

# **INTERNATIONAL NEEDS**

**ABN 84 006 053 229**

## **Special Purpose Financial Report For The Year Ended 30 June 2016**

The directors present their report, together with the financial statements, on the company for the year ended 30 June 2016.

### **Directors**

The following persons were directors of the company during the whole of the financial year and up to the date of this report, unless otherwise stated:

<b>Board Member</b>	<b>Position</b>	<b>Date Retired</b>
Ian Curtis	Chairperson	
William Murcutt	Deputy Chairperson	
Richard Lim	Treasurer	
Ian Neil	Board Member	
Daryl Crowden	Board Member	
Belinda Knight	Board Member	
Shelley Naylor	Board Member	
Carol Geyer	Board Member	1/10/2015
Eric Van Cuylenburg	Board Member	1/10/2015
Lorele Hince	Board Member	1/10/2015
Malcolm White	Chairperson	19/11/2015
Warwick Miller	Board Member	19/11/2015

### **Strategy for achieving the objectives**

The objectives of International Needs are to bring about the reduction of poverty in developing countries and to improve standards of living through sustainable development consistent with the objectives of the Australian Aid Program.

### **Principal activities**

The entity's principal activities during the year comprised marketing, program management, compliance and administration processes directed towards the fulfilment of human needs through overseas development projects.

### **Performance measures**

These activities assisted in achieving the entity's objectives through the development of relationships with existing and potential donors and the support of programs which bring about positive change for individuals and communities.

The entity uses the following Key Performance Indicators to measure its performance:

- *Operating Cost to Revenue Ratio*  
This ratio expresses Total Fundraising and Accountability and Administration Expense as a percentage of Total Revenue.
- *Yield to core business Objective*  
This ratio expresses Total International Programs Expense as a percentage of Total Revenue.
- *Fundraising Efficiency*  
This indicator expresses the Total Income yield from each dollar of Fundraising Expense.

**Information on directors**

Name: Ian Curtis  
Title: Chairperson  
Qualifications: Bachelor of Arts and Executive Program Graduate School of Business.  
Experience and expertise: Governance, Risk Management, Previous Board Experience, Finance, International Development, Legal, and Strategy & Management.  
Special responsibilities: Board's Chair

Name: William Murcutt  
Title: Deputy Chairperson  
Qualifications: Completed Year 11  
Experience and expertise: Finance  
Special responsibilities: Member of Finance, Risk, Audit Committee.

Name: Richard Lim  
Title: Treasurer  
Qualifications: Bachelor of Business (Accounting), CPA Australia (Fellow)  
Experience and expertise: Risk Management and Finance  
Special responsibilities: Chair of Finance, Risk, Audit Committee

Name: Ian Neil  
Title: Board Member  
Qualifications: Qualified Occupational Health and Safety Officer  
Experience and expertise: Previous Board Experience and Fundraising and Marketing  
Special responsibilities: Governance & Legal

Name: Daryl Crowden  
Title: Board Member  
Qualifications: Master of International and Community Development, Graduate Diploma: International and Community Development Studies, Bachelor of Arts [Intercultural Studies  
Experience and expertise: Risk Management, Finance, International Development, and Strategy & Management.  
Special responsibilities: Chair of Development Committee

Name: Belinda Knight  
Title: Board Member  
Qualifications: Diploma of Management, Master of Arts (Professional Communication), Grad. Dip. in Public Relations, and Bachelor of Arts.  
Experience and expertise: International Development, Fundraising and Marketing, and Strategy & Management.  
Special responsibilities: Chair of Fundraising and Marketing Committee

Name: Shelley Naylor  
Title: Board Member  
Qualifications: Bachelor of Laws / Bachelor of Economics. Admitted to practice in the Supreme Court of Victoria and the High Court of Australia  
Experience and expertise: Governance, Risk Management, and Legal  
Special responsibilities: Member of Finance, Risk, Audit Committee

Name: Carol Geyer  
Title: Board Member  
Qualifications: BApp Sc (physio) and Juris Doctor  
Experience and expertise: Governance, Previous Board Experience, and Legal

