

CARE Australia
Annual Report 2007



Our vision: We seek a world of hope, tolerance and social justice, where poverty has been overcome and people live in dignity and security. CARE will be a global force and partner of choice within a worldwide movement dedicated to ending poverty. We will be known everywhere for our unshakeable commitment to the dignity of people.

Our logo: CARE's brand mark – 'the community of hands' – symbolises our humanism, and evokes the concepts of self-expression and industriousness. The circular shape suggests the holistic and collaborative nature of CARE's work and our global scope, as well as unity and diversity. The earth-toned colour palette conveys warmth, optimism and a grounded sensibility, combining to illustrate the spirit of working together, and the power of what is possible when people unite around a common goal.



Our mission: CARE's mission is to serve individuals and families in the poorest communities in the world. Drawing strength from our global diversity, resources and experience, we promote innovative solutions and are advocates for global responsibility.

We facilitate lasting change by:

- + strengthening capacity for self-help
- + providing economic opportunity
- + delivering relief in emergencies
- + influencing policy decisions at all levels, and
- + addressing discrimination in all its forms.

Guided by the aspirations of local communities, we pursue our mission with both excellence and compassion because the people whom we serve deserve nothing less.

Our core values: We respect and value diversity.

We respect, value and seek to enhance local capacities.

We value and support the central role of women in development.

We recognise and value the professionalism, skills and experience of our staff, and their contribution to institutional learning and development.

We value CARE's dynamism, adaptability and resilience.

We value the support of our donors and program partners.

We value the operational freedom which stems from being a not-for-profit Australian agency which is independent of any religious or political affiliation and which does not discriminate on the basis of race, gender, ethnicity, age, religion or politics.

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Throughout this report:
CARE is committed to building a child-safe organisation. The names of children have been changed for the protection of the child.



CHAIRMAN'S MESSAGE:

I am pleased to be reporting as Chairman of the CARE Australia Board in this year's Annual Report. Having been involved with CARE for the past seven years, as a Board member and Vice-Chairman prior to my current role, I have seen CARE grow and indeed sustain itself through some rewarding yet challenging circumstances. The sustainability theme for this year's Annual Report, is particularly relevant to an organisation that, as part of the CARE International 'family', provided support to more than 50 million people in 2006. Sustainability is a guiding principle for the design and implementation of all CARE projects which ensures local people and communities continue to benefit long after CARE leaves.



The past financial year witnessed a number of disasters to which CARE responded, ranging from floods and earthquakes in neighbouring Indonesia to cyclones in Mozambique to the ongoing conflict in Sudan. CARE Australia's offices in seven countries and projects in a further 16 ensure that when an emergency strikes, CARE is

ready to respond to its full capacity. It also means that CARE has the infrastructure to remain in country well after the disaster has passed to help communities regenerate. Having visited CARE projects in the field, I have also been impressed with the organisation's long-term development projects, which help people find sustainable solutions to poverty in the areas of agriculture and environmental awareness, education, health, microcredit, nutrition, water and sanitation. As we face the global spectre of climate change, which will potentially have the greatest impact upon the most disadvantaged communities, the need for sustainability becomes even more important.

I am proud of CARE Australia's achievements over the past year and much of the success is attributable to the competent, dedicated, and efficient staff that work in Australia and in our offshore offices to advance CARE's vision. I would particularly like to recognise the efforts of our Chief Executive Officer, Dr Robert Glasser who has been instrumental in ensuring the sustainability of CARE's work and vision not only in the field but also within the CARE staff environment. Robert leaves us at the end of September to become the Secretary General of CARE International. This is a great reflection of the esteem held for both Robert and CARE Australia within the CARE family. Robert's successor, Dr Julia Newton-Howes will join us in October and we look forward to a new chapter in the organisation's history under her leadership.

Peter Smedley

This year marks the 20th anniversary of CARE Australia. For 16 of those years Tony Eggleton has served CARE in many capacities and he retires from our Board in October. On behalf of the CARE family here and abroad I thank him for his commitment and for his wise advice. I am delighted that he will join our Advisory Council.

Over many years we have had the benefit of strong leadership regarding the governance of CARE Australia and I would like to thank my Board colleagues and our Advisory Council for their dedication and commitment to our cause.

Finally, I would like to recognise the support of our donors, large and small, without whom CARE's work and achievements simply would not be possible. Of particular interest in the last financial year is the launch of CAREpartners – a dedicated group of corporate donors made up of the previous Corporate Council members and new benefactors, all of whom have shown a commitment to CARE's work through their generous donations, workplace giving schemes and fundraisers for CARE Australia.

Thank you all, and we look forward to your continued support in the year ahead.

CEO'S MESSAGE:

This year we have organised our Annual Report around the theme of 'sustainability'. This theme is particularly relevant in the context of the unprecedented drought that has gripped Australia for over a year. The drought has coincided with, and contributed to, a growing awareness among Australians of the dangers of global warming.



As serious as those dangers are for Australia, they pale in comparison to the impact global warming will have in developing countries around the world and in our immediate region. Scientific modelling suggests that global warming will increase extreme rainfall and winds associated with tropical cyclones in East, Southeast

and South Asia and that the monsoonal weather pattern is likely to weaken. Even a small change to the monsoonal flows would have enormous consequences for hundreds of millions of people living in Asia.

CARE is increasingly focusing on global warming as a major emphasis in our work. Many of CARE Australia's aid projects are designed to decrease the vulnerability of poor people to economic and environmental shocks, for example by diversifying income sources, improving water supply and sanitation and by preparing communities to respond to and recover from natural disasters.

In Brazil CARE is developing an innovative program involving aid projects that support the carbon credit market. Similarly, CARE Australia is working closely with other like-minded organisations in Australia to raise awareness of global warming, and in particular the impacts global warming will have on people living in extreme poverty.

I would also like to take a moment to describe for you some of the important milestones we've achieved this year. Foremost among them has been the expansion of our work in Papua New Guinea through the opening of a CARE Australia Country Office. PNG faces enormous development challenges, including vulnerability to natural disasters. The new CARE Country Office opened its doors earlier this year and will focus on disaster risk reduction, combating HIV/AIDS, and supporting rural livelihoods.

This year we launched a major regional initiative to combat the looming threat of avian influenza. The multi-million dollar, Australian Government-funded initiative, which will be implemented in the Mekong region by our Vietnam, Myanmar/Burma, Cambodia and Laos Country Offices, focuses on education and building community-based surveillance and responses.

It was also another busy year of humanitarian emergencies. CARE staff were again deployed across the world wherever the need was greatest. We responded with life-saving support to humanitarian emergencies in places such as

Indonesia, Lebanon, Chad, Sudan, and closer to home, in Timor Leste.

Nothing we do, whether it is our response to humanitarian emergencies, our long-term development work to combat poverty, or our efforts to educate Australian children about the problems of world hunger, would be possible without the tireless commitment, skill and dedication of over 1000 CARE Australia staff in Australia and around the world. They are fantastic and have my utmost gratitude and respect.

Even with the best staff in the world, we would be unable to make a difference without the strong support of our CARE donors and project partners. I want particularly to acknowledge one of our most important development partners, AusAID, and our many corporate and private donors in Australia and overseas. It is only through their support that we are able to maintain our high standards and commitment to efficient, effective and accountable relief and development programs.

I also want to acknowledge the contribution of our wonderful Board. They have been a constant source of support and advice. I particularly want to thank our Chairman, Peter Smedley, for his strong commitment to CARE Australia and for his encouragement and friendship.

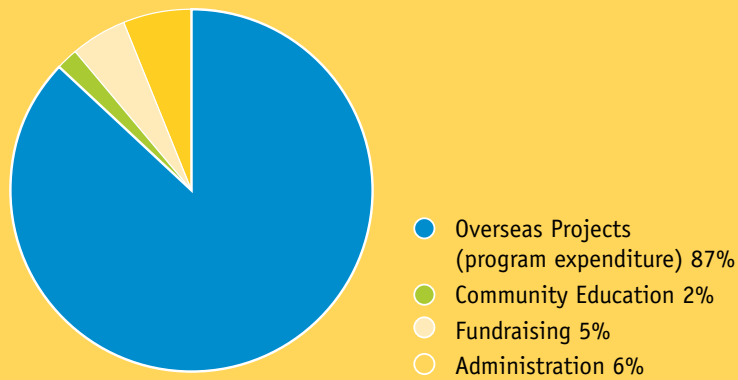
Finally, I depart CARE Australia in October 2007 to take up the position of Secretary General of CARE International in Geneva. It has been an honour for me to work with my friends and colleagues here and I am very pleased to be able to continue my association with the broader CARE family as Secretary General. I also want to welcome Dr Julia Newton-Howes, my successor as Chief Executive. Julia has vast development experience and will be an outstanding CEO.

