



**INTERNATIONAL  
NEPAL  
FELLOWSHIP  
AUSTRALIA**

## **Financial Statements**

**For the Year Ended 30 June 2023**

**International Nepal Fellowship (Australia) Limited**  
**ABN 75 090 528 500**  
**[www.inf.org.au](http://www.inf.org.au)**

# International Nepal Fellowship (Australia) Limited

ABN: 75 090 528 500

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# International Nepal Fellowship (Australia) Limited

ABN: 75 090 528 500

## Directors' Report

30 June 2023

The directors present their report on International Nepal Fellowship (Australia) Limited for the financial year ended 30 June 2023.

### Directors

The Directors in office at the date of this report and during the financial year together with their meeting attendances, shown in parentheses, are:

<b>Names</b>	<b>Position/Career</b>	<b>Years of service / (Attendances)</b>
Ravi Underwood	Director (Chair) / Accountant	4 / (7)
William Hood	Director (Deputy Chair) / IT professional	5 / (6)
Richard Groves	Director / Risk Management Consultant	10 / (5)
Rudra Paudel	Director / Business Owner	7 / (7)
Catherine Clark	Director / Medical Doctor	5 / (6)
Nicole McGunnigle	Director / Environmental Geologist	5 / (4)
Richard Reeve	Director / Ministry Leader, Accountant	4 / (7)
Stephanie Judd (resigned July'23)	Director / Lawyer	1 / (6)

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

There were a total of seven (7) Directors meetings held during the financial year.

### Principal activities and significant changes in nature of activities

The principal activity of INF Australia during the year was to support the work of its primary partner, INF Nepal to serve poor and marginalised people and communities in Nepal. INF Australia also supports community development activities through other smaller Christian partner organisations.

This was done through raising awareness of the situation in Nepal and encouraging prayer for Nepali people; advocating to the Australian Government in support of Australia's bilateral aid program in Nepal; raising funds to support health and community empowerment projects in Nepal; and enabling Australian volunteers to serve in Nepal.

There were no significant changes in the nature of International Nepal Fellowship (Australia) Limited's principal activities during the financial year.

### Short term objectives

The Company's short term objectives are to:

- Support the work of INF Nepal and other partners to improve the lives of Nepal's poor and disadvantaged people and communities;
- Support disaster response activities of INF Nepal and other partners;
- Strengthen the capacity of INF Nepal and other partners;
- Raise up volunteers to serve with partner organisations in Nepal;
- Provide training and technical support to help partner organisations to be more effective; and
- Engage with the Australian public to build awareness of the issues in Nepal and include them in our work.

# International Nepal Fellowship (Australia) Limited

ABN: 75 090 528 500

## Directors' Report

30 June 2023

### Long term objectives

The Company's long term objectives are to:

- Enable Nepal's poor and disadvantaged people and communities to experience 'life in all its fullness';
- Advocate and contribute towards a 'Leprosy Free' Nepal; and
- Eliminate extreme poverty and social injustice among Nepali people.

To achieve these objectives, the company has adopted the following strategies:

1. Being an effective partner, by:
  - a) reliably supporting INF Nepal and other partner organisations that share our vision and values;
  - b) demonstrating impact of our work; and,
  - c) working increasingly to create awareness and education in Australia.
2. Nurturing deeper fellowship through:
  - a) building authentic relationships that connect churches and communities in Australia and Nepal;
  - b) establishing relationships of trust and mutual support with the Nepalese community in Australia; and,
  - c) challenging and equipping Australian Christians to make personally significant and holistic responses to poverty and injustice.
3. Strengthening organisational learning through:
  - a) intentionally developing the processes, habits and relationships to learn, reflect and respond rapidly in a changing environment; and,
  - b) facilitating sharing and utilisation of expertise, insight, energy and engagement across an empowered volunteer network.

### Likely Developments

INF Australia will continue to receive funding of \$600,000 – \$700,000 annually through ANCP. The exact amount will vary as determined in a ratio with our own public fundraising and development expenditure in Nepal. Ensuring our fundraising and recruitment efforts in support of community programs in Nepal will therefore be a high priority, both to ensure predictability and reliability of government funding, and also to ensure that INF Australia does not become overly reliant on this income.

To this end, INF Australia will continue to invest in the capacity of the Australian team to support and manage international projects, to ensure accountability and oversight for all our programs, and to engage effectively with the Australian community to raise awareness and funds for the work of our partners in Nepal.