**Directors' report**

**30th June 2016**

Name: Eric Van Cuylenburg  
Title: Board Member  
Qualifications: Melbourne Boys High School 65 – 69  
Experience and expertise: Fundraising and Marketing.  
Special responsibilities: Chair of Fundraising and Marketing Committee

Name: Lorele Hince  
Title: Board Member  
Qualifications: Cert IV in Workplace Assessment & Training  
Experience and expertise: Human Resource

Name: Malcolm White  
Title: Chairperson (Retired)  
Qualifications: Associate of the Australian Insurance Institute, licenced insurance broker PS146 Tier 1  
Experience and expertise: Governance, Risk Management, Previous Board Experience, Strategy & Management.  
Special responsibilities: Risk Management

Name: Warwick Miller  
Title: Board Member  
Experience and expertise: Fundraising and Marketing

**Company secretary**

Patrick Lum has held the role of Company secretary since 10<sup>th</sup> October 2015.

### Meetings of directors

The number of meetings of the company's Board of Directors ('the Board') held during the year ended 30<sup>th</sup> June 2016, and the number of meetings attended by each director were:

Board Member	Held	No. of Meetings Attended
Ian Neil	8	8
Richard Lim	8	8
William Murcutt	8	8
Ian Curtis	8	7
Daryl Crowden	7	3
Belinda Knight	6	2
Shelley Naylor	3	3
Carol Geyer	2	1
Eric Van Cuylenburg	2	2
Lorele Hince	2	2
Malcolm White	2	2
Warwick Miller	2	2

Held: represents the number of meetings held during the time the director held office.

### Contributions on winding up

In the event of the company being wound up, ordinary members are required to contribute a maximum of \$10 each.

The total amount that members of the company are liable to contribute if the company is wound up is \$410, based on 41 current ordinary members.

### Auditor's independence declaration

A copy of the auditor's independence declaration as required under division 60 of the Australian Charities and Not-for-profits Commission Act 2012 is set out on the following page.

**International Needs ABN 84 006 053 229**

**Directors' report**

**30<sup>th</sup> June 2016**

This report is made in accordance with a resolution of directors, pursuant to section 298(2)(a) of the Corporations Act 2001.

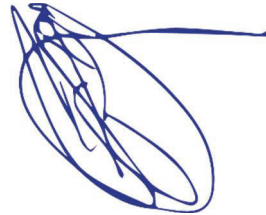
On behalf of the directors



---

Ian Curtis, Chair

23<sup>rd</sup> September 2016



---

Richard Lim, Treasurer

23<sup>rd</sup> September 2016

AUDITOR'S INDEPENDENCE DECLARATION UNDER DIVISION 60 OF THE AUSTRALIAN CHARITIES AND NOT-FOR-PROFITS COMMISSION ACT 2012 TO THE DIRECTORS OF INTERNATIONAL NEEDS

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2016 there have been:

- i. no contraventions of the auditor independence requirements as set out in the *Australian Charities and Not-for-profit Commission Act 2012* in relation to the audit; and
- ii. no contraventions of any applicable code of professional conduct in relation to the audit.



Matthew Hung, CA  
rdl.accountants

23 September 2016  
Blackburn, Victoria

**International Needs ABN 84 006 053 229**

**Contents**

**30<sup>th</sup> June 2016**

**Contents**

Statement of profit or loss and other comprehensive income	8
Statement of financial positions	9
Statement of changes in equity	11
Statement of cash flows	12
Notes to the financial statements	13
Directors' declaration	25
Independent auditor's report to the members of Template ACNC Company Medium Large	26



**International Needs ABN 84 006 053 229**  
**Statement of profit or loss and other comprehensive income**  
**For the year ended 30<sup>th</sup> June 2016**

	Note	2016 \$	2015 \$
<b>Revenue</b>	4	2,022,776	2,211,300
<b>Expenses</b>			
Program expense		1,512,786	1,680,205
Community education expense		160,836	65,627
Fundraising expense		232,256	355,375
Accountability & Administration expense		305,333	335,341
		<u>2,211,211</u>	<u>2,436,548</u>
<b>Surplus/Deficit for the year attributable to the members of International Needs</b>	15	(188,435)	(225,248)