I hope you enjoy reading this Annual Report and learning more about the life-saving work CARE does in developing countries around the world. Globally we are making enormous progress in the fight against poverty. There are 390 million fewer people living in absolute poverty than there was only two decades ago. With continued broad-based economic development underpinned by your support for organisations like CARE Australia, there is every reason to expect further progress in the years ahead.

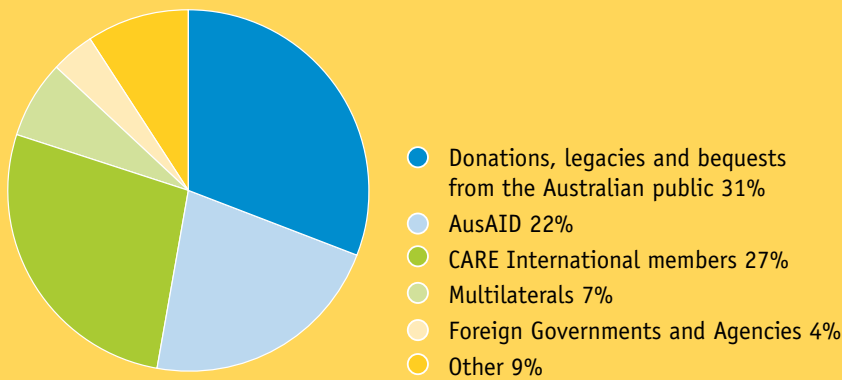
Robert Glasser

FAST FACTS:

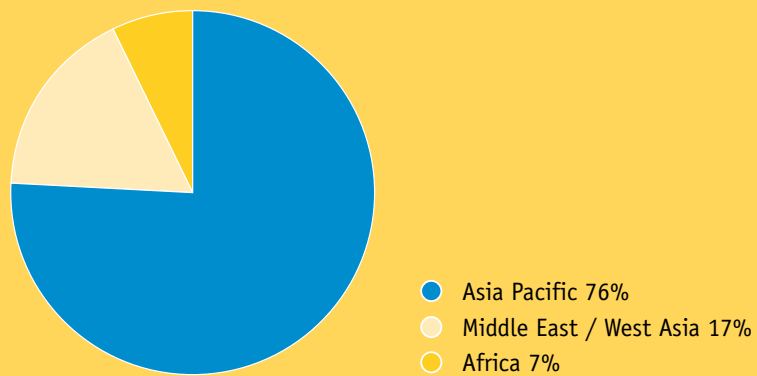
Expenditure (Total \$46,032,158)



Revenue by source (Total \$48,117,754)



Overseas Projects by geographical region (Total \$39,846,941)



Asia Pacific

- Cambodia
- India
- Indonesia
- Laos
- Myanmar/Burma*
- Papua New Guinea
- Philippines
- Sri Lanka
- Thailand
- Timor Leste**
- Vietnam

Africa

- Kenya
- Malawi
- Mozambique
- Niger
- South Africa
- Sudan/Chad

Middle East/West Asia

- Afghanistan
- Jordan
- Pakistan
- Palestinian Territories/ West Bank Gaza
- Yemen

* Myanmar is the name recognised by the United Nations and the country in question. Burma is the name recognised by the Australian Government.

** Timor Leste was formerly known as East Timor.

STAFF PROFILES:



EINDRA AUNG

Program Officer, Projects in Tsunami-Affected Countries (Thailand, Sri Lanka, India, Indonesia), Overseas Operations and Programming Department, Canberra

'Being a woman and growing up in a developing country which is relatively culturally conservative, I have first-hand understanding of gender and diversity issues. As such, when I appraise design documents, review reports, and conduct project monitoring visits, I try my best to ensure that there is no discrimination on the basis of race, gender, ethnicity, age, religion or political affiliation.'



NIGEL BRUCE

Emergencies Officer and Australian Recruitment Advisor, Human Resources, Canberra

'I had the opportunity to go to Cambodia for a regional workshop with CARE in January this year, and it was an incredible experience. Seeing the country office in action was really inspiring – our staff dedicate themselves wholeheartedly and are a real force for change.'



MINEA BOND

Donor Liaison Officer, Fundraising and Communications, Melbourne

'If I could say anything to the people who donate to CARE, I'd praise them for being so philanthropic. Even though I've been doing this job for years I'm still amazed by people's generosity.'



YHOKSAMAY LATHSAVONG

Livestock Officer, CARE, Laos

'As a child I knew that I wanted to work in agriculture. While I was studying I did an internship with CARE and at the end of my studies I was lucky enough to be offered a job. The best part of my job is being out in the field working with the different villages and not being in the office!'



JAN NOORLANDER

Provincial Coordinator of the Highland Community Education Program, CARE, Cambodia

'I would like to thank those families that buy from the CAREgifts Catalogue, and the private donors who make generous contributions. These donations do make a difference and the program does have an impact on the lives of many marginalised people. For an area that sees less than five indigenous students graduate from high school each year, where 50 per cent of the children cannot attend school, this steady stream of educated young indigenous children will make a huge impact on their communities. They will become the well informed decision makers at home and in their work. When educated indigenous people are absorbed into the local government, they will make an impact on local decision making too.'



JENNIFER PANGAS

Hewitt Associates employee, Sydney, and VIDA volunteer, Cambodia

'The most enjoyable moment in the VIDA experience was getting out to see CARE's programs in action. I travelled out to one of the provinces to learn what actually happens in the field, so that I understood how people issues impacted day-to-day operations. Here I really got to see how small changes like clean drinking water or rice banks had a big impact on families and their community.'

