

Horn of Africa Relief & Development Agency of Australia Incorporated
ABN 40 482 139 863

Financial Statements for the year ended 30 June 2021



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Horn of Africa Relief & Development Agency of Australia Incorporated
ABN 40 482 139 863

Annual Report
For the year ended 30 June 2021

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Horn of Africa Relief & Development Agency of Australia Incorporated

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Balance Sheet

As at 30 June 2021

	Note	2021 \$	2020 \$
Current Assets			
Cash and Cash Equivalents	1 (a)	57,739.38	76,150.83
Prepaid Insurance		2,255.24	2,387.85
GST receivable		304.86	
Total Current Assets		<u>60,299.48</u>	<u>78,538.68</u>
Total Assets		<u>60,299.48</u>	<u>78,538.68</u>
Current Liabilities			
Accrual for Project Audit fee		550.00	550.00
Provision for future project expenditure		46,752.78	68,336.64
Total Current Liabilities		<u>47,302.78</u>	<u>68,886.64</u>
Total Liabilities		<u>47,302.78</u>	<u>68,886.64</u>
Net Assets		<u>12,996.70</u>	<u>9,652.04</u>
Equity			
Retained Profits brought forward		9,652.04	10,614.94
Profit (Loss) for the year		3,344.66 -	962.90
Total Equity		<u>12,996.70</u>	<u>9,652.04</u>

The accompanying notes form part of these financial statements

Horn of Africa Relief & Development Agency of Australia Incorporated
ABN 40 482 139 863
Profit and Loss Statement
For the Year ended 30 June 2021

	Note	2021 \$	2020 \$
Income	1 (b)		
Project Income-Grants received		-	9,650.61
Project Income-Donations received		139,242.91	112,879.87
Interest Received		21.40	54.37
Insurance premium refund		100.56	-
External Income		<u>139,364.87</u>	<u>122,584.85</u>
Internal Project Administration Fees		7,290.79	3,020.00
Reversal of bond		-	-
Donation			500.00
Total Income		<u>146,655.66</u>	<u>126,104.85</u>
Expenditure	2		
Project expenditure-paid	1 (c)	139,242.91	96,887.16
Project expenditure-increase (reduction) in Provision for future expenditure	1 (c)	-	25,643.32
Audit fees		500.00	550.00
eGive fees		-	200.00
Bank charges		90.00	60.00
General Expenses		300.00	301.05
Insurance		2,387.85	2,999.88
Tournament expenses		300.00	-
Centre for volunteering fees		90.91	-
Membership fees/Subscriptions		68.18	75.00
Internet/Website expenses		331.15	351.34
Total Expenditure		<u>143,311.00</u>	<u>127,067.75</u>
Profit (Loss) before Income Tax		<u>3,344.66</u>	<u>(962.90)</u>

The accompanying notes form part of these financial statements

Horn of Africa Relief & Development Agency of Australia Incorporated

ABN 40 482 139 863

**Notes to the Financial Statements
For the year ended 30 June 2021**

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act (NSW). The committee has determined that the association is not a reporting entity.

The financial report has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets. The following material accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report.

(a) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with the original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within the borrowings in the current liabilities on the balance sheet.

(b) Revenue and other Income

Revenue is measured at the value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

All revenue is stated net of the amount of goods and services tax (GST).

(c) Project Income and Expenditure

Income received in the form of grants and donations for specific projects is recognised as Income when received. Expenditure relating to these projects is recognised when the liability for the expenditure occurs, and a provision is made in the Profit and Loss Statement for future expenditure required to fulfil the grant and donation conditions.

Horn of Africa Relief & Development Agency of Australia Incorporated
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Notes to the Financial Statements
For the Year ended 30 June 2021

	2021	2020
	\$	\$
2. Profit (Loss) for the year includes the following expenses:		
Administration Expenses		
Audit fees	500.00	550.00
Bank Charges	90.00	60.00
Insurance	2,387.85	2,999.88
Subscriptions	68.18	75.00
eGive fees	-	200.00
Centre for volunteering fees	90.91	-
Tournament expenses	300.00	-
General expenses	300.00	301.05
Internet/Website expenses	331.15	351.34
	4,068.09	4,537.27
	4,068.09	4,537.27

The accompanying notes form part of these financial statements

Horn of Africa Relief & Development Agency of Australia Incorporated

ABN 40 482 139 863

Statement by Members of the Executive Committee

The Executive Committee has determined that the Association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the Committee, the accompanying financial report:

1. Complies with the Australian Accounting Standards -Reduced Disclosure Requirements, the Australian Charities and Not-for-Profit Commission Act 2012, NSW Legislation the Associations Incorporations Act 2009, the Charitable Fundraising Act 1991 and associated regulations.
2. Presents a true and fair view of the financial position of Horn of Africa Relief & Development Agency of Australia Incorporated as at **30 June 2021** and its performance for the year ended on that date.
3. At the date of this statement, there are reasonable grounds to believe that Horn of Africa Relief & Development Agency of Australia Incorporated will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:



Secretary:

President: Sajjad Versi



Treasurer: GIRMA DABI

Dated 5/9/2022

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF HORN OF AFRICA RELIEF AND DEVELOPMENT AGENCY OF AUSTRALIA INCORPORATED

Report on the Financial Report

I have audited the accompanying financial report, being a special purpose financial report, of **Horn of Africa Relief and Development Agency of Australia Incorporated**, which comprises the Balance Sheet as at **30 June 2021**, and the Income Statement for the year ended, a summary of Significant Accounting Policies and the Committee's declaration.