*The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes*

**International Needs ABN 84 006 053 229**  
**Statement of financial position**  
**As at 30<sup>th</sup> June 2016**

	Note	2016 \$	2015 \$
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	5	364,263	340,763
Trade and other receivables	6	12,367	25,768
Held-to-maturity investments	7	20,000	130,000
Other	8	7,267	6,041
Total current assets		403,897	502,572
<b>Non-current assets</b>			
Property, plant and equipment	9	30,786	80,282
Total non-current assets		30,786	80,282
<b>Total assets</b>		434,683	582,854
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	10	23,701	19,898
Provisions	11	34,139	36,716
Other	12	66,100	23,224
Total current liabilities		123,940	79,838
<b>Non-current liabilities</b>			
Provisions	13	7,452	11,290
Total non-current liabilities		7,452	11,290
<b>Total liabilities</b>		131,392	91,128
<b>Net assets</b>		303,291	491,726

*The above statement of financial position should be read in conjunction with the accompanying notes*

**International Needs ABN 84 006 053 229**

**Statement of financial position**

**As at 30<sup>th</sup> June 2016**

**Equity**

Reserves	14	15,267	23,112
Retained surpluses/deficits	15	<u>288,024</u>	<u>468,614</u>
<b>Total equity</b>		<u><u>303,291</u></u>	<u><u>491,726</u></u>

*The above statement of financial position should be read in conjunction with the accompanying notes*

**International Needs ABN 84 006 053 229**  
**Statement of changes in equity**  
**For the year ended 30<sup>th</sup> June 2016**

	<b>Capital reserve</b>	<b>Retained profits</b>	<b>Total equity</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance as at 1 July 2014</b>	572,820	144,154	716,974
Excess/Deficit of Revenue over Expenses	-	(225,248)	(225,248)
Amount transferred (to) from Reserves	<u>(549,708)</u>	<u>549,708</u>	<u>0</u>
<b>Balance as at 1 July 2015</b>	23,112	468,614	491,726
Excess/Deficit of Revenue over Expenses		(188,435)	(188,435)
Amount transferred (to) from Reserves	<u>(7,845)</u>	<u>7,845</u>	<u>-</u>
<b>Balance as at 30 June 2016</b>	<u><b>15,267</b></u>	<u><b>288,024</b></u>	<u><b>303,291</b></u>

*The above statement of changes in equity should be read in conjunction with the accompanying notes*

## Statement of changes in equity

For the year ended 30<sup>th</sup> June 2016

	Note	2016 \$	2015 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<b>Receipts</b>			
Donations		1,393,504	1,478,779
Interest received		4,823	10,185
Other		13,621	33,346
<b>Cash Flows from Government</b>			
Receipts from DFAT Grants		620,569	673,068
Interest received on DFAT Funds		3,660	5,268
<b>Payments</b>			
Wages and Salaries		(648,678)	(455,787)
Projects and Support		(1,257,200)	(1,680,233)
Other		(203,244)	(249,448)
<b>Net cash provided by (used in) operating activities</b>	18	<u>(72,945)</u>	<u>(184,822)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment	9	(13,555)	(34,112)
Proceeds from sale of property, plant and equipment		-	472
Transfer (to)/from term deposit		110,000	(130,000)
<b>Net cash provided by (used in) investing activities</b>		<u>96,445</u>	<u>(163,640)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Repayment of borrowings		-	-
<b>Net cash provided by (used in) financing activities</b>		<u>-</u>	<u>-</u>
<b>Net increase (decrease) in cash held</b>		23,500	(348,462)
<b>Cash at beginning of financial year</b>		340,763	689,225
<b>Cash at end of financial year</b>	5 & 20	<u><b>\$ 364,263</b></u>	<u><b>\$ 340,763</b></u>

*The above statement of changes in equity should be read in conjunction with the accompanying notes*

### **Note 1. General information**

The financial statements cover International Needs as an individual entity. The financial statements are presented in Australian dollars, which is International Needs' functional and presentation currency.

International Needs is a not-for-profit unlisted public company limited by guarantee, incorporated and domiciled in Australia. Its registered office and principal place of business is:

196 Rooks Road VERMONT VIC 3133

A description of the nature of the company's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 26<sup>th</sup> October 2016. The directors have the power to amend and reissue the financial statements.