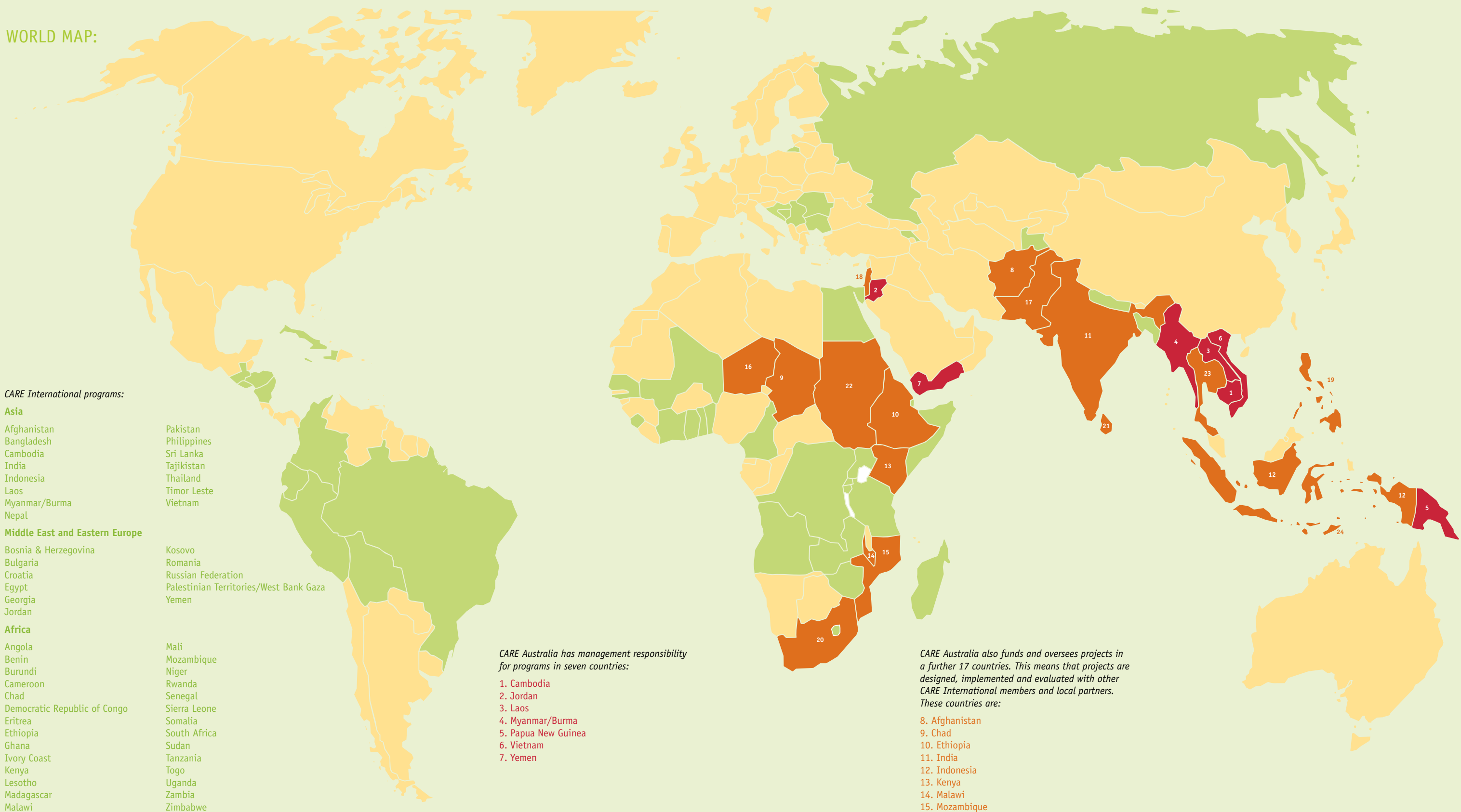


MAISOON IBRAHIM AL AMARNEH

Project Manager, CARE, Jordan

'I manage a project called POWER. This project provides opportunities for women to join savings groups and apply for loans so that they can start small businesses and support the income of their families. The project is implemented in one of the poorest areas in Jordan and hopes to empower women by changing their role in the community. My greatest moments at CARE are when women come to me and ask about the project, and become interested in applying for a savings and loan fund.'

WORLD MAP:



CARE International programs:

Asia

- Afghanistan
- Bangladesh
- Cambodia
- India
- Indonesia
- Laos
- Myanmar/Burma
- Nepal
- Pakistan
- Philippines
- Sri Lanka
- Tajikistan
- Thailand
- Timor Leste
- Vietnam

Middle East and Eastern Europe

- Bosnia & Herzegovina
- Bulgaria
- Croatia
- Egypt
- Georgia
- Jordan
- Kosovo
- Romania
- Russian Federation
- Palestinian Territories/West Bank Gaza
- Yemen

Africa

- Angola
- Benin
- Burundi
- Cameroon
- Chad
- Democratic Republic of Congo
- Eritrea
- Ethiopia
- Ghana
- Ivory Coast
- Kenya
- Lesotho
- Madagascar
- Malawi
- Mali
- Mozambique
- Niger
- Rwanda
- Senegal
- Sierra Leone
- Somalia
- South Africa
- Sudan
- Tanzania
- Togo
- Uganda
- Zambia
- Zimbabwe

Latin America

- Bolivia
- Brazil
- Colombia
- Cuba
- Ecuador
- El Salvador
- Guatemala
- Haiti
- Honduras
- Jamaica
- Nicaragua
- Peru

CARE Australia has management responsibility for programs in seven countries:

1. Cambodia
2. Jordan
3. Laos
4. Myanmar/Burma
5. Papua New Guinea
6. Vietnam
7. Yemen

CARE Australia also funds and oversees projects in a further 17 countries. This means that projects are designed, implemented and evaluated with other CARE International members and local partners. These countries are:

8. Afghanistan
9. Chad
10. Ethiopia
11. India
12. Indonesia
13. Kenya
14. Malawi
15. Mozambique
16. Niger
17. Pakistan
18. Palestinian Territories/West Bank Gaza
19. Philippines
20. South Africa
21. Sri Lanka
22. Sudan
23. Thailand
24. Timor Leste

CARE GLOBAL FAMILY:

CARE INTERNATIONAL CONFEDERATION

CARE Australia is a member of CARE International, a confederation of 12 independent non-profit, non-sectarian humanitarian organisations that share the same vision and work together to end poverty and defend human dignity. The member nations of CARE International are Australia, Austria, Canada, Denmark, Germany, France, Japan, the Netherlands, Norway, Thailand, the United Kingdom and the United States of America.

CARE FACTS

- + Active in over 65 countries
- + Assists more than 50 million of the world's poorest people
- + One of the world's largest non-political and non-religious emergency relief and development organisations
- + Founded in 1945 to provide emergency aid to Europeans after World War II
- + With over 14,500 staff worldwide, more than ninety per cent of our employees are nationals of the nations we work with

CARE AUSTRALIA FACTS

- + Founded in 1987 by former Prime Minister Malcolm Fraser
- + The largest non-political, non-religious overseas aid organisation in the country
- + Directly responsible for the design and implementation of our own programs
- + Works with local partners and communities to directly deliver aid
- + Retains management and contractual control on all projects
- + High degree of accountability and transparency

CARE AUSTRALIA FUNDING

CARE Australia depends on Australian public support to fund our projects. Over the last ten years more than 90 per cent of our total income has been spent on our work in the field. The generous public support given to CARE Australia helps us secure additional funding from institutional donors such as the Australian Government, United Nations organisations, the European Union and other bilateral donors.

CARE AUSTRALIA ACCOUNTABILITY AND ACCREDITATION

CARE Australia is a signatory to the Australian Council for International Development (ACFID) Code of Conduct, which sets out standards on how organisations should be managed, how they communicate with the public and most importantly, how they spend the funds they raise. More information about the ACFID Code of Conduct can be obtained from CARE Australia and from ACFID at www.acfid.asn.au

CARE Australia is also a signatory to the Code of Conduct of the International Federation of Red Cross and Red Crescent Movement and Non-Governmental Organisations in Disaster Relief and the SPHERE Humanitarian Charter and Minimum Standards.

CARE Australia holds full accreditation status with AusAID, the Australian Government's overseas aid program. Achieving accreditation entails a rigorous review of CARE's systems and capacities. It reflects the Government's confidence in CARE Australia's professionalism, accountability and effectiveness.



CARE AUSTRALIA AND VIDA

In 2006 CARE Australia formed a partnership with Austraining International to promote community engagement in Volunteering for International Development from Australia (VIDA). VIDA places skilled Australian volunteers in developing countries in the Asia Pacific region. VIDA volunteers work with local counterparts to reduce poverty and achieve sustainable development in the communities in which they work. For more information go to www.vidavolunteers.com.au



SUSTAINABLE LIVING IN LAOS:

A project is taking place throughout Phongsaly, in the northern-most province of Laos, that aims to change things for people living in small ethnic minority villages. It is not just a water project. Nor does it focus simply on income generation or education. This project takes a holistic approach to improve people's ability to earn an income, improve health, especially for children, reduce women's workloads, and build the capacity of communities – all areas that villagers feel are important in their lives.

'The cross-cutting nature of the food security and capacity building project in Phongsaly – a province where women and children in particular suffer from disease and regular rice shortages – means that the project actively looks at sustainable ways that families can increase their access to food and income,' says Harald Kreuzer, CARE's Project Coordinator in Phongsaly.

Before the CARE project, villagers often lacked basic facilities such as access to markets and doctors, good water and sanitation amenities and the means to grow crops suitable to the mountainous region.

The stories of Sung and her mother One, Leing, Sieng and Piew are just five of the hundreds from villagers working with CARE on a project that influences communities, families and individual lives.

Piew's story: The road to opportunity

The road leading to the tiny village is busy. Traders, women carrying goods on their backs and motorbikes travel the path that now takes villagers only 45 minutes by bike to get to the nearest market. Piew is one of the women on this road. She can remember when the same trip took six to eight hours through very steep terrain.

'Our new road means that we are now able to take our mulberry bark, used to make mulberry paper for stationery and lanterns, to the markets,' says a pleased Piew. The road, constructed by families in the village with funding from CARE, took only a month to build and opens up the community to new opportunities in markets, health and education.

One's story: Water pours joy back into a grandmother's life

These days, 80-year-old One spends more time playing with her grandchildren. Only a year ago this would have been almost impossible. One used to spend most of her days collecting water from a distant stream so that her daughter Sung and the rest of the family could cook, wash and clean. 'My life up to now has been very hard,' One admits.

