



**INTERNATIONAL CHRISTIAN AID RELIEF ENTERPRISES LIMITED
ABN 16 002 516 485**

Annual Financial Statements

Year Ended 30 June 2019

INTERNATIONAL CHRISTIAN AID RELIEF ENTERPRISES LIMITED
ABN 16 002 516 485

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INTERNATIONAL CHRISTIAN AID RELIEF ENTERPRISES LIMITED
ABN 16 002 516 485

Directors' report

The directors present their report on the financial statements of International Christian Aid Relief Enterprises Limited ("the Company") for the Year Ended 30 June 2019 and the auditor's report thereon.

Directors

The company is a wholly owned subsidiary of ChildFund Australia (ABN 79 002 885 761). The directors in office during the financial year and up to the date of this report were:

Mary Latham Chairperson

Nigel Spence

Adrian Graham

Directors Meetings

The number of director meetings attended by each of the director during the financial year were:

	Board Meetings	
	No. of Meetings	Attendance
Mary Latham	3	3
Nigel Spence	3	3
Adrian Graham	3	3

Operating Result

The deficit of the company for the financial year was \$1,749 (2018: 37,630). The total equity of the company totaled \$111,420 (2018: \$113,169).

Principal Activities

The principal activity of the company during the course of the year was international aid and development delivered by working in partnership with children and their communities.

No significant change in the nature of these activities occurred during the year.

Subsequent Events

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

Future Developments

The company expects to maintain the present status and level of operations and hence there are no likely developments in the operations in future financial years.

Environmental Issues

The company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a State or Territory.

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Dividends

No dividends were declared or paid since the start of the financial year. No recommendation for payment of dividends has been made.

Share Options

No options over issued shares or interests in the company were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

Directors Benefits

No director has received or has become entitled to receive, during or since the financial year, a benefit because of a contract made by the company or related body corporate with a director, a firm, which a director is a member, or an entity in which a director has a substantial financial interest.

Indemnifying Officer or Auditor

No indemnities have been given or agreed to be given or insurance premiums paid or agreed to be paid, during or since the end of the financial year, to any person who is or has been an officer or auditor of the company.

Proceedings on Behalf of Company

No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for taking responsibility on behalf of the company for all or any part of those proceedings. The company was not a party to any such proceedings during the year.

Auditor's Independence Declaration

The auditor's independence declaration is set out on page 5 and form part of the Directors Report for financial year end 30 June 2019.



Mary Latham

Director



Nigel Spence

Director

Dated at Sydney this 18th of October 2019

**INTERNATIONAL CHRISTIAN AID RELIEF ENTERPRISES LIMITED
ABN 16 002 516 485**

AUDITOR'S INDEPENDENCE DECLARATION

**UNDER SECTION 307C OF THE CORPORATIONS ACT 2001 AND UNDER
SUBDIVISION 60-C SECTION 60-40 OF AUSTRALIAN CHARITIES AND NOT-
FOR-PROFITS COMMISSION ACT 2012**

**TO THE DIRECTORS OF
INTERNATIONAL CHRISTIAN AID RELIEF EXTERPRISES LTD**

I declare that, to the best of my knowledge and belief, in relation to the audit for the financial year Ended 30 June 2019 there has been:

- (i) No contraventions of the auditor independence requirements as set out in the Corporations Act 2001 and the Australian Charities and Not-for-profits Commission Act 2012 in relation to the audit; and
- (ii) No contraventions of any applicable code of professional conduct in relation to the audit.

Name of Firm: DBS Accountants
Certified Practicing Accountants

Name of Partner:



—
Rajeev Kumar Dixit

Address: 1/19 Restwell St, Bankstown NSW 2200

Dated this day of 18th of October 2019

INTERNATIONAL CHRISTIAN AID RELIEF ENTERPRISES LIMITED
ABN 16 002 516 485

Statement of comprehensive income
Year Ended 30 June 2019

	Notes	2019 \$	2018 \$
Revenue			
Monetary donations and gifts		93,513	148,940
Other income		2,282	2,080
Total Revenue		<u>95,795</u>	<u>151,020</u>
Expenditure			
International Aid and Development Programs			
Expenditure			
Funds to international programs		85,000	101,314
Program support costs		-	54,888
		<u>85,000</u>	<u>156,202</u>
Community education		-	-
Fundraising costs		5,768	15,275
Accountability and administration		6,776	17,173
Total expenditure		<u>97,544</u>	<u>188,650</u>
Deficit of revenue over expenditure		(1,749)	(37,630)
Total Comprehensive loss for the year		<u>(1,749)</u>	<u>(37,630)</u>