### **Note 2. Significant accounting policies**

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### **New, revised or amending Accounting Standards and Interpretations adopted**

The company has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the company.

The following Accounting Standards and Interpretations are most relevant to the company:

- AASB 2015-1 Amendments to Australian Accounting Standards (Parts A to C)

#### **Basis of preparation**

In the directors' opinion, the company is not a reporting entity because there are no users dependent on general purpose financial statements.

These are special purpose financial statements that have been prepared for the purposes of complying with the Australian Charities and Not-for-profits Commission Act 2012 requirements to prepare and distribute financial statements to the members of International Needs. The directors have determined that the accounting policies adopted are appropriate to meet the needs of the members of International Needs.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the disclosure requirements of AASB 101 'Presentation of Financial Statements', AASB 107 'Statement of Cash Flows', AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors', AASB 1031 'Materiality', AASB 1048 'Interpretation of Standards' and AASB 1054 'Australian Additional Disclosures', as appropriate for not-for profit oriented entities.

## Note 2. Significant accounting policies (continued)

### *Historical cost convention*

The financial statements have been prepared under the historical cost convention, except for, where applicable, the revaluation of available-for-sale financial assets, financial assets and liabilities at fair value through profit or loss, investment properties, certain classes of property, plant and equipment and derivative financial instruments.

### *Critical accounting estimates*

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 3.

## Revenue recognition

### *Grants*

Grant revenue is recognised in the statement of comprehensive income on receipt.

If conditions are attached to the grant which must be satisfied before the entity is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are met.

### *Donations and interest*

Donations and interest are recognised when received.

### *Other revenue*

Other revenue is recognised when it is received or when the right to receive payment is established.

## Income tax

As the company is a charitable institution in terms of subsection 50-5 of the Income Tax Assessment Act 1997, as amended, it is exempt from paying income tax.

## Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

## Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

## Investments and other financial assets

Investments and other financial assets are initially measured at fair value. Transaction costs are included as part of the initial measurement, except for financial assets at fair value through profit or loss. They are subsequently measured at either amortised cost or fair value depending on their classification. Classification is determined based on the purpose of the acquisition and subsequent reclassification to other categories is restricted.

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the company has transferred substantially all the risks and rewards of ownership.

## Note 2. Significant accounting policies (continued)

### *Held-to-maturity investments*

Held-to-maturity investments includes non-derivative financial assets with fixed or determinable payments and fixed maturities where the company has the positive intention and ability to hold the financial asset to maturity. This category excludes financial assets that are held for an undefined period. Held-to-maturity investments are carried at fair value adjusted for any principal repayments. Gains and losses are recognised in profit or loss when the asset is derecognised or impaired.

### *Impairment of financial assets*

The company assesses at the end of each reporting period whether there is any objective evidence that a financial asset or group of financial assets is impaired. Objective evidence includes significant financial difficulty of the issuer or obligor; a breach of contract such as default or delinquency in payments; the lender granting to a borrower concessions due to economic or legal reasons that the lender would not otherwise do; it becomes probable that the borrower will enter bankruptcy or other financial reorganisation; the disappearance of an active market for the financial asset; or observable data indicating that there is a measurable decrease in estimated future cash flows.

### **Property, plant and equipment**

Property, plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a straight line method basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives at the following rates:

Furniture and fittings	20%
Office equipment	20%
Computer equipment	33.33%

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the company. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss. Any revaluation surplus reserve relating to the item disposed of is transferred directly to retained profits.

### **Trade and other payables**

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year and which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

### **Employee benefits**

#### *Short-term employee benefits*

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

### **Fair value measurement**

When an asset or liability, financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either: in the principal market; or in the absence of a principal market, in the most advantageous market.

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interests. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.



**Note 2. Significant accounting policies (continued)**

**Goods and Services Tax ('GST') and other similar taxes**

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the tax authority is included in other receivables or other payables in the statement of financial position.

Cash flows are presented on a net basis.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority.