Since CARE installed water taps in One's village, the chore of collecting water – sometimes up to six times a day – has become easy. The new water supply is also far more reliable than the stream, where the water either dried up or was unfit for drinking. 'Water is now not an issue for us,' One says, bouncing one of her small grandchildren up and down on her knee.

Sung's story: The root of success

'Farming the highlands is what my family have done all our lives,' says Sung. The land that Sung farms is far away and she and her husband walk long distances to get there. They rely on Sung's elderly mother, One, to look after their children.

Sung has recently joined a women's farming group working with CARE to provide training in growing galangal, a root herb that thrives in the mountainous terrain surrounding Sung's village. CARE trained Sung in planting and harvesting and gave advice on where to sell the herb.

'Everything else that we currently grow is for my family to eat, so the galangal will enable us to earn money,' says Sung. 'One day I may even be able to send my three children away to study.'



Before the CARE project, villagers often lacked basic facilities such as access to markets and doctors, good water and sanitation amenities and the means to grow crops suitable to the mountainous region.

Sieng's story: The cow doctor

For Sieng, animals are more than a way to earn money, they are his patients. 'I was chosen to be the vet by the village chief and the other villagers,' Sieng says proudly.

'I have always had an interest in animals and I enjoy learning and being able to provide a service for the village,' he says. CARE trained Sieng in animal care, vaccination skills, vaccine storage, how to ensure the animals don't erode land or pollute waterways, and assessing feed resources, to ensure that the other villagers plant enough crops for fodder.

Since the village received 36 cows from CARE to form a cattle bank, having a vet to look after the precious livestock is a priority.

Leing's story: River cows

Leing walked for six hours from his village to reach the noisy bank of the Nam Ou river. The sound wasn't coming from the water, which curls throughout Phongsaly, but from the opposite bank where a herd of 36 cattle had been transported. Leing's village was chosen by CARE to receive a 'cattle bank', comprising cows donated through the CAREgifts Catalogue. CARE staff and villagers helped the animals to swim across the river to be checked by the village vet before making the long hike uphill to their new home.

These cows represent great change in a community that is dependent on rice cultivation. The steeply sloping land makes rice production very difficult, and farming livestock is not only much more suited to this environment, it provides an alternative food and income source for families.

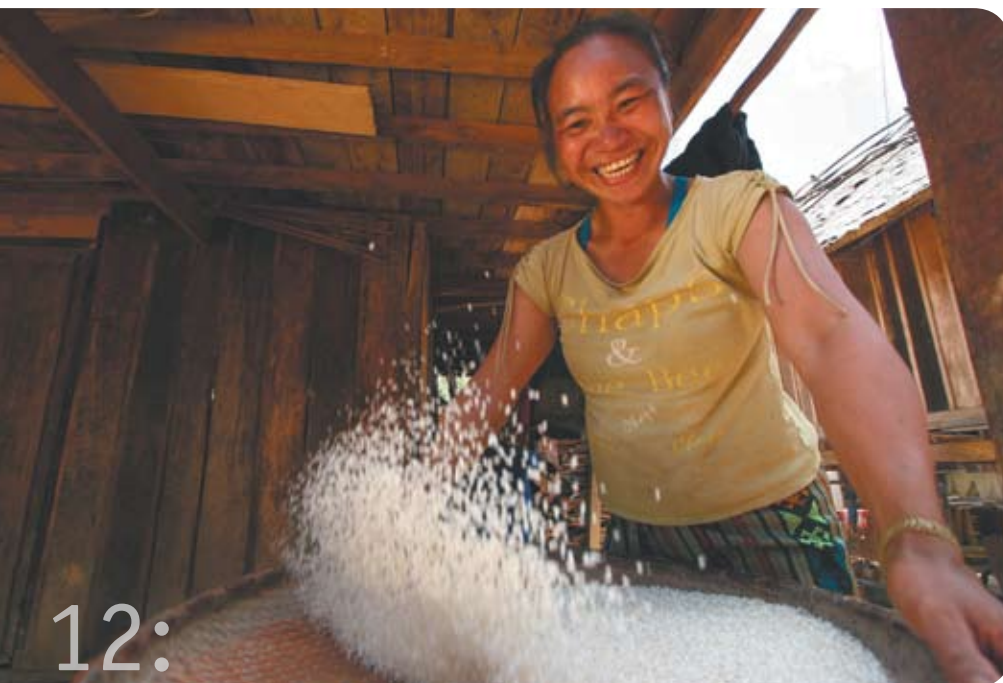
Based on decisions by a community elected committee, the cattle bank provides livestock to families when calves are born. When these calves reproduce, a payment in livestock is made back to the bank as a repayment of the initial loan. The whole community eventually benefits as more calves are born.

With the arrival of the cattle, things have started to look up for Leing's family and community. The cows are now sheltered away from the village on the route to the highlands. Leing passes them every day on his hour-long walk to the rice fields. 'I didn't believe our village would receive the cattle. I thought it was too good to be true,' he admits. 'Now I can see the cows I know it's a reality.'

As a committee member, Leing has received basic training in improved livestock raising practices through the project. 'I learnt many new things and now feel ready to raise the cattle with the other villagers. I have a handbook so I can refer back to my learning,' he says. Leing and his wife have six children. For their family, and others that find it almost impossible to make ends meet through rice farming alone, the cattle that came across the river mean change for generations to come.



Leing's village was chosen by CARE to receive a cattle bank, which provides livestock to families when calves are born. When these calves reproduce, a payment in livestock is made back to the bank as a repayment of the initial loan. The whole community eventually benefits as more calves are born. For Leing's family, the cattle that came across the river mean change for generations to come.





STOVES PROTECT SUDANESE WOMEN FROM GENDER BASED VIOLENCE:

'I'm happy with the new stove because it conserves fuel and doesn't lose heat easily,' says Sadia Rahman, demonstrating how she can cook with three pots at once now. 'The old one, which was smaller, could only cook one type of food at a time and needed more firewood after each dish.'

But Sadia's new stove doesn't just help feed her and her three children, it also protects her. Before the new fuel efficient stoves were introduced to Kalma, a camp for Sudanese people who have been displaced by the turmoil in Darfur, women like Sadia had to journey far outside the camp boundaries to collect enough firewood for the evening meal. While the excessive consumption of firewood badly impacted on the environment around the camp, it also left women highly vulnerable to attack from roving Janjaweed militia.

As a result, a local organisation called Sudan Popular Committee for Refugees (SPCR), with assistance from CARE Australia, has been training women to make better stoves from the mud that is readily available around the camp. The stoves – which replace small, inefficient stoves made from old oil tins – are safer, emit less smoke and reduce cooking time by half, allowing women like Sadia more time for their families, adult education classes and income-generating activities.

For Sadia, who is pregnant as a result of a Janjaweed attack, this stove means a lot. 'I'm six months pregnant,' Sadia explains, drawing her bright red shawl around her belly. 'I am pregnant because I was raped while looking for firewood. I don't know the father but he is one of the armed militias. That is all I know.'

'This kind of gender-based violence is a real danger,' says Cecilia Valla, a CARE Australia staff member who visited the Kalma camp this year. 'There is not a tree left in the camps in Darfur. Families are so poor they can't afford to buy firewood from suppliers who come to the camp. So women have to travel long distances into the bush to find firewood. It's unsafe, and they are at risk of being ambushed and suffering sexual abuse.'

CARE is addressing gender based violence in Sudan by providing women with fuel efficient stoves and setting up wood supply centres in the camps. Through the Prevention of Gender Based Violence and Promotion of Peace Building project, CARE is also working to reduce the stigma that women who have been raped experience, by educating men in the camps on issues related to gender and gender based violence. As well, the project's Darfur-Darfur Dialogue activity offers women a safe forum to share stories of their experiences, and assists women to support each other, seek help from counsellors and report violence to the police.



Sadia cooks with the old stove.



An example of the new fuel efficient mud stoves.

Sadia is pleased with the changes CARE has introduced to her camp and hopes it is a way forward for Sudanese women who have already suffered enough trauma.

'I am happy that CARE came up with the gender based violence project. I hope more women will report rape cases and that action taken against the militias will increase.'

EMERGENCIES:

SOMALIA – MAN-MADE AND NATURAL DISASTERS

This year the United Nations Refugee Agency (UNHCR) reported that 1.4 million people in Somalia face a humanitarian emergency. Somali families, who have survived the 2004 tsunami, flash flooding and drought, also endure unrest and insecurity following 15 years of civil war.