A new strategic plan and fundraising strategy will guide our work over the coming three years.

# International Nepal Fellowship (Australia) Limited

ABN: 75 090 528 500

## Directors' Report

30 June 2023

### Review of operations

Our accounts for the 2023 financial year show a deficit of (\$186,370) (2022: deficit \$255,383). Expenditure directly related to our work in Nepal totalled \$1,202,123 (2022: \$1,211,097).

International Nepal Fellowship Australia maintained its commitment to support health and community development programs through its partners in Nepal. This was achieved through the receipt of \$725,148 (2022: \$693,246) from the Department of Foreign Affairs and Trade (DFAT); the generous support of many donors; and through the utilisation of designated program funding reserves.

INF Australia's ability to fundraise and hold events was impeded during the COVID-19 period of 2021 and 2022, and this has impacted the expected growth of the organisation. Recovery from these events has been slow, however fundraising events have started to increase again in 2023.

INF Australia continues to invest in staffing within the Australian office, to enhance the organisation's capacity for project management and oversight, as well as community engagement and awareness-raising.

### Volunteer services

As well as sending funds to support partner organisations, INF Australia enables Australian volunteers to serve in Nepal, using their professional skills, gifts and experience to support the work of partner organisations. Through the year, INF Australia has supported Ming Poon as an advisor in leprosy management and treatment; Caryn Kneale as a nutritionist in chronic disease and palliative care within Green Pastures Hospital and Peter Kneale within PSC.

### Project funding and institutional capacity strengthening

INF Australia's vision (shared with the other organisations in the global INF family) is for "life in all its fullness for Nepal's poor and marginalised people and communities". We continued support for INF Nepal in its Jumla District WEAL Program (Women's Empowerment and Livelihoods) and maintained support for Rolpa District EDUCATE Program (Economic Development of Underprivileged Communities through Agricultural and Technological Empowerment). Both programs operate in rural municipalities characterized by extreme poverty and disadvantage and aim to empower women and support improvements for the whole community in health, livelihoods, education and people's resilience in the face of disasters and climate change.

We also continued to provide core operational funding to the leprosy program operating through INF Nepal's Shining Hospital Banke (SHB). This funding is intended to provide direct patient and community benefit in the face of rising transmission of leprosy, and support the consolidation and renewal of INF Nepal's leprosy program and development of a new neglected tropical disease strategy.

INF partnered with WACT to implement the Improving Child and Adolescent Wellbeing through Community Partnership (ICAWCP) and Community Organisation Networking and Collaboration for Transformation (CONNECT) projects in Kailali District and with Shanti Nepal to implement the Community Transformation Project in West Rukum. We continue to support a number of small, but highly effective, Christian community development partner organisations based around Nepalgunj, Banke District and Elijah Counselling and Training Centre (ECTC) based in Kathmandu.

INF Australia places a high value on the strengthening of partner organisation capacity and supports a number of key technical support and advisory roles within INF Nepal, including a gender officer and support for climate change adaptation and disaster resilience and response. The gender officer engages across INF Nepal's projects through the POWER Project (Promotion of Women's Empowerment and Rights Targeting Rural Women), providing additional activities and targets focused on awareness-raising and empowering among women in rural communities.

INF Australia receives support from the Australian Government through the Australia NGO Cooperation Program for the work we undertake in Jumla, Rolpa, Kailali and West Rukum, and the POWER Project.

# International Nepal Fellowship (Australia) Limited

ABN: 75 090 528 500

## Directors' Report

30 June 2023

### Director's Benefits

Since the beginning of the financial year no Director of the company has received, or has become entitled to receive, a benefit (other than salary as an employee) because of a contract that a Director, a firm of which a Director is a member, or an entity in which a Director has a substantial interest has made with the company, or an entity that the Company controlled, or a body corporate that was related to the Company, when the contract was made or when a Director received or became entitled to receive, the benefit.

### Company Limited by Guarantee

The company is incorporated under the *Corporations Act 1991* and is a company limited by guarantee. If the company is wound up, the constitution states that each Member is required to contribute a maximum of \$10 each towards meeting any outstanding obligations of the entity. As at 30 June 2023, there were 127 members and therefore the total amount that Members of the company are liable to contribute if the company is wound up is \$1,270.

### Indemnification and insurance of officers and auditors

The Company paid a premium to insure all Directors' for liability, including costs and expenses that may be incurred in defending civil or criminal proceedings that may be brought against them in their capacity as Directors of the Company.



