended 30 June 2016, I declare that to the best of my knowledge and belief, there have been:

- a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit and
- b) no contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Transparency International Australia during the period.

A handwritten signature in black ink, appearing to read 'Paul Lewis', written in a cursive style.

Paul Lewis
Partner
PricewaterhouseCoopers

Melbourne
26/10/ 2016

PricewaterhouseCoopers, ABN 52 780 433 757
Freshwater Place, 2 Southbank Boulevard, **SOUTHBANK VIC 3006**, GPO Box 1331, **MELBOURNE VIC 3001**
T: 61 3 8603 1000, F: 61 3 8603 1999, www.pwc.com.au

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TRANSPARENCY INTERNATIONAL AUSTRALIA
(A Company Limited by Guarantee)

STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2016

	Note	2016 \$	2015 \$
Subscription Revenue		185,434	158,335
Donated funds		50	336
Interest		1,392	4,749
Other revenues		399	97
Project Income	2	<u>75,608</u>	<u>9,596</u>
Total Revenue		262,883	173,113
Project Expenses	2	(70,186)	(4,601)
Administrative/Operations Expenses		<u>(160,872)</u>	<u>(187,412)</u>
Surplus/(Deficit) from ordinary activities before related tax expense	2	31,825	(18,900)
Income tax attributable to operating deficit	1(c)	—	—
Net surplus/(deficit)		<u>31,825</u>	<u>(18,900)</u>

There were no non-owner transactions entered into during the year which changed the equity of the Company.

The statement of financial performance is to be read in conjunction with the notes to the financial statements set out on pages 14 to 19.

TRANSPARENCY INTERNATIONAL AUSTRALIA
(A Company Limited by Guarantee)

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2016

	Note	2016 \$	2015 \$
Current Assets			
Cash		392,461	203,301
Receivables	6	<u>2,947</u>	<u>41,932</u>
		<u>395,408</u>	<u>245,233</u>
Non-Current Assets			
Fixed assets		<u>-</u>	<u>-</u>
		<u>-</u>	<u>-</u>
Total Assets		<u>395,408</u>	<u>245,233</u>
Current Liabilities			
Payables	7	<u>24,366</u>	<u>7,833</u>
Deferred Income	8	<u>156,262</u>	<u>51,350</u>
		<u>180,628</u>	<u>59,183</u>
Non-Current Liabilities			
Deferred Income	8	<u>2,310</u>	<u>5,405</u>
Total Liabilities		<u>182,938</u>	<u>64,588</u>
Net Assets		<u>212,470</u>	<u>180,645</u>
Accumulated Surplus			
Accumulated surplus	3	<u>212,470</u>	<u>180,645</u>
Accumulated Surplus		<u>212,470</u>	<u>180,645</u>

The Statement of Financial Position is to be read in conjunction with the notes to the financial statements set out on pages 14 to 19.

TRANSPARENCY INTERNATIONAL AUSTRALIA
(A Company Limited by Guarantee)

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2016

	Accumulated surplus	TOTAL \$
Balance at 1 July 2014	199,545	199,545
Net deficit for the year ended 30 June 2015	<u>(18,900)</u>	<u>(18,900)</u>
Balance at 30 June 2015	<u>180,645</u>	<u>180,645</u>
Balance at 1 July 2015	180,645	180,645
Net surplus for the year ended 30 June 2016	<u>31,825</u>	<u>31,825</u>
Balance at 30 June 2016	<u>212,470</u>	<u>212,470</u>

The Statement of Changes in Equity is to be read in conjunction with the notes to the financial statements set out on pages 14 to 19.

TRANSPARENCY INTERNATIONAL AUSTRALIA
(A Company Limited by Guarantee)

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2016

	Note	2016 \$	2015 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash receipts in the course of operations		430,633	193,272
Interest Received		1,392	6,335
Cash payments in the course of operations		<u>(242,865)</u>	<u>(220,799)</u>
Net cash (used)/provided by operating activities	9	<u>189,160</u>	<u>(21,192)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for property, plant and equipment		—	—
Net cash (used in) investing activities		—	—
CASH FLOWS FROM FINANCING ACTIVITIES			
Net cash provided by/(used) in investing activities		—	—
Net (decrease)/increase in cash held		189,160	(21,192)
Cash at the beginning of the financial year		<u>203,301</u>	<u>224,493</u>
Cash at the end of the financial year		<u>392,461</u>	<u>203,301</u>

The statement of cash flows is to be read in conjunction with the notes to the financial statements set out on pages 14 to 19.

TRANSPARENCY INTERNATIONAL AUSTRALIA
(A Company Limited by Guarantee)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

1 STATEMENT OF ACCOUNTING POLICIES

The significant policies adopted in the preparation of these financial statements are:

(a) Basis of preparation

In the opinion of the directors, Transparency International Australia is not a reporting entity. The financial report of the Company has been drawn up as a special purpose financial report for distribution to the members and for the purposes of fulfilling the requirements of the Australian Charities and Not-for-profits Commission Act 2012.