During March and April 2007, a severe outbreak of fighting in Mogadishu triggered a mass exodus of the Somali capital's residents. More than 365,000 people, a third of Mogadishu's citizens, fled the city, becoming the largest new population displacement anywhere in the world this year, according to the UN.

CARE responded to the ongoing crisis with emergency food rations and essential items including tarpaulins, blankets, buckets and mosquito nets. CARE, partnering with UNICEF, distributed 6000 family relief kits, containing plastic sheeting, blankets, water containers and soap, to more than 5000 families. CARE delivered drinking water to more than 4500 families in May and June. Since the beginning of 2007 CARE has assisted 300,000 people in South Central Somalia with emergency relief.



MOZAMBIQUE – A DOUBLE DISASTER OF FLOODS AND CYCLONE DAMAGE

'Once you enter Vilankulos it's impossible to find a house that has not been affected by the storm,' said Andreas Peham, a project manager for CARE in Mozambique, who was on the ground when Cyclone Favio hit the region in February this year.

The powerful cyclone displaced 140,000 people and left more than 100,000 people in need of food. Damage was inflicted upon thousands of houses, hundreds of classrooms and hostels, and 17 community health posts. Many people lost their farms and food sources.

Cyclone Favio exacerbated flooding that had already ravaged areas of central Mozambique in the same month. The flooding, which killed 45 people and left 285,000 homeless, was the worst to hit Mozambique in recent years.

CARE was actively involved in damage assessments and relief response in Mozambique while continuing work on long-term projects in water and sanitation, agriculture, and HIV health and education.

Mozambique, which is one of the world's poorest countries, has long been prone to cyclones, flooding, droughts and earthquakes. CARE is focused on the long-term – helping people recover and prepare for the possibility of further disasters.



TIMOR LESTE – CONTINUING UNREST

In April and May 2006 widespread violence erupted in Timor Leste's capital Dili, forcing 140,000 people to flee their homes. It was a result of factional tensions between Timor's army and police. More violence ensued when gangs of young people began looting property, killing civilians and burning houses and stores.

Most people trying to escape the violence sought refuge with aid agencies at schools, churches and seminaries in and around Dili and the people responsible for those institutions required critical support to establish organised, clean and safe conditions in the makeshift camps. At the height of the crisis, CARE was supporting activities in 16 camps inhabited by approximately 35,000 people.

Sporadic violent incidents have continued, particularly in the lead up to the presidential and parliamentary elections in April and June 2007. Many people remain too afraid to return home. CARE continues to provide essential services to the camps and assists camp managers to liaise with the Government and working groups responding to the needs of camp residents. CARE is also helping people to return to their communities, and supports local organisations and youth groups to come together to work through some of the challenges that Timor Leste faces.

INDONESIA – THE WORST FLOODING IN FIVE YEARS

CARE distributed food and water purification solution to more than 15,000 people affected by flooding in the district of Tangerang, after the worst floods in five years hit Jakarta in early February 2007. Entire parts of the city were underwater, with water levels reaching as high as two metres in some areas. More than 200,000 people were displaced from their homes.

'CARE works in the Jakarta area, so our staff were able to respond immediately to this latest disaster,' said Gail Steckley, CARE's Country Director in Indonesia at the time.

Electricity and water supplies were cut off to most parts of the city, and the swelling rivers carried debris and raw sewage into people's homes, raising the risk of water-borne diseases.

The floods were the latest in a string of disasters to hit Indonesia. Parts of Aceh, the site of the 2004 tsunami, were also flooded in December 2006, while dengue fever and bird flu outbreaks posed serious health concerns in the country.



SIMEULUE – AN ISLAND ON THE ROAD TO RECOVERY

On 28 March 2005 Simeulue, one of the poorest islands in Indonesia, experienced a massive earthquake that measured 8.7 on the Richter scale. The violent tremor caused massive destruction on an island that had been hit by the devastating 2004 Boxing Day tsunami only months before. Following both disasters the number of people needing assistance was 55,000.

In 2005, CARE responded to the immediate crisis with emergency relief including food, shelter materials and clean water. Since then CARE has developed its activities to address the long-term rehabilitation of Simeulue, assisting families affected by the tsunami to recover and improve their quality of life. CARE

currently works in 27 villages, rebuilding communities by providing earthquake-resilient and flood-resilient housing, health care, water and sanitation facilities, and sustainable income sources. At the same time CARE is improving people's capacity to manage future natural disasters. CARE activities on Simeulue represent a \$15 million investment in the island's long-term recovery.

CARE works to improve services on Simeulue, constructing septic systems, piped water systems, wells and latrines, and this year 26 out of the proposed 27 villages now have access to clean water. Where once it was necessary for people to walk long distances to collect water, many villages now enjoy piped water at communal water points for the first time.

CARE is helping farmers and families that rely on fishing for their income to recover their original employment with new tools and training. CARE is also creating opportunities for people to select new sources of income, such as cocoa production, that are more resilient and have long-term export potential. The core aim is to provide Simeulue's resilient inhabitants with sustainable options for income-generation and a life free from poverty.



BIRD FLU AND POVERTY:

Some of the world's poorest countries continue to experience outbreaks of avian H5N1 influenza, otherwise known as 'bird flu'. The conditions in which poor people live are likely to make them both more vulnerable to avian flu and less able to survive it. As of June 2007 the virus had infected 319 people and killed 191.

Compared to the numbers of people affected by HIV, or the devastation caused by conflict and natural disaster, these figures make bird flu seem a minor humanitarian threat. However, not only could bird flu unleash a global pandemic, killing millions of people within a few months, the long-term impact could be even more devastating. An outbreak of the disease in humans will cause unemployment and threaten crops in countries that can least afford it. It could erase hard-won development gains and push millions of people into extreme poverty.

Already, bird flu has threatened the livelihood of hundreds of millions of poor livestock farmers due to its damaging effect on poultry industries in Asia. In many developing countries poor communities depend heavily on the income they receive from small-scale or 'backyard' poultry production. With bird flu now considered endemic in a number of countries in Southeast Asia, controlling the virus is crucial to protecting the livelihoods of poor communities in these countries.

