

Financial Statements of

FEED OUR FUTURE

June 30, 2015

FEED OUR FUTURE

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Independent Auditors' Report to the Directors

We have audited the accompanying financial statements of Feed Our Future (the "Company"), which comprise the statement of financial position as at June 30, 2015, and the statements of comprehensive income, changes in fund balance and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the Company's preparation and fair presentation of the financial statements 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 Company's internal control. An audit also includes evaluating the appropriateness of accounting principles used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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



Independent Auditors' Report to the Directors (continued)

Basis for Qualified Opinion

The system of internal controls of the Company, in common with many other organisations of similar size and purpose, is dependent upon the close involvement of the Company's management. The Company derives a portion of its income from sources which cannot be fully controlled until they are entered into the accounting records and are therefore not susceptible to independent audit verification. It was not practicable to extend our auditing procedures of such income beyond the amounts recorded. Accordingly, we were unable to obtain sufficient appropriate audit evidence over the completeness of revenue.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of the Company as at June 30, 2015, and its financial performance and its cash flows for the year then ended, in accordance with International Financial Reporting Standards.

KPMG

February 1, 2017

FEED OUR FUTURE

Statement of Financial Position

June 30, 2015

(stated in Cayman Islands dollars)

	Note	2015	2014
Assets			
Current			
Cash		301,624	293,554
Accounts receivable		0	47,607
Prepaid Expenses		0	2,860
Total assets	CI\$	301,624	344,021
Liabilities			
Current			
Accounts payable		42,963	35,426
Donations received in advance		28,000	0
Accrued expenses		0	325
Total liabilities		70,963	35,751
Funds			
Unrestricted funds		178,753	270,138
Restricted funds	4	51,908	38,132
		230,661	308,270
Total liabilities and fund balance	CI\$	301,624	344,021

See accompanying notes to financial statements.

Approved on behalf of the Board on February 1, 2017

STACEY VANDEVELDE

Director

FEED OUR FUTURE

Statement of Comprehensive Income

Year ended June 30, 2015

(stated in Cayman Islands dollars)

	Note	2015	2014
Income			
Event income	3	67,595	130,560
Donations		140,203	172,556
Donations to cover operating and other expenses		883	1,529
		208,681	304,645
Expenditure			
Awards – school lunches		(251,761)	(171,317)
Event expenses	3	(14,647)	(19,154)
Awards – summer program		(14,224)	0
Awards – community after school program		(4,900)	(3,600)
Operating expenses		(758)	(1,016)
		(286,290)	(195,087)
Increase/(decrease) in fund balance during the year	CI\$	(77,609)	109,558

See accompanying notes to financial statements.

FEED OUR FUTURE

Statement of Changes in Fund Balance

Year ended June 30, 2015

(stated in Cayman Islands dollars)

		Unrestricted funds	Restricted funds (Note 4)	Total
Balance at June 30, 2013		195,702	3,010	198,712
Increase in fund balance during the year		109,558	0	109,558
Net Transfer to Restricted Funds		(35,122)	35,122	0
Balance at June 30, 2014	CI\$	270,138	38,132	308,270
Increase/(decrease) in fund balance during the year		(77,609)	0	(77,609)
Net Transfer to Restricted Funds		(13,776)	13,776	0
Balance at June 30, 2015	CI\$	178,753	51,908	230,661

See accompanying notes to financial statements.

FEED OUR FUTURE

Statement of Cash Flows

Year ended June 30, 2015

(stated in Cayman Islands dollars)

	Note	2015	2014
Cash provided by/(applied in):			
Operating activities			
Increase/(decrease) in fund balance during the year		(77,609)	109,558
Add/(Deduct) net changes in non-cash operating balances:			
Increase in accounts payable		7,537	12,163
Increase in donations received in advance		28,000	0
(Decrease)/Increase in accrued expenses		(325)	325
Decrease in accounts receivable		47,607	1,725
Decrease/(Increase) in prepaid expenses		2,860	(2,860)
		8,070	120,911
Increase in cash and cash equivalents during year		8,070	120,911
Cash and cash equivalents at beginning of year		293,554	172,643
Cash and cash equivalents at end of year	CI\$	301,624	293,554

See accompanying notes to financial statements.

FEED OUR FUTURE

Notes to Financial Statements

June 30, 2015

(stated in Cayman Islands dollars)

1. Background information

Feed Our Future (the “Company”) was incorporated under the Companies Law of the Cayman Islands on May 7, 2012 as a Section 80 not for profit entity. The Company is a non-profit organisation whose primary mission is to solve childhood hunger and to support intellectual nourishment in the Cayman Islands through the funding of nutritionally balanced low cost or free school meals to children in need within public and private schools thereby serving a dual purpose of enriching the learning potential and health of the child and reducing the burden on the community that supports them.

The Company has no share capital and is limited by the guarantee of its members, who undertake to contribute such amount as may be required, not exceeding CI\$1, to the assets of the Company in the event of it being wound up during the time of membership, or within one year after ceasing to be a member, for payment of the debts and liabilities of the Company.

At June 30, 2015, the Company had no employees. The registered office of the Company is located at PO Box 1131, 133x Salt Creek, West Bay, Grand Cayman KY1-1108, Cayman Islands.

On September 12, 2012, the Company received all of the net assets of Feed Our Future Ltd., a company which had been formed for the same purpose. Feed Our Future Ltd. was subsequently dissolved.

2. Significant accounting policies

These financial statements are prepared in accordance with International Financial Reporting Standards (“IFRS”). The significant accounting policies and their effect on the financial statements are as follows:

(a) Reporting periods

The financial statements are prepared for the year ended June 30, 2015. Comparatives are presented for the year July 1, 2013 to June 30, 2014.