The financial report has been prepared on the accrual basis of accounting as defined in AASB 108 Accounting Policies, using the historical cost convention and a going concern assumption. Except where stated, it does not take into account changing money values or current valuations of non-current assets.

The accounting policies have been consistently applied and except where there is a change in accounting policy, are consistent with those of the previous year.

The Financial Report has been prepared in accordance with the recognition and measurement principles of Australian Accounting Standards and other mandatory professional requirements in Australia. It contains only those disclosures considered necessary by the directors to meet the needs of the members.

There are no new Australian Accounting Standards or interpretations that have been issued but are not yet effective with an expected material impact on the Company's financial report in the period of initial application. There were no Australian Accounting Standards that have been adopted early.

(b) Revenue recognition

Revenue consists of subscriptions and project grants received. Subscription revenue is brought to account over the period of subscription. Project grants are recognised as income when the obligations associated with the grant are satisfied. Where obligations associated with the project grant have not been satisfied at year end, any grant money received in advance is recognised in the Statement of Financial Position as deferred income.

(c) Income taxes

Based on advice received the directors believe the Company to be tax exempt.

TRANSPARENCY INTERNATIONAL AUSTRALIA
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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(d) Receivables

The collectibility of debts is assessed at balance date and specific provision is made for any doubtful accounts.

Other receivables to be settled within 60 days are carried at amounts due.

(e) Depreciation

Plant and Equipment are depreciated over their estimated useful lives. Plant and equipment are first depreciated in the year of acquisition using the straight line method. The depreciation rate used for plant and equipment is 20%.

(f) Goods and services tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). In these circumstances, the GST is recognised as part of the cost of part of the acquisition of the asset or as part of an item of the expense.

Receivables and payables are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the statement of financial position.

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

The Company became registered for GST on 1 May 2003.

TRANSPARENCY INTERNATIONAL AUSTRALIA
(A Company Limited by Guarantee)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

2 SURPLUS FROM ORDINARY ACTIVITIES

	2016	2015
	\$	\$
Operating surplus has been arrived at after including:		
Revenue from operating activities:		
Subscription revenue	185,434	158,335
Interest income	1,392	4,749
Project Income – MSD Programme	60,476	-
Project Income – Other	15,132	9,596
Other revenue	<u>449</u>	<u>433</u>
	<u>262,883</u>	<u>173,113</u>
Operating expenses:		
Project Expenses – MSD Programme	59,015	-
Project Expenses – Other	11,171	4,601
Administrative/Operations Expenses	160,872	187,412
Included within administrative expenses		
Depreciation expense	-	-

With the exception of project income received in association with the Mining Project, no single appeal or other form of fundraising for a designated purpose generated 10% or more of total income for the year.

3 ACCUMULATED SURPLUS

	2016	2015
	\$	\$
Accumulated surplus at beginning of year	180,645	199,545
Surplus/(Deficit) for the year	<u>31,825</u>	<u>(18,900)</u>
Accumulated surplus at end of year	<u>212,470</u>	<u>180,645</u>

4 AUDITOR'S REMUNERATION

Audit and other services have been provided without charge by PricewaterhouseCoopers.

5 RELATED PARTIES

The names of persons holding the position of director of the Company during the financial year are:

Michael Ahrens
Jarrod Baker
AJ Brown
Keith Christiansen
Michael Forde
Roger Gyles AO QC
Holly Lindsay
Peter Moore

TRANSPARENCY INTERNATIONAL AUSTRALIA
(A Company Limited by Guarantee)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

Gregory Thompson
Neville Tiffen
Wendy Tyrrell
Harold Werksman
Anthony Whealy QC

Directors' remuneration

All of the Directors in the current and prior year have acted on a pro-bono basis and have received no remuneration.

Loans to directors

No loans were made to directors during the year.

Other transactions with the Company

The directors had no other transactions with the Company during the year, other than authorised reimbursement of out of pocket expenses.

6 RECEIVABLES

	2016	2015
	\$	\$
Accounts receivable	900	41,932
Tax receivable	<u>2,047</u>	<u>-</u>
	<u>2,947</u>	<u>41,932</u>

7 PAYABLES

	2016	2015
	\$	\$
Accounts payable	14,011	5,155
GST and PAYG payable	<u>10,355</u>	<u>2,678</u>
Total payables	<u>24,366</u>	<u>7,833</u>

TRANSPARENCY INTERNATIONAL AUSTRALIA
(A Company Limited by Guarantee)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

8 DEFERRED INCOME

	2016	2015
	\$	\$
<i>Current</i>		
Deferred Subscriptions	27,762	51,350
Deferred Income – Mining Initiative Project	<u>128,500</u>	—
<i>Total Current</i>	156,262	51,350
<i>Non-Current</i>		
	<u>2,310</u>	5,405
Total deferred income	<u>158,572</u>	<u>56,755</u>

Deferred subscription revenue relates to subscription periods that extend through 2016/2017 and subsequent years.