**New Accounting Standards and Interpretations not yet mandatory or early adopted**

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the company for the annual reporting period ended 30 June 2016. The company has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

**Note 3. Critical accounting judgements, estimates and assumptions**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

*Estimation of useful lives of assets*

The company determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

**Note 4. Revenue**

	<b>2016</b>	<b>2015</b>
	<b>\$</b>	<b>\$</b>
Donations and Gifts	1,393,504	1,492,840
Government Grants	620,569	673,068
Interest on DFAT Funds	3,660	5,268
Investment Income	4,823	10,185
Other Income	220	29,939
<b>Total Revenue</b>	<u><u>2,022,776</u></u>	<u><u>2,211,300</u></u>

**Note 5. Current assets - cash and cash equivalents**

	<b>2016</b>	<b>2015</b>
	<b>\$</b>	<b>\$</b>
Cash at bank	362,811	340,563
Cash on hand	1,452	200
<b>Total cash and cash equivalents</b>	<u><u>364,263</u></u>	<u><u>340,763</u></u>

**Note 6. Current assets - trade and other receivables**

	<b>2016</b>	<b>2015</b>
	<b>\$</b>	<b>\$</b>
Receivables	5,644	18,713
GST receivable	6,723	6,160
Interest Receivable	0	895
<b>Total trade and other receivables</b>	<u><u>12,367</u></u>	<u><u>25,768</u></u>

**Note 7. Current assets - held-to-maturity investments**

	<b>2016</b>	<b>2015</b>
	<b>\$</b>	<b>\$</b>
Short Term Deposits	20,000	130,000

**Note 8. Current assets - other**

	<b>2016</b>	<b>2015</b>
	<b>\$</b>	<b>\$</b>
1260 · Prepayments	7,267	6,041

**Note 9. Non-current assets - property, plant and equipment**

A physical stocktake has been conducted during the year and a net carrying amount of \$37,820 of property plant and equipment has been written off. The depreciation rates for each class of assets have been standardised this year, whilst there were different depreciation rates for each individual asset in previous years used. This has enable the organisation to have a true position of all assets owned with the correct classifications and make it more efficient in standardising the depreciation rate over a specific class of asset rather than on individual asset.

	<b>2016</b>	<b>2015</b>
	<b>\$</b>	<b>\$</b>
Computer Equipment	71,910	110,458
Less: Accumulated depreciation	<u>-54,028</u>	<u>-73,256</u>
	<u><u>17,882</u></u>	<u><u>37,202</u></u>
Office Equipment	36,628	62,117
Less: Accumulated depreciation	<u>-26,518</u>	<u>-35,357</u>
	<u><u>10,110</u></u>	<u><u>26,760</u></u>
Furniture & Fittings	21,895	0
Less: Accumulated depreciation	<u>-19,101</u>	<u>0</u>
	<u><u>2,794</u></u>	<u><u>0</u></u>
Intangibles – at Cost	0	41,718
Accumulated Amortisation	<u>0</u>	<u>(25,398)</u>
	<u><u>0</u></u>	<u><u>16,320</u></u>
Total property, plant and equipment	<b>30,786</b>	<b>80,282</b>

**Intangibles - Website**

The Website is recorded at development cost. The Website has a finite life and is carried at cost less any accumulated amortisation and impairment losses. It has an estimated useful life of between three and five years. It is assessed annually for impairment. The net carrying value for the website has been fully written off this year.

**Note 10. Non-current assets - property, plant and equipment (continued)**

*Reconciliations*

Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

	Intangibles (Website)	Computer Equipment	Office Equipment	Furniture and Fittings	Total
	\$	\$	\$	\$	\$
<b>2015</b>					
Balance at the beginning of the year	20,163	41,924	26,686	0	88,773
Additions at cost	6,543	15,106	12,462	0	34,111
Disposals	-	-2,605	-1,273	0	-3,878
Depreciation expense	-10,386	-17,223	-11,115	0	-38,724
Carrying amount at end of year	<u>16,320</u>	<u>37,202</u>	<u>26,760</u>	<u>0</u>	<u>80,282</u>
<b>2016</b>					
Balance at the beginning of the year	16,320	37,202	26,760	0	80,282
Reclassified (to)/from			-4,163	4,163	0
Additions at cost	1,027	9,900	2,628	0	13,555
Disposals/write off	-12,645	-15,402	-9,773	0	-37,820
Depreciation expense	-4,702	-13,818	-5,342	-1,369	-25,231
Carrying amount at end of year	<u>0</u>	<u>17,882</u>	<u>10,110</u>	<u>2,794</u>	<u>30,786</u>