(b) Basis of measurement

The measurement and presentation currency of the financial statements is the Cayman Islands dollar.

(c) Management estimates and assumptions

The preparation of the financial statements in accordance with International Financial Reporting Standards requires management to make estimates and assumptions that affect the reported amounts of income and expenses during the period. Actual results could differ from these estimates.

FEED OUR FUTURE

Notes to Financial Statements (continued)

June 30, 2015

(stated in Cayman Islands dollars)

2. Significant accounting policies (continued)

(d) Foreign exchange

Transactions involving currencies other than Cayman Islands dollars are translated at the exchange rates ruling at the time of those transactions. Assets and liabilities included in these financial statements are translated at the rates of exchange prevailing on the statement of financial position date. Gains and losses on exchange are taken to the statement of comprehensive income.

The United States dollar is fixed relative to the Cayman Islands dollar at an exchange rate of US\$1.00 = CI\$0.82.

(e) Interest income

Interest income and expense is recognised in the statement of comprehensive income as it accrues. Interest income comprises the interest earned on the cash and cash equivalents.

(f) Donated services

A number of unpaid volunteers make significant contributions of their time and resources to manage the Company's activities. The value of these contributions is not reflected in these financial statements since it is not susceptible to objective measurement or valuation.

(g) Fees and donations

General income and donations are recorded in the period in which they are received. Income and donations related to specific events are recorded in the period in which the event was held.

(h) Expenditure

Expenses are recognised in profit or loss upon utilisation of the service or at the date that such expense originates.

(i) Taxation

There are currently no taxes on income in the Cayman Islands and as such, no provision for income taxes has been raised.

FEED OUR FUTURE

Notes to Financial Statements (continued)

June 30, 2015

(stated in Cayman Islands dollars)

3. Event income and expenses

Event income

	2015	2014
Child month donations	24,304	49,125
Flowers sea swim donations	0	46,047
Ticket sales – Island roast	43,291	35,388
Gala ticket sales – Flowers sea swim	0	0
Other	0	0
CI\$	67,595	130,560

Event expenses

	2015	2014
Gala expenses – Flowers sea swim	0	0
Island roast expenses	(7,644)	(6,136)
Child month expenses	(7,003)	(12,344)
Other event expenses	0	(674)
CI\$	(14,647)	(19,154)

4. Restricted funds

On October 17, 2012, the foundation deposited a donation of CI\$2,600 with the restriction that it is to be used to fund school meals for 2 additional students at a specified school. CI\$1,652 was distributed to the school during the period ended June 30, 2013 leaving a residual balance of CI\$948 remaining at June 30, 2013. CI\$948 was distributed to the school during the year ended June 30, 2014. There is no outstanding balance at June 30, 2015.

On November 1, 2012, an amount of CI\$9,000 was deposited with restrictions that it be used to provide meals at specific schools. CI\$6,938 was utilised during the period ended June 30, 2013 leaving a residual balance of CI\$2,062 remaining at June 30, 2013. CI\$2,062 was distributed during the year ended June 30, 2014. There is no outstanding balance at June 30, 2015.

On December 2, 2013 an amount of CI\$1,000 was deposited and on January 15, 2014 \$37,132 was deposited to provide meals during the summer, leaving a balance of \$38,132 available for distribution at June 30, 2014. \$14,224 was distributed during the year ended June 30, 2015 (refer to Note 7), leaving a balance of \$23,908 available for distribution at June 30, 2015.

FEED OUR FUTURE

Notes to Financial Statements (continued)

June 30, 2015

(stated in Cayman Islands dollars)

4. Restricted funds (continued)

On January 28, 2014 an amount of CI\$25,000 was deposited and on June 29, 2015 an additional CI\$3,000 was deposited to provide meals during the summer (refer to Note 7), leaving a balance of \$28,000 available for distribution at June 30, 2015.

5. Financial instrument risk

The Company is exposed to various risks in relation to financial instruments. The main types of risk are market risk, credit risk and liquidity risk.

Market Risk

The Company is exposed to market risk through its use of financial instruments specifically to interest rate risk on cash balances.

Credit Risk

Credit risk is the risk that the counterparty fails to discharge an obligation to the Company. The Company's maximum exposure to credit risk is the carrying amount of cash and accounts receivable. Cash is held with a reputable commercial bank in the Cayman Islands. Accounts receivables are short-term in nature and from parties known to the Directors. The Directors do not consider the accounts receivable to be impaired or past due at the reporting date.

Liquidity Risk

Liquidity risk is the risk that the Company might be unable to meet its obligations as they fall due. The Company considers available cash reserves prior to making commitments for expenditure. The Company's existing cash resources significantly exceed the current cash outflow requirements. Accounts receivable and accounts payable are expected to be settled within 6 months of the reporting date.

6. Related party transactions

Related parties consist of Board members who contribute to the Company through the direct payment of expenses that would otherwise be incurred by the Company. Where a Board member makes such a contribution, both the donation income and offsetting expense are recorded in the financial statements.

FEED OUR FUTURE

Notes to Financial Statements (continued)

June 30, 2015

(stated in Cayman Islands dollars)

7. Summer Program

During the year ended June 30, 2015 the Company allocated \$14,224 towards a newly implemented summer program which covered the period of July 1, 2014 through August 31, 2014. Funds in the amount of \$28,000 were received prior to June 30, 2015 for the 2015 summer program, which is shown as a donation received in advance in the Statement of Financial Position.

8. Subsequent events

Effective June 30, 2016, Wanda Ebanks resigned as a director of the Company. Jeana Ebanks was appointed as a director of the Company effective July 1, 2016.

In preparing these financial statements, management has evaluated and disclosed all material subsequent events up to February 1, 2017, being the date that the financial statements were available to be issued.