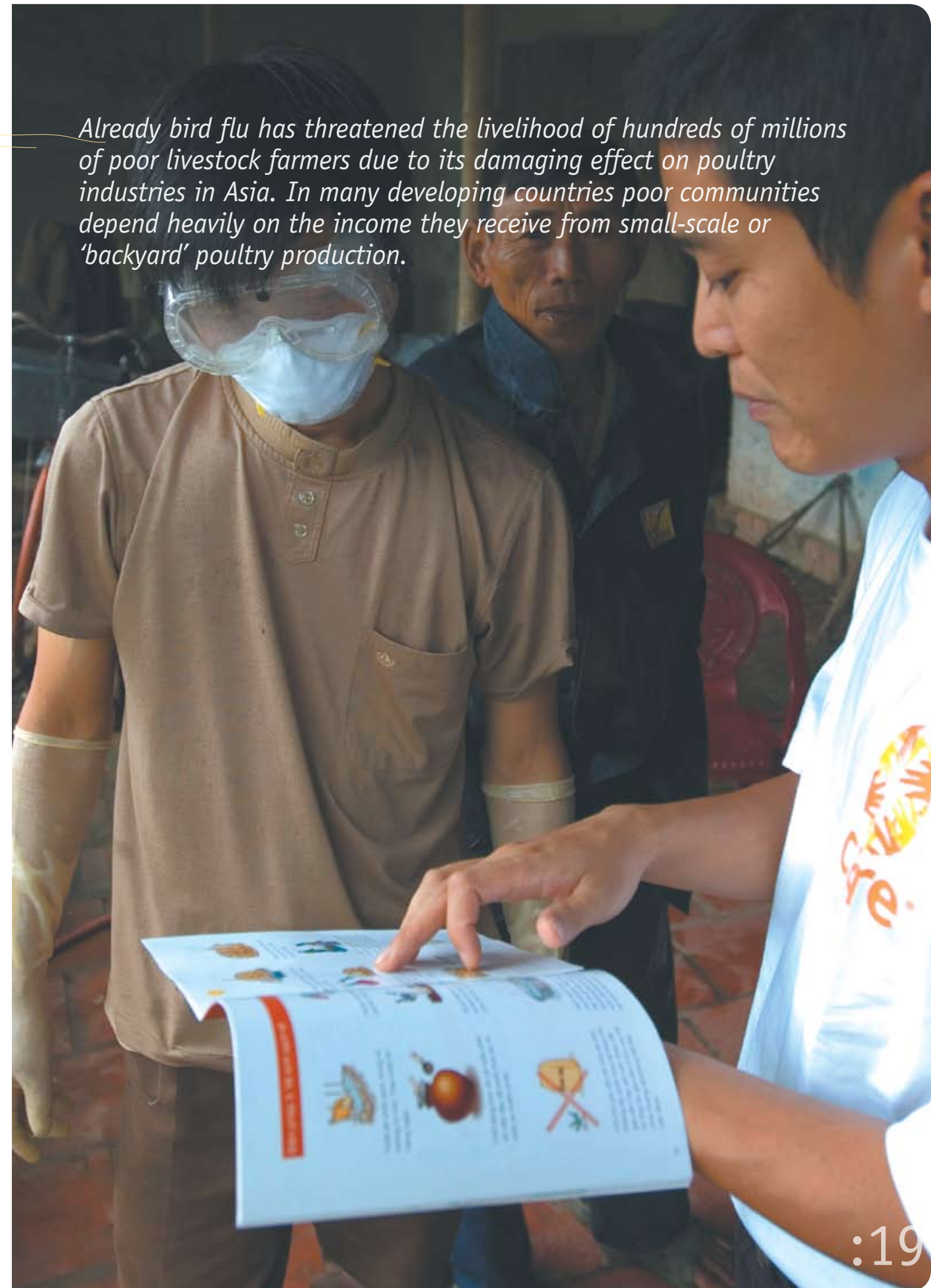


In Vietnam, CARE is working to prevent the spread of bird flu by teaching people how to recognise the symptoms, how to reduce the risk of contracting the virus and what to do in the case of an outbreak. A CARE survey showed 71 per cent of households in Vietnam's rural communities engage in backyard poultry-raising. For these households poultry farming is only cost effective when the birds are free to roam and feed through scavenging, which increases the risk of spreading bird flu.

Though still in the early stage of implementation, CARE's Avian Influenza Local Risk Reduction in the Mekong project is already demonstrating significant increases in local knowledge, attitudes and practices that will help reduce the threat of avian influenza. One example of the behaviour change that the project has brought about is Mr. Khanh, a duck-raising farmer in Vietnam's Dong Thap Province. In the past he used to let his poultry roam free in an open field like many other farmers. After he attended a village meeting facilitated by CARE's partners on raising awareness of H5N1 and avian influenza in poultry and in humans, he has changed his attitudes and practices. He began to strictly observe poultry vaccination regulations and stopped his poultry from roaming freely, instead moving them into an area enclosed by a fence. When he observed influenza-like symptoms in his poultry, he immediately contacted the local animal health worker, who visited his farm and checked his poultry. Mr. Khanh did not allow his family to consume the sick or dead birds; instead, they buried or burned them at once.

CARE's avian influenza programs in the Mekong and Red River Deltas will continue to expand their reach to ensure community-based surveillance and improved dissemination of prevention messages to vulnerable groups, such as women involved in backyard poultry raising and people who handle poultry in the marketplace. These avian influenza projects have yielded such promising results that CARE is exploring opportunities to replicate the success and lessons learned in Vietnam to other regions that face the ominous threat of bird flu so that lives and livelihoods are protected.

Already bird flu has threatened the livelihood of hundreds of millions of poor livestock farmers due to its damaging effect on poultry industries in Asia. In many developing countries poor communities depend heavily on the income they receive from small-scale or 'backyard' poultry production.



SUPPORTERS AND PARTNERS:

CARE'S PARTNERS

Bilateral

Australian Government
Austrian Government
British Government
Cambodian Government
Canadian Government
Danish Government
Dutch Government
French Government
German Government
Japanese Government
New Zealand Government
Norwegian Government
Swiss Government
United States Government

Multilateral

Asian Development Bank (ADB)
European Commission Humanitarian Aid Office (ECHO)
European Union (EU)
Joint United Nations Programme on HIV/AIDS (UNAIDS)
The Global Fund to Fight AIDS, TB and Malaria (The Global Fund)
Three Diseases Fund
United Nations Children's Fund (UNICEF)
United Nations Department of Economic and Social Affairs (UNDESA)
United Nations High Commission for Refugees (UNHCR)
United Nations Office on Drugs and Crime (UNODC)
United Nations Population Fund (UNFPA)
United Nations World Food Programme (WFP)

CARE YOUNG EXECUTIVE COMMITTEE

Jennifer Chemay

Finance Professional,
National Australia Bank

Abi Cleland

Head of Strategy,
Personnel Division,
ANZ

Troy Hey

Manager,
External Communications,
Foster's Group

Kerrie Lavey

Communications Manager,
Macquarie Real Estate Capital,
Macquarie Bank Ltd

Andrew Lazarus

Region Manager,
Manpower Professional

FUNDRAISING COMMITTEE

Jocelyn Mitchell, Chairperson
Jane Ballieu
Celia Burrell
Kathy Cameron
Cara Cunningham
Jeanine Froomes
Chloe Fitzwilliams Hyde
Sarah Kirby
Serena Mitchell
Robbie Parkes
Caroline Pescott
Sarah Reid
Arabella Tremlett
Sarah Manifold
Kate Veall

Thank you also to Barbara Mulder, Caroline Natrass, Genevieve Morgan and Briar Webb for their valuable contributions.

SPECIAL THANKS

Thank you to the following generous organisations and individuals who make it possible for CARE Australia to continue to work with some of the poorest communities in the world to enable lasting change.

CAREPARTNERS

Accor
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AMP Foundation
ASX
AVIVA Australia
BHP Billiton
Brumby's Bakeries
C Management Sevice
Computershare Ltd
Deutsche Bank
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Mitchell & Partners
Myshare
NAB
News Limited
OneSteel Limited
Peter Lee Associates
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Rusher Rogers
Swire Shipping
Tattersall's George Adams Foundation
The Gandel Foundation
The Macquarie Bank Foundation
The Pratt Foundation
Thomas Hare Investments Ltd
Walker Refrigeration Cabinets
Westpac
Footprints Fundraising

TRUSTS AND FOUNDATIONS

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Greenlight Foundation
Day Foundation
Precision Plating Charitable Trust
Skipper-Jacobs Charitable Trust
The Pace Foundation
The Robert Christie Foundation
Will and Dorothy Bailey Bequest

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State Trustees Australia Foundation – The Francis Family
The estate of Christine Grierson
The estate of Clive Hamilton Gordon McClelland
The estate of Jessica Ann Harper
The estate of Joy Sutherland Mary Stansfeld
The estate of Katie Watt
The estate of Myrtle Joyce Myatt
The estate of Ouida Marston
The estate of Sybil Daphne Tickle
The estate of Thomas McAndrew
The estate of William King
The John Murphy Charitable Trust

CARE Australia would also like to remember a number of valued supporters who passed away this year. An 'in memory' gift is a thoughtful way to commemorate a loved one's life. Any gift, great or small, is truly appreciated and will go toward CARE's work in developing countries. When you make an 'in memory' donation to CARE Australia, you will receive a certificate to keep or present to the bereaved family.

OUR BOARD:

CHAIRMAN

Peter Smedley
MBA, B Comm. FAICD
Director since 2000.

Chairman, OneSteel Ltd; Chairman, Spotless Group Limited; Deputy Chairman, Colonial Foundation; Director, The Australian Ballet; Director, Australian Davos Connection; Director, The Haven Foundation.

Formerly Managing Director and CEO Colonial Ltd and Mayne Group Ltd; Chairman, State Bank NSW; Deputy Chairman, Newcrest Ltd; Executive Director, Shell Australia; Director, Austen and Butta.

VICE CHAIRMAN

Tony Eggleton, AO CVO

Chairman 2004–2006, Director since 1996, Vice Chairman 2002–2004; Member of the CARE International Board 2001–2007; Secretary-General, CARE International 1991–1995.

Member, Australian Government Aid Advisory Council; Member, Foreign Affairs Editorial Board; Chairman, Consultative Council, Centre for Democratic Institutions.

Formerly Chief Executive Officer, National Council for the Centenary of Federation; Federal Director, Liberal Party of Australia.

TREASURER

Brian Jamieson

Director since 2001.