Ravi Underwood

St Leonards

Chair of the Board

23 / 10 2023

**International Nepal Fellowship (Australia) Limited**

ABN: 75 090 528 500



**Auditor's Independence Declaration under Section 60-40 of the Charities and Not-for-profits Commission Act 2012 to the Responsible Persons of International Nepal Fellowship (Australia) Limited**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2023, there have been:

- (i) no contraventions of the auditor independence requirements as set out in section 60-40 of 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.

WSC GROUP - AUDIT PTY LTD

A handwritten signature in black ink, appearing to read 'A F Gilbert'.

A F Gilbert, CA  
Director

25 / 10 / 2023

## International Nepal Fellowship (Australia) Limited

ABN: 75 090 528 500

### Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2023

	Note	2023 \$	2022 \$
<b>Revenue and other income</b>			
<i>Donations and Gifts</i>			
Monetary		844,665	717,601
Non-Monetary		240,570	131,014
<i>Bequests and Legacies</i>		6,500	62,268
<i>Grants</i>			
Department of Foreign Affairs and Trade		725,148	693,246
<i>Interest income</i>		8,313	1,948
<i>Other income</i>	3	25,633	94
<b>Total revenue and other income</b>		<b>1,850,829</b>	<b>1,606,171</b>
<b>Expenditure</b>			
<i>International Programs</i>			
Funds to development programs		1,049,322	1,030,508
Funds to welfare and service programs		152,801	180,589
Program support costs		134,224	123,478
Non-monetary expenditure - development programs		113,376	-
Non-monetary expenditure - welfare & service programs		106,329	107,434
<i>Community Education</i>		164,099	95,774
<i>Fundraising costs</i>			
Public		97,363	100,209
Government		10,147	9,160
<i>Accountability and Administration</i>		188,673	190,822
<i>Non-Monetary Expenditure</i>		20,865	23,580
<b>Total expenditure</b>		<b>2,037,199</b>	<b>1,861,554</b>
<b>Deficit for the year</b>		<b>(186,370)</b>	<b>(255,383)</b>
<b>Total comprehensive (loss)/income for the year</b>		<b>(186,370)</b>	<b>(255,383)</b>

The accompanying notes form part of these financial statements.



# International Nepal Fellowship (Australia) Limited

ABN: 75 090 528 500

## Statement of Financial Position

As At 30 June 2023

	Note	2023 \$	2022 \$
<b>ASSETS</b>			
CURRENT ASSETS			
Cash and cash equivalents	4	1,029,768	1,260,702
Trade and other receivables	5	17,748	13,123
Prepayments and other assets	6	104,400	42,917
Inventories		1,389	1,167
TOTAL CURRENT ASSETS		<u>1,153,305</u>	<u>1,317,909</u>
NON-CURRENT ASSETS			
Property, plant and equipment	7	<u>57,835</u>	115,046
TOTAL NON-CURRENT ASSETS		<u>57,835</u>	<u>115,046</u>
TOTAL ASSETS		<u>1,211,140</u>	<u>1,432,955</u>
<b>LIABILITIES</b>			
CURRENT LIABILITIES			
Trade and other payables	8	24,424	27,964
Borrowings		751	1,267
Lease liabilities	9	25,324	23,787
Employee benefits	11	32,454	21,143
Other financial liabilities	10	35,148	-
TOTAL CURRENT LIABILITIES		<u>118,102</u>	<u>74,161</u>
NON-CURRENT LIABILITIES			
Lease liabilities	9	-	78,271
Employee benefits	11	-	1,115
TOTAL NON-CURRENT LIABILITIES		<u>-</u>	<u>79,386</u>
TOTAL LIABILITIES		<u>118,102</u>	<u>153,547</u>
NET ASSETS		<u>1,093,038</u>	<u>1,279,408</u>
<b>EQUITY</b>			
Designated Funds		794,721	957,578
General Funds		298,317	321,830
TOTAL EQUITY		<u>1,093,038</u>	<u>1,279,408</u>

The accompanying notes form part of these financial statements.