The statement of comprehensive income is to be read in conjunction with the notes to the financial statements set out on pages 9-12

INTERNATIONAL CHRISTIAN AID RELIEF ENTERPRISES LIMITED
ABN 16 002 516 485

Statement of Financial Position
As at 30 June 2019

		2019	2018
		\$	\$
Assets			
Cash and cash equivalents	3	157,524	169,357
Trade and other receivables	4	786	476
Total Current Assets		158,310	169,833
Property, plant and Equipment	5	-	-
Total Non-Current Assets		-	-
Total Assets		158,310	169,833
Liabilities			
Trade & other payables	6	46,890	56,664
Total Current Liabilities		46,890	56,664
Total Liabilities		46,890	56,664
Net Assets		111,420	113,169
Equity			
Retained surplus		111,420	113,169
Total Equity		111,420	113,169

The statement of financial position is to be read in conjunction with the notes to the financial statement set out on pages 9-12

INTERNATIONAL CHRISTIAN AID RELIEF ENTERPRISES LIMITED
ABN 16 002 516 485

Statement of Changes in Equity

Year Ended 30 June 2019

	2019	2018
	\$	\$
Retained Surplus at the beginning of the financial year	113,169	150,799
Deficit for the year	(1,749)	(37,630)
Retained Surplus at the end of the financial year	<u>111,420</u>	<u>113,169</u>

INTERNATIONAL CHRISTIAN AID RELIEF ENTERPRISES LIMITED
ABN 16 002 516 485

Notes to the financial statements
Year Ended 30 June 2019

1. Changes in Accounting Policies

The company has initially applied AASB 1058 Income of Not-for-Profit Entities and AASB 15 Revenue from Contracts with Customer from 1 July 2018. The comparative information throughout these financial statements has not been restated as the company's accounting treatments on Revenue prior to 30th of June 2018 were consistent with new accounting standards.

2. Summary of Significant Accounting Policies

This financial report is a general-purpose financial report, which has been prepared in accordance with the Australian Accounting Standards – Reduced Disclosure Requirements (AASBs) (including Australian Interpretations) adopted by the Australian Accounting Standards Board (AASB), ACNC and the ACFID Code of Conduct Guidance. The Board of Directors has determined that the company is not a reporting entity.

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation these financial statements except if mentioned in Note 1.

(a) Property, Plant and Equipment (PPE)

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all PPE is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

Leasehold improvements are amortized over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

(b) Impairment of Assets

At the end of each reporting period, the entity reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

(c) Employee Benefits

Provision is made for the association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits have been measured at the amounts expected to be paid when the liability is settled.

(d) Provisions

Provisions are recognized when the association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reasonably measured. Provisions are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

INTERNATIONAL CHRISTIAN AID RELIEF ENTERPRISES LIMITED
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Notes to the financial statements

Year Ended 30 June 2019

2. Summary of Significant Accounting Policies

(e) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less.

(f) Revenue and Other Income

The Company has initially applied AASB 1058 and AASB 15 from 1 July 2018.

Revenue from monetary donations and gifts are recognized in the statement of comprehensive income as revenue when the Company gains control of the donation under AASB 1058.

Grants from Government, multilateral and non-government organisations are recognized as revenue when (or as) they are expended on programs and the performance obligations are satisfied under AASB 15.

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

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

(g) Leases

Leases of PPE, where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, are transferred to the company, are classified as finance leases.

Finance leases are capitalized by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for that period.

Leased assets are depreciated on a straight line basis over the shorter of their estimated useful lives or the lease term. Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the period in which they are incurred.

(h) Goods and Services Tax (GST)

Revenues, expenses and assets are recognized net of the amount of GST, except where the amount of GST incurred is not recoverable from the Tax Office. In these circumstances, the GST is recognized as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the assets and liabilities statement are shown inclusive of GST.

(i) Trade and Other Payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the company during the reporting period, which remain unpaid. The balance is recognized as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(j) Taxation

The company is a public benevolent institution and has received the tax concessions which are GST concession, FBT exemption, Income Tax exemption and Deductible Gift Recipient Status.