Non-executive Director, Oxiana Ltd; Non-executive Director, Sigma Pharmaceuticals Ltd; Non-executive Director, Tattersalls Ltd; Non-executive Director, HBOS Australia Pty Ltd; Director, The Bionic Ear Institute; Director, Veski; Director, The Sir Robert Menzies Memorial Foundation; Director, Major Performing Arts Board; Director, Tattersall's Foundation.

Formerly Chief Executive Officer, KPMG Victoria; Managing Partner Melbourne, Minter Ellison.

Willoughby Bailey, AO

Director since 1992.

Director, Blashki Holdings; Director, Geelong Community Foundation.

Formerly Chairman, CRC for Coastal Zone; Deputy Chairman and Chief Executive Officer, ANZ Banking Group; Deputy Chairman, Coles Myer Ltd; Member, Economic Planning Advisory Council.

Karyn Baylis

Director since 2004.

Board, Cure Cancer Foundation.

Formerly Director, Organisational Renewal, Sing Tel Optus Pty Ltd; Group Executive, Sales and Marketing, Insurance Australia Group (IAG) Ltd; Senior Vice President, The Americas – Qantas Airways Ltd; Director, NRMA Financial Management Ltd and NRMA Life Nominees Pty Ltd.

Kim Boehm

Director since 1998.

Managing Director, Clemenger BBDO Adelaide; Director, BBDO Australasia Ltd; Member, Adelaide Festival Centre Foundation.

Formerly Managing Director, Y&R Melbourne; Managing Director, Clemenger Harvie Edge; Chairman, Advertising Federation of Australia Board (Victoria); Member, Strathcona Girls' Grammar School Board.

John Borghetti

Director since 2005.

Executive General Manager, Qantas; Director of Asia-based Qantas subsidiaries – Holiday Tours and Travel Singapore, Tour East Singapore and Jetabout Holidays; Director, Tour East Australia; Director, Sydney Football Club; Executive Committee Member, Australia–Japan Business Co-operation Committee.

Formerly Executive General Manager, Sales and Marketing, Qantas.

Philip Flood, AO

Director since 2003.

Member, Asialink; Member, Foreign Affairs Council.

Formerly Secretary, Department of Foreign Affairs and Trade; Director-General, AusAID; High Commissioner to the United Kingdom; Ambassador to Indonesia; High Commissioner to Bangladesh.

Colin Galbraith, AM

Director since 2004.

Special Advisor Gresham Partners Limited; Director, Commonwealth Bank of Australia; Director, OneSteel Ltd; Director, Australian Institute of Company Directors; Advisor, Allens Arthur Robinson; Chairman, BHP Billiton Community Trust; Trustee, Royal Melbourne Hospital Neuroscience Foundation.

Diana Gribble, AM

Director since 2004.

Partner, Private Media Partners; Director, Lonely Planet Publications Pty Ltd.

Formerly Chairman, The Text Media Group.

William Guest

Director since 2000.

Director, Guests Furniture Hire; Director, Threeways; Director, Tailor Made Sofas; Director, Property 4 Retail.

Formerly Director, Freedom Furniture Ltd.

The Hon. Barry Jones, AO

Director since 1992.

Director, Burnet Institute; Chairman, Port Arthur Historic Site Management Authority; Director, Australian Stem Cell Centre; Director, Centre for Eye Research, Australia; Chairman, Vision 2020 Australia.

Formerly Australian Minister for Science; Member, Executive Board, UNESCO.

Jane Jose, CM

Director since 2004.

Principal, Jane Jose Strategy and Communication; Director, Adelaide Convention Centre; Alternate Member, Central Sydney Planning Committee, City of Sydney; Member, Administrative Decisions Tribunal NSW; Centenary Medal.

Martin McKinnon

Director since 2004.

Managing Partner, ZenithOptimedia; Director, Fine Wines Direct; Director, Tarcombe Valley Pty Ltd; Director, Hawthorn Football Club; Patron, Education Foundation; Board Member, Programs Advisory Board, Victoria University.

Formerly Head of Marketing, Qantas.

Harold Mitchell, AO

Director since 2004.

Chairman, Mitchell Communication Group; Director, Emitch Ltd; President, Museums Board of Victoria; Director, Opera Australia; Chairman, ThoroughVision.

Formerly President, Melbourne International Festival of the Arts; President, Asthma Foundation (Victoria); Chairman, National Gallery of Australia.

Jocelyn Mitchell

Director since 1993.

Director and former Chairperson, Beaufort and Skipton Health Service; Director, Lowell Pty Ltd.

Formerly Teacher and Careers Advisor; foundation Member, Women's Electoral Lobby; Chairperson, The Australian Garden History Society.

Bronwyn Morris

Director since 2007.

Director, Spotless Group Ltd; Queensland Investment Corporation; Stanwell Corporation Ltd; Brisbane Marketing Pty Ltd; Councillor, Bond University.

Formerly Chairman, Queensland Rail; Director, Colorado Group Ltd; Director, Queensland Office of Financial Supervision.

Christine O'Reilly

Director since June 2007

Global Head of Asset Management – Infrastructure Investments – Colonial First State

Formerly, Chief Executive Officer and Director, GasNet Australia Group (2001–2007).

ADVISORY COUNCIL

Sir William Deane, AC KBE

Director, CARE Australia 2001–2004; Chairman, CARE Australia 2002–2004.

Formerly Governor-General of Australia; Justice of the High Court of Australia; Justice of the Supreme Court (NSW); Federal Court Judge.

Sir Leslie Froggatt

Director, CARE Australia 1989–2004; Vice Chairman, CARE Australia 1995–2001.

Formerly Chairman and CEO, Shell Australia Ltd; Chairman, Pacific Dunlop Ltd; Chairman, Ashton Mining Ltd; Chairman, BRL Hardy Ltd.

Alf Paton

Director, CARE Australia 1994–2004.

Formerly Managing Director and Chairman, Placer Pacific Ltd; Managing Director and Chairman, Kidston Gold Mines Ltd; President, Australia Papua New Guinea Business Council; Chairman, Hill End Gold Ltd.

FOUNDING CHAIRMAN

Rt Hon. Malcolm Fraser, AC CH

Chairman, CARE Australia 1987–2001; President, CARE International 1990–1995; Vice President, CARE International 1995–1999.

Prime Minister of Australia 1975–1983.

PATRON

His Excellency Major General Michael Jeffery, AC, CVO, MC (Retd)

Governor General of the Commonwealth of Australia

SENIOR EXECUTIVES

During the year the total remuneration paid to senior executives was \$727,936.

FINANCIAL REPORT:

Independent Audit Report

We have audited the accompanying condensed financial report of CARE Australia, comprising the summary balance sheet as at 30 June 2007, the summary income statement, statement of changes in equity and cash flow statement for the year then ended and related notes, which was derived from the financial report of CARE Australia for the year ended 30 June 2007. We expressed an unmodified auditor's opinion on that financial report in our auditor's report dated 26 September 2007.

The Responsibility of Directors for the Condensed Financial Report

The directors of CARE Australia are responsible for the preparation and presentation of the condensed financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Act 2001.

Auditor's Responsibility

Our responsibility is to express an opinion on the condensed financial report based on our procedures, which were conducted in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements.

Auditor's Opinion

In our opinion, the information reported in the condensed financial report is consistent, in all material respects, with the financial report from which it was derived. For a better understanding of the scope of our audit, this auditor's report should be read in conjunction with our audit report on the financial report.



Ernst & Young

G J Knuckey

Partner

Canberra

26 September 2007

Director's Declaration

In accordance with a resolution of the directors of CARE Australia, we state that:

In the opinion of the directors:

- the financial statements and notes of the company and of the consolidated entity are in accordance with the Corporations Act 2001, including:
 - giving a true and fair view of the company's and consolidated entity's financial position as at 30 June 2007 and of their performance for the year ended on that date; and
 - complying with Accounting Standards and Corporations Regulations 2001;
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable;
- the provisions of the Charitable Fundraising Act 1991 (New South Wales) and the regulations under the Act and the conditions attached to the authority have been complied with; and
- The internal controls exercised by the company are appropriate and effective in accounting for all income received and applied by the company from any of its fundraising appeals.

On behalf of the Board.