# International Nepal Fellowship (Australia) Limited

ABN: 75 090 528 500

## Statement of Changes in Equity For the Year Ended 30 June 2023

### 2023

	General funds	Designated funds	Total
	\$	\$	\$
Balance at 1 July 2022	321,830	957,578	1,279,408
Surplus/(Deficit) for the year	(23,513)	(162,857)	(186,370)
<b>Balance at 30 June 2023</b>	<b>298,317</b>	<b>794,721</b>	<b>1,093,038</b>

### 2022

Balance at 1 July 2021	469,951	1,064,840	1,534,791
Surplus/(Deficit) for the year	(148,121)	(107,262)	(255,383)
<b>Balance at 30 June 2022</b>	<b>321,830</b>	<b>957,578</b>	<b>1,279,408</b>

The accompanying notes form part of these financial statements.

# International Nepal Fellowship (Australia) Limited

ABN: 75 090 528 500

## Statement of Cash Flows For the Year Ended 30 June 2023

	2023	2022
Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from supporters	876,798	779,962
Receipts from Federal Government funding	760,296	693,246
Interest received	8,313	2,478
Payments to suppliers and employees	(634,551)	(562,590)
Payments for designated projects	(1,212,596)	(1,145,628)
Net cash provided by/(used in) operating activities	15 <u>(201,740)</u>	<u>(232,532)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of Property, Plant and Equipment	(999)	(3,897)
Payments for purchase of computer software	<u>(27,680)</u>	-
Net cash provided by/(used in) investing activities	<u>(28,679)</u>	<u>(3,897)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from borrowings	<u>(515)</u>	706
Net cash provided by/(used in) financing activities	<u>(515)</u>	706
Net increase/(decrease) in cash and cash equivalents held	(230,934)	(235,723)
Cash and cash equivalents at beginning of year	<u>1,260,702</u>	<u>1,496,425</u>
Cash and cash equivalents at end of financial year	4 <u><u>1,029,768</u></u>	<u><u>1,260,702</u></u>

The accompanying notes form part of these financial statements.

# International Nepal Fellowship (Australia) Limited

ABN: 75 090 528 500

## Notes to the Financial Statements For the Year Ended 30 June 2023

The financial report covers International Nepal Fellowship (Australia) Limited as an individual entity. International Nepal Fellowship (Australia) Limited is a not-for-profit Company, registered and domiciled in Australia.

The principal activities of the Company for the year ended 30 June 2023 were serving poor and marginalised communities in Nepal. This was done through raising awareness of the situation in Nepal and encouraging prayer for Nepali people; raising funds to support projects addressing their needs, and enabling Australian volunteers to serve in Nepal.

These financial statements are general purpose financial statements that have been prepared in Accordance with Australian Accounting Standards – Simplified Disclosure Requirements, ACFID Code of Conduct and the *Australian Charities and Not-for-profits Commission Act 2012*.

The functional and presentation currency of International Nepal Fellowship (Australia) Limited is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

### 1 Basis of Preparation

The financial statements and material accounting policies all comply with the recognition and measurement requirements in Australian Accounting Standards.

### 2 Summary of Significant Accounting Policies

#### (a) Revenue and other income

##### Grant revenue

Grant revenue is recognised in the statement of income and expense when the Company obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the Company and the amount of the grant can be measured reliably. If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

##### Donations and fundraising

The Company recognises amounts donated or raised on behalf of the Company as income only when they are received by the Company.

##### Interest income

Interest is recognised when received/receivable.

#### (b) Income Tax

The Company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

#### (c) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST.

# International Nepal Fellowship (Australia) Limited

ABN: 75 090 528 500

## Notes to the Financial Statements For the Year Ended 30 June 2023

### 2 Summary of Significant Accounting Policies

#### (c) Goods and services tax (GST)

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

#### (d) Inventories

Inventories acquired at no cost, or for nominal consideration are valued at the current replacement cost as at the date of acquisition, which is the deemed cost.

#### (e) Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment.

Items of property, plant and equipment acquired for significantly less than fair value have been recorded at the acquisition date fair value.

##### Plant and equipment

Plant and equipment are measured using the cost model.

##### Depreciation

Property, plant and equipment, is depreciated on a straight-line basis over the assets useful life to the Company, commencing when the asset is ready for use.

The depreciation rates used for each class of depreciable asset are shown below:

<b>Fixed asset class</b>	<b>Depreciation rate</b>
Furniture, Fixtures and Fittings	20%
Office Equipment	20%
Computer Equipment	33.3%

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

#### (f) Financial instruments

Financial instruments are recognised initially on the date that the Company becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

# International Nepal Fellowship (Australia) Limited

ABN: 75 090 528 500

## Notes to the Financial Statements For the Year Ended 30 June 2023

### 2 Summary of Significant Accounting Policies

#### (f) Financial instruments

##### Financial assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

##### *Classification*

On initial recognition, the Company classifies its financial assets into the following categories, those measured at:

- amortised cost

Financial assets are not reclassified subsequent to their initial recognition unless the Company changes its business model for managing financial assets.