**Note 10. Current liabilities - trade and other payables**

	2016	2015
	\$	\$
Trade Payables	15,741	9,899
PAYG Tax Payable	7,485	2,901
Other Payable	474	7,098
Total Trade and Other Payables	<u>23,700</u>	<u>19,898</u>

**Note 11. Current liabilities - provisions**

	<b>2016</b>	<b>2015</b>
	\$	\$
Provision for Annual Leave	20,798	29,713
Provision for LSL - Current Liability	13,341	7,003
	<u>34,139</u>	<u>36,716</u>

**Note 12. Current liabilities – Other**

In 2016, there was a change in accounting treatment with regard to the undisbursed portion of Channelled Funds. The undisbursed amount is now recognised as a liability at reporting year end, however the amount would have been previously recognised as a reserve in previous years. Recognising the amount as a liability is considered to be more accurate as the funds are received by International Needs only as an agent for their NGO partners. The comparatives have been restated to conform with changes in presentation for the current financial year.

Projects mentioned below are our Channelled Funds projects. Funds received for these funds are held on behalf of NGO partners and the balances represent the undisbursed portion of funds received from our NGO partners.

	<b>2016</b>	<b>2015</b>
	\$	\$
GH Sra Midwife Training	1,872	3,571
IN EBEN Women's Skill Dev.& Emp	5,487	2,219
IN KEA Hosame Child Survival Project	339	1,070
KE KK Kivuli Project	42,656	0
UG LWD Water & Sani. Hygiene	2,790	0
UG WCFL Reproductive Health Cap	11,903	4,328
KE Manasprings Women Community Leaders	1,053	0
KH HCP Women Empowerment Proj	0	4,860
MM GWM Building Community Capacity for Development	0	968
NP Moonlight Childrens Home	0	5,328
LK Charles Kingston Blessings Child Care Centre	0	880
	<u>66,100</u>	<u>23,224</u>

**International Needs ABN 84 006 053 229**  
**Notes to the financial statements**  
**30<sup>th</sup> June 2016**

**Note 13. Non-Current liabilities - provisions**

	<b>2016</b>	<b>2015</b>
	\$	\$
Provision for LSL - Non-Current Liabilities	7,452	11,290
	<u>7,452</u>	<u>11,290</u>

**Note 14. Equity - reserves**

Reserves are fund set aside for our Designated Projects.

	<b>2016</b>	<b>2015</b>
	\$	\$
Reserves	15,267	23,112

**Note 15. Equity - retained surpluses**

	<b>2016</b>	<b>2015</b>
	\$	\$
Retained surpluses at the beginning of the financial year	468,614	144,154
Surplus/deficit for the year	-188,435	-
Transfer (to)/from reserves	7,845	549,708
Retained surpluses at the end of the financial year	<u>288,024</u>	<u>468,614</u>

**Note 16. Remuneration of auditors**

During the financial year the following fees were paid or payable for services provided by RDL Accountants, the auditor of the company:

	<b>2016</b>	<b>2015</b>
	\$	\$
<i>Audit services - RDL Accountants</i>		
Audit of the financial statements	<u>6,150</u>	<u>5,816</u>

**Note 17. Events after the reporting period**

No matter or circumstance has arisen since 30 June 2016 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

**Note 18. Reconciliation of surplus after income tax to net cash from operating activities**

Reconciliation of Cash Flow from Operations with Operating Surplus (Deficit)

	<b>2016</b>	<b>2015</b>
	<b>\$</b>	<b>\$</b>
Surplus/deficit for the year	(188,435)	(225,248)
Adjustments for:		
Depreciation, amortisation and write off expense	63,051	38,724
Net (gain)/loss on disposal of asset	0	3,407
Change in operating assets and liabilities:		
Decrease/(increase) in trade and other receivables	13,401	(14,061)
Increase/(decrease) in prepayments	(1,226)	4,617
Increase/(decrease) in trade and other payables	3,803	800
Increase/(decrease) in other liabilities	42,876	23,224
Increase/(decrease) in provisions	(6,415)	(16,285)
Net cash from operating activities	<u>(72,945)</u>	<u>(184,822)</u>

**Note 19. Eligible Volunteer Services**

The organisation has recognised eligible non-cash contributions such as volunteer services receives from the Australian community for overseas development assistance in Australia. The value of such a service for FY16 is calculated based on DFAT's volunteers' salary scale.