Brian Jamieson

Treasurer

Melbourne, 26 September 2007



Colin Galbraith

Director

FINANCIAL REPORT:

Income Statement for the year ended 30 June 2007

		2007 \$	2006 \$
Revenue			
Donations and gifts from the Australian public	Cash	14,229,101	18,736,066
	In kind	68,430	53,044
Legacies and bequests from the Australian public		514,186	75,179
Total Revenue from Australian public		14,811,717	18,864,289
Grants and Contracts			
• AusAID	Cash	10,798,775	11,977,813
• Other Australian	Cash	809,378	81,657
• Overseas			
Project grants from CARE International members	Cash	13,048,494	15,509,661
Project grants from multi-lateral agencies	Cash	3,160,724	3,634,603
Project grants from foreign governments and overseas based organisations	Cash	2,131,788	2,388,430
Investment income		2,975,857	2,155,201
Other income		381,021	412,825
Total Revenue		48,117,754	55,024,479
Expenses			
Overseas projects (Program expenditures)			
• Funds to overseas projects		37,999,141,	46,024,013
• Cost of raising project funds from government and multilateral agencies		232,376	228,298
• Other project costs		1,615,424	828,851
Total overseas projects		39,846,941	47,081,162
Domestic Projects		-	-
Community Education		838,698	832,634
Fundraising costs - Australian Public		2,602,405	2,110,368
Administration		2,744,114	2,300,792
Total Expenses		46,032,158	52,324,956
Excess of revenue over expenses from continuing operations		2,085,596	2,699,523

This condensed financial information has been extracted from the statutory financial statements. It is consistent, in substance, with these statements notwithstanding the less technical language and content. The statutory financial statements have been audited and are available on request or for inspection at the registered office.

Balance Sheet as at 30 June 2007

	Note	2007 \$	2006 \$
Assets			
Current Assets			
Cash and cash equivalents	1	37,995,395	43,375,294
Prepayments		495,950	260,628
Receivables	2	3,248,171	2,410,094
Non-Current Assets			
Property, plant and equipment	3	736,669	569,214
Available for sale financial investments		5,748,714	969,461
Other investments	4	1	1
Total Assets		48,224,900	47,584,692
Liabilities			
Current Liabilities			
Trade and other payables	5	1,418,563	1,765,907
Provisions	6	1,593,535	1,701,633
Unexpended project funds		32,385,130	33,207,039
Other liabilities		58,970	224,423
Non-Current Liabilities			
Provisions	6	27,933	30,517
Total Liabilities		35,484,131	36,929,519
Net Assets		12,740,769	10,655,173
Equity			
Funds available for future use		11,808,769	10,128,812
Special Reserve		932,000	932,000
Exchange Fluctuation Reserve		-	(405,639)
Total Equity		12,740,769	10,655,173

Statement of Change in Equity for the year ended 30 June 2007

	2007 \$	2006 \$
Funds available for future use		
Opening balance	10,128,812	7,549,334
Excess of revenue over expenses	2,085,596	2,699,523
Transfer to exchange Fluctuation Reserve	(405,639)	(120,045)
Balance at 30 June 2007	11,808,769	10,128,812
Exchange Fluctuation Reserve		
Opening balance	(405,639)	(525,684)
Transfer from Funds available for future use	405,639	120,045
Balance at 30 June 2007	-	(405,639)

This condensed financial information has been extracted from the statutory financial statements. It is consistent, in substance, with these statements notwithstanding the less technical language and content. The statutory financial statements have been audited and are available on request or for inspection at the registered office.

FINANCIAL REPORT:

Notes To and Forming Part of the Financial Statements – 30 June 2007

	2007 \$	2006 \$
Note 1 Cash and cash equivalents		
Cash on hand/in transit	224,309	269,430
Cash at bank	12,339,619	12,567,732
Cash on deposit	25,120,695	30,211,510
International revolving fund	310,772	326,622
	37,995,395	43,375,294
Note 2 Receivables		
Debtors	1,642,717	1,096,978
CARE International members	843,406	301,591
Amounts owing by project donors	760,840	1,010,317
Wholly owned entity	1,208	1,208
	3,248,171	2,410,094
Note 3 Property, Plant and Equipment		
Total property, plant and equipment – cost	2,276,265	1,987,935
Accumulated depreciation and amortisation	(1,539,596)	(1,418,721)
	736,669	569,214
Note 4 Investments		
Share in subsidiary – at cost	1	1
Note 5 Payables		
Trade Creditors	328,354	469,791
Accruals	70,500	69,000
Other Creditors	490,232	575,309
CARE International members	330,830	470,115
Accrued salary and contract payments	198,647	181,692
	1,418,563	1,765,907
Note 6 Provisions		
Current		
Employee benefits	1,340,261	1,397,357
Other	253,274	304,276
	1,593,535	1,701,633
Non-current		
Employee benefits	27,933	30,517

Note 7 Table of Cash Movements for Designated (Restricted) Purposes

Cash Movements	Cash available at beginning of year	Donations and grants received	Amount disbursed	Available at end of year
Southern Asia (Tsunami) Appeal	17,234,081	928,897	5,690,389	12,472,589
Total for other designated purposes	14,962,640	35,974,583	31,785,522	19,151,701
Total	32,196,721	36,903,480	37,475,911	31,624,290

Note: Cash available at the end of the financial year is the amount of unexpended project funds less amounts receivable from project donors.

Analysis of Operations for the year ended 30 June 2007

	2007 %	2006 %
Total Cost of Fundraising and Administration / Total Income	11	7
Community Education / Total Income	2	2
Overseas Projects (Program Expenditure) / Total Income	83	86
Increase (decrease) in funds available for future CARE programming / Total Income	4	5
Total	100	100

Information (Charitable Fundraising Act 1991 NSW)

Fundraising activities conducted

Direct Mail	Major Gifts Program
Corporate Gifts	Bequest Program
Special Events	Media Awareness
Community Service Announcements	

Comparison by Percentage	2007 %	2006 %
Total Cost of Services (Overseas Projects plus Community Education) / Total Expenditure minus Fundraising	94	95
Total Cost of Services (Overseas Projects plus Community Education) / Total Income minus Fundraising	89	91
Total Cost of Fundraising/Revenue from the Australian Public	17	11
Net surplus from Fundraising/Revenue from the Australian Public	83	89

THE WILL TO CARE:

Each of us possesses a remarkable gift – the power to help. By leaving a bequest or legacy to CARE Australia, you will help bring about enduring benefits to individuals and families in the poorest communities in the world.

Gifts from Australians in their Wills provide a vital part of CARE Australia's funding and enable us to plan effectively for the future. Bequests to CARE make a significant contribution to the development of sustainable solutions to global poverty and enable us to respond more quickly and effectively to emergencies.

By informing us confidentially of their plans, we are able to thank future bequestors and consult them on how their legacy might be used to maximum benefit, forming a fitting memorial to their generosity.

For further information on remembering CARE Australia in your Will, please complete and return the coupon to the Planned Giving Coordinator. Your legacy will be remembered and appreciated by many of the world's poorest people.

Confidential response coupon

Please return postage free to:

**The Planned Giving Coordinator
CARE Australia
Reply Paid 6184,
Canberra ACT 2601**

Title _____ First name _____

Last name _____

Address _____

Postcode _____

Phone (home) _____ (business) _____

Mobile _____ Email _____

- I have already included a bequest to CARE Australia in my Will.
- I intend to include a bequest to CARE Australia in my Will.
- I would like to discuss a bequest. Please call me.
- Please send me a free copy of CARE Australia's The Will to CARE, a useful, plain-language booklet on making a Will.



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CARE Australia

ABN 46 003 380 890

DONATIONS

1800 020 046 or
1800 DONATE

EMAIL

info@careaustralia.org.au

WEB

www.careaustralia.org.au

NATIONAL OFFICE

Level 2, Open Systems House
218 Northbourne Avenue
Braddon ACT 2612
Phone: (02) 6279 0200
Fax: (02) 6257 1938

MELBOURNE OFFICE

48 Dover Street
Cremorne VIC 3121
Phone: (03) 9421 5572
Fax: (03) 9421 5593

SYDNEY OFFICE

c/ OneSteel Ltd
Unit 8/43 Herbert St
Artarmon NSW 2064
Phone: (02) 8436 4388
Fax: (02) 9439 6824

SOLICITORS

Mallesons Stephen Jaques

BANKERS

National Australia Bank

AUDITORS

Ernst & Young

Design

Kelli Milne Design

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