9 NOTES TO STATEMENT OF CASH FLOWS

Reconciliation of surplus/deficit from ordinary activities after income tax to net cash provided by operating activities	2016	2015
	\$	\$
Surplus/(Deficit) from ordinary activities after income tax	31,825	(18,900)
Add back non-cash items:		
Depreciation expense	—	—
Net cash provided by operating activities before change in assets and liabilities	<u>31,825</u>	<u>(18,900)</u>
Change in assets and liabilities during the financial year		
(Increase)/Decrease in receivables	38,985	(23,846)
Increase/(Decrease) in payables	16,533	(661)
Increase/(Decrease) in deferred income	<u>101,817</u>	<u>22,215</u>
Net cash provided by operating activities	<u>189,160</u>	<u>(21,192)</u>

TRANSPARENCY INTERNATIONAL AUSTRALIA
(A Company Limited by Guarantee)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

10 A COMPANY LIMITED BY GUARANTEE

Each member undertakes to contribute to the property of the Company if the Company is wound up whilst they are a member, or within one year after they cease to be a member, for payment of the Company's debts and liabilities contracted before they cease to be a member such amount as may be required, but not exceeding \$10.

This includes the costs, charges and expenses of winding up the Company and for the adjustment of the rights of the contributories among themselves.

Each member has one vote at any general meeting of the Company.

11 OTHER INFORMATION

The Company is incorporated and domiciled in Australia.

The address of the Company's registered office is the Level 5, Deutsche Bank Place, 126 Phillip Street, Sydney NSW 2000.

TRANSPARENCY INTERNATIONAL AUSTRALIA
(A Company Limited by Guarantee)

DIRECTORS' DECLARATION


As stated in Note 1(a) to the financial statements, in the directors' opinion, the Company is not a reporting entity because there are no users dependent on general purpose financial reports. This is a special purpose financial report that has been prepared to meet the *Australian Charities and Not-for-profits Commission Act 2012* requirements.

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

In the directors' opinion:

- (a) the financial statements and notes set out on pages 8 to 17 are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:
 - (i) complying with Accounting Standards, *Australian Charities and Not-for-profits Commission Act 2012* and other mandatory professional reporting requirements; and
 - (ii) presenting fairly the company's financial position as at 30 June 2016 and of their performance for the financial year ended on that date; 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; and

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


Director

PETER MOORE


Director

GREGORY THOMPSON

Melbourne
26 Oct 2016



Independent auditor's report to the members of Transparency International Australia Ltd

Report on the financial report

We have audited the accompanying financial report, being a special purpose financial report, of Transparency International Australia (the company), which comprises the statement of financial position as at 30 June 2016, and the statement of financial performance, statement of changes in equity and statement of cash flows for the year then ended, a summary of significant accounting policies, other explanatory notes and the directors' declaration.

Directors' responsibility for the financial report

The directors of the company are responsible for the preparation of the financial report 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 Act 2012* and is appropriate to meet the needs of the members.

The directors' responsibility also includes such internal control as the directors determine is 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. Those 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 estimates made by the directors, as well as evaluating the overall presentation of the financial report.

Our procedures include reading the other information in the Annual Report to determine whether it contains any material inconsistencies with the financial report.

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



Independent auditor's report to the members of Transparency International Australia Ltd (continued)

Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*.

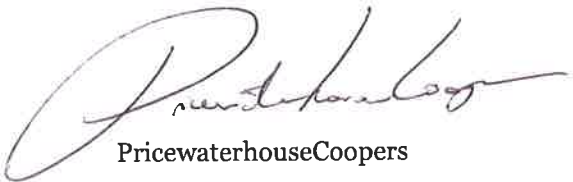
Auditor's opinion

In our opinion, the financial report of Transparency International Australia is in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:

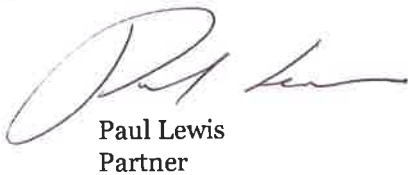
- (a) giving a true and fair view of the company's financial position as at 30 June 2016 and of its performance for the year ended on that date, and
- (b) complying with Australian Accounting Standards to the extent described in Note 1.

Basis of accounting and restriction on distribution and use

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 for the purpose of fulfilling the directors' financial reporting responsibilities under the *Australian Charities and Not-for-profits Commission Act 2012*. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the members of Transparency International Australia.



PricewaterhouseCoopers



Paul Lewis
Partner

Melbourne
26/10/ 2016