<b>Names</b>	<b>Role</b>	<b>Hours Worked</b>	<b>Dollar Value</b>
Danielle Rees	Project Support Officer	90	\$2,862



**Note 20. Table of Cash Movements for Designated Purposes for Year Ended 30 June 2016**

	Cash available at the beginning of the FY	Cash raised during the FY	Cash disbursed during the FY	Cash available at the end of the FY
Projects Designated for Specific Countries & Purposes				
DFAT Projects - DFAT	13,666	662,833	676,499	0
DFAT Projects - Match Funds	149,784	820	150,604	0
Ghana	16,846	112,339	127,312	1,873
India	18,682	85,407	98,263	5,826
Indonesia	1,632	2,196	3,828	0
Kenya	41,872	28,833	26,995	43,710
Nepal	1,113	3,563	4,676	0
Philippines	88,827	320,517	394,076	15,268
Sri Lanka	23,073	81,900	104,973	0
Uganda	30,834	318,724	334,866	14,692
Other Projects	14,366	19,830	34,196	0
Total Funds for Projects	<u>400,695</u>	<u>1,636,962</u>	<u>1,956,288</u>	<u>81,369</u>
Total for other non-designated purposes	70,068	385,814	152,988	302,894
TOTAL	470,763	2,022,776	2,109,276	384,263

Note 5 & 7

**Directors' declaration**

**30<sup>th</sup> June 2016**

In the directors' opinion:

- the company is not a reporting entity because there are no users dependent on general purpose financial statements. Accordingly, as described in note 2 to the financial statements, the attached special purpose financial statements have been prepared for the purposes of complying with the Australian Charities and Not-for-profits Commission Act 2012 requirements to prepare and distribute financial statements to the members of International Needs;
- the attached financial statements and notes comply with the Australian Charities and Not-for-profits Commission Act 2012, the Accounting Standards as described in note 2 to the financial statements, the Australian Charities and Not-for-profits Commission Regulations 2013 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the company's financial position as at 30 June 2016 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 295(5)(a) of the Corporations Act 2001.

On behalf of the directors



---

Chair

23<sup>rd</sup> September 2016



---

Treasurer

23<sup>rd</sup> September 2016

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF INTERNATIONAL NEEDS

**Report on the Financial Report**

We have audited the accompanying financial report, being a special purpose financial report, of International Needs (the company), which comprises the statement of financial position as at 30 June 2016, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, 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 and have determined that the accounting policies described in Note 2 to the financial report are appropriate to meet the requirements of the *Australian and Not-for-profits Commission Act 2012* and are appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

*Auditor's Responsibility*

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's 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.

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

*Independence*

In conducting our audit, we have complied with the independence requirements of the *Australian and Not-for-profits Commission Act 2012*.

### *Opinion*

In our opinion the financial report of International Needs has been prepared in accordance with Division 60 of the *Australian and Not-for-profits Commission Act 2012*, including:

- a. giving a true and fair view of the company's financial position as at 30 June 2016 and of its performance for the year ended on that date; and
- b. complying with Australian Accounting Standards to the extent described in Note 2 and complying with Division 60 of the *Australian and Not-for-profits Commission Act Regulation 2013*.

### *Basis of Accounting*

Without modifying our opinion, we draw attention to Note 2 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the *Australian and Not-for-profits Commission Act 2012*. As a result, the financial report may not be suitable for another purpose.

A handwritten signature in black ink, appearing to read 'Matthew Hung', with a stylized flourish at the end.

Matthew Hung, CA  
rdl.accountants

23 September 2016  
Blackburn, Victoria