The Responsibility of the Executive Committee for the Financial Report

The Executive Committee of the Association are responsible for the preparation and fair presentation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and have determined that the accounting policies described in Note 1 to the financial statements which form part of the financial report are appropriate to meet the financial reporting requirements of the constitution and are appropriate to meet the needs of the members. The Executive Committee's responsibility also includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

My responsibility is to express an opinion on the financial report based on my audit. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the members. I conducted my audit in accordance with Australian Auditing Standards. Those standards require that I 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 association's preparation of the financial report that gives a true and fair view 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 association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Executive Committee, as well as evaluating the overall presentation of the financial report.

Limitations on use

This financial report has been prepared for distribution to members for the purpose of fulfilling the Executive Committee's financial reporting under the constitution. I disclaim any assumption of responsibility for any reliance on this report or on the financial report to any persons or users other than members of Horn of Africa Relief and Development Agency of Australia Incorporated or for any purpose other than that for which it is prepared.

Inherent limitations

Because of the inherent limitations of any audit, it is possible that fraud, error or non-compliance may occur and not be detected. An audit is not designed to detect all instances of non-compliance, as an audit is not performed continuously throughout the year and the audit procedures performed are undertaken on a test basis. The conclusion expressed in this report has been formed on the above basis.

In addition, my Audit Report has also been prepared for the members of the Association in accordance with Section 24(2) of the Charitable Fundraising (NSW) Act 1991. Accordingly, I have performed additional work beyond that which is performed my capacity as auditors pursuant to the Association Incorporation Act 2009. These additional procedures include obtaining an understanding of the internal control structure of fundraising appeal activities and examination, on a test basis, of evidence supporting compliance with the accounting and associated record keeping requirements for fundraising appeal activities pursuant to the Charitable Fundraising (NSW) Act 1991 and Regulations.

It should be noted that the accounting records and data relied upon for reporting on fundraising appeal activities are not continuously audited and do not necessarily reflect after the event accounting adjustments and the normal year-end financial adjustments for such matters as accruals, prepayments, provisioning and valuations necessary for year-end financial report preparation.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Independence

In conducting my audit, I have complied with the independence requirements of APES 110 Code of Ethics for Professional Accountants.

Opinion & Recommendations

Payment of \$30000 was made on 06.08.2020 to WARDA under Small Livelihood project. HARDA did not request a certificate or audit report on this Project since the project was done during the difficult COVID period in Kenya. It was accepted by the Management an acquittal report as discharge of the project hence I cannot provide any verification or comments on this Project spending.



Auditor's Opinion pursuant to the Australian Charities and Not-for-Profits Commission Act 2012

In our opinion the financial report of **Horn of Africa Relief and Development Agency of Australia Incorporated** is in accordance with:

- a) the Australian Charities and Not-for-Profits Commission Act 2012, including:
- (i) giving a true and fair view of the Association's financial position as at 30 June 2021 and of its performance for the year ended on that date; and
 - (ii) complying with Australian Accounting Standards – Reduced Disclosure Requirement and the Australian Charities and Not-for-Profits Commission Regulation 2013.

Audit opinion pursuant to the Charitable Fundraising (NSW) Act 1991

In our opinion:

- a) the financial report gives a true and fair view of the **Horn of Africa Relief and Development Agency of Australia Incorporated** financial result of fundraising appeal activities for the financial year ended 30 June 2021;
- b) the financial report has been properly drawn up, and the associated records have been properly kept for the period from 1 July 2020 to 30 June 2021, in accordance with the Charitable Fundraising (NSW) Act 1991 and Regulations;
- c) money received as a result of fundraising appeal activities conducted during the period from 1 July 2020 to 30 June 2021 has been properly accounted for and applied in accordance with the Charitable Fundraising (NSW) Act 1991 and Regulations; and
- d) there are reasonable grounds to believe that **Horn of Africa Relief and Development Agency of Australia Incorporated** will be able to pay its debts as and when they fall due.

In my opinion, except for the possible effects of the matter described in the Opinion & Recommendation paragraph, the financial report presents, in all material respects, a true and fair view of the financial position of the Association as at **30 June 2021** and of its income and expenditure for the year ended on that date, in accordance with the accounting policies described in Note 1 to the Financial Statements.

TASA Accounting Services

 11.08.2022

Thiyagarajan Thirunavukarasu, B. Com, FCA, FIPA, FIFA
Registered Tax Agent & Public Accountant
IPA Membership No. 240120
IPA Professional Practice Certificate No. 15699