INTERNATIONAL CHRISTIAN AID RELIEF ENTERPRISES LIMITED
ABN 16 002 516 485

Notes to the financial statements
Year Ended 30 June 2019

	2019	2018
	\$	\$
3. Cash and cash equivalents		
Cash at bank & short term deposits	157,524	169,357
	<u>157,524</u>	<u>169,357</u>
4. Trade & Other Receivables		
GST Receivable	786	476
	<u>786</u>	<u>476</u>
5. Property, Plant and Equipment		
Leased plant and equipment:		
At cost	61,032	61,032
Less: Accumulated amortization	<u>(61,032)</u>	<u>(61,032)</u>
Net book Value	<u>-</u>	<u>-</u>
Other property, plant and equipment:		
At cost	14,993	14,993
Less: Accumulated depreciation	<u>(14,993)</u>	<u>(14,993)</u>
Net book Value	<u>-</u>	<u>-</u>
Net book Value	<u>-</u>	<u>-</u>
6. Trade & Other Payables		
Trade creditors	46,890	56,664
	<u>46,890</u>	<u>56,664</u>
7. Auditors' Remuneration		
Remuneration of the auditor of the company for:		
Audit of Financial Statements	<u>1,890</u>	<u>2,000</u>

INTERNATIONAL CHRISTIAN AID RELIEF ENTERPRISES LIMITED
ABN 16 002 516 485

Notes to the financial statements
Year Ended 30 June 2019

**8. Additional information and declarations to be furnished under
the Charitable Fundraising (NSW) Act 1991**

Public fundraising appeals conducted during the financial year

Ongoing regular giving and donations to support international aid and development activities.

	2019	2018
	\$	\$
Gross revenue from public activities	93,513	148,940
Less: Public fundraising costs	(5,768)	(15,275)
Net public funds	<u>87,745</u>	<u>133,665</u>
Other revenue	2,282	2,080
Net funds raised	<u>90,027</u>	<u>135,745</u>
Overseas project disbursements	85,000	101,314
Program support costs		54,888
Community education costs	-	-
Total funds disbursed towards the objectives of the Company	<u>85,000</u>	<u>156,202</u>
Accountability and administration expenses	6,776	17,173
Operating Deficit	<u>(1,749)</u>	<u>(37,630)</u>

INTERNATIONAL CHRISTIAN AID RELIEF ENTERPRISES LIMITED

ABN 16 002 516 485

Director's Declaration

The directors of the company declare that:

- (a) the financial statements and notes that are set out on pages 6 to 12 are in accordance with the Australian Charities and Not-for-profits Commission Regulation 2013, including:
 - (i) give a true and fair view of the company's financial position as at 30 June 2019 and of its performance for the year
 - (ii) complying with Australian Accounting Standards – Reduced Disclosure Requirements, the Australian Charities and Not-for-profit Commission Regulation 2013 and the Corporation Regulations 2001; and

- (b) in the directors' opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors made pursuant to s. 295(5) of the Corporations Act 2001.



Mary Latham

Director



Nigel Spence

Director

Dated at Sydney this 18th of October 2019

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
INTERNATIONAL CHRISTIAN AID RELIEF ENTERPRISES LIMITED
ABN 16 002 516 485**

Report on the Financial Report

I have audited the accompanying financial report of INTERNATIONAL CHRISTIAN AID RELIEF ENTERPRISES LIMITED which comprises of the statement of financial position (Balance Sheet) as at 30 June 2019. The statement of comprehensive income, and Statement of Changes in Equity and Notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error. In Note 2, the directors also state, in accordance with Accounting Standard AASB 101: Presentation of Financial Statements that the financial statements comply with International Financial Reporting Standards (IFRS).

Auditor's Responsibility

My responsibility is to express an opinion on the financial report based on my audit. 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 about 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 judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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 the Corporations Act 2001 and ACNC Act 2012. I confirm that the independence declaration required by the Corporations Act 2001 and ACNC Act 2012 which has been given to the directors of the company, would be in the same terms if given to the directors as at the time of this auditor's report.

Auditor's Opinion

In my opinion:

- (a) the financial report of INTERNATIONAL CHRISTIAN AID RELIEF ENTERPRISES LIMITED is in accordance with the Corporations Act 2001 and Division 60 of the Australian Charities and Not-for-profits Commission (ACNC) Act 2012, including:
- (i) giving a true and fair view of the company's financial position as at 30 June 2019 and of its performance for the year ended on that date; and
 - (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001; and Division 60 of the Australian Charities and Not-for-profits Commission (ACNC) Act 2012

Name of Firm: DBS Accountants
Certified Practicing Accountants

Name of Principal:



Dated: Rajeev Kumar Dixit
18th of October 2019

Address: 1/19 Restwell St, Bankstown
NSW 2200 Tel: 02 9796 4500
Fax: 02 9708 5253