##### *Amortised cost*

Assets measured at amortised cost are financial assets where:

- the business model is to hold assets to collect contractual cash flows; and
- the contractual terms give rise on specified dates to cash flows are solely payments of principal and interest on the principal amount outstanding.

The Company's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position.

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Interest income, foreign exchange gains or losses and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

#### (g) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

#### (h) Leases

Except for short-term leases and leases of low-value assets, right-of-use assets and corresponding lease liabilities are recognised in the statement of financial position. Depreciation is charged for the right-of-use assets (included in operating costs) and an interest expense on the recognised lease liabilities (included in finance costs).

# International Nepal Fellowship (Australia) Limited

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## Notes to the Financial Statements For the Year Ended 30 June 2023

### 2 Summary of Significant Accounting Policies

#### (i) Employee benefits

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

#### (j) Adoption of new and revised accounting standards

The Company has adopted all standards which became effective for the first time at 30 June 2023, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Company.

### 3 Other Income

	2023	2022
	\$	\$
Fees for supporters Vision trip to Nepal	21,100	-
Conferences & Events	3,855	-
Other	678	94
<b>Total other income</b>	<b>25,633</b>	<b>94</b>

### 4 Cash and Cash Equivalents

Cash at bank and in hand	1,029,768	1,260,702
	<b>1,029,768</b>	<b>1,260,702</b>

### 5 Trade and other receivables

CURRENT		
Accounts receivable	15,025	10,981
GST receivable	2,723	2,142
<b>Total current trade and other receivables</b>	<b>17,748</b>	<b>13,123</b>

### 6 Prepayments and other assets

CURRENT		
Prepayments - overseas projects	92,528	37,714
Prepayments - general	11,872	5,203
	<b>104,400</b>	<b>42,917</b>

# International Nepal Fellowship (Australia) Limited

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## Notes to the Financial Statements For the Year Ended 30 June 2023

### 7 Property, plant and equipment

	2023	2022
	\$	\$
PLANT AND EQUIPMENT		
<i>Furniture, fixtures and fittings</i>		
At cost	8,048	8,048
Accumulated depreciation	(3,341)	(1,732)
Total furniture, fixtures and fittings	<u>4,707</u>	<u>6,316</u>
<i>Computer equipment</i>		
At cost	12,573	13,164
Accumulated depreciation	(8,833)	(5,976)
Total computer equipment	<u>3,740</u>	<u>7,188</u>
<i>Computer software</i>		
At cost	27,680	13,675
Accumulated depreciation	(2,300)	(12,042)
Total computer software	<u>25,380</u>	<u>1,633</u>
<b>Total plant and equipment</b>	<u><b>33,827</b></u>	<u><b>15,137</b></u>
RIGHT OF USE		
<i>Right-of-Use - Buildings</i>		
At cost	78,573	127,540
Accumulated depreciation	(54,565)	(27,631)
Total Right-of-Use - Buildings	<u>24,008</u>	<u>99,909</u>
<b>Total property, plant and equipment</b>	<u><b>57,835</b></u>	<u><b>115,046</b></u>

### 8 Trade and Other Payables

CURRENT		
Trade payables	3,216	2,302
PAYG payable	13,276	10,986
Accrued expenses	7,932	12,230
Fringe benefits payable	-	2,446
	<u>24,424</u>	<u>27,964</u>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.



## International Nepal Fellowship (Australia) Limited

ABN: 75 090 528 500

### Notes to the Financial Statements For the Year Ended 30 June 2023

#### 9 Lease liabilities

The maturity analysis of lease liabilities based on contractual discounted cash flows is shown in the table below. The lease liability relates to the Company's office premises at St Leonards, NSW. The lease term expires in May 2024, and the Company holds an option to extend the lease, which it does not anticipate exercising. The lease liability has been re-measured, resulting in a gain on remeasurement of \$2,561 which has been recognised in profit & loss.

	< 1 year	1 - 5 years	> 5 years	Total undiscounted lease liabilities
	\$	\$	\$	\$
<b>2023</b>				
Lease liabilities	25,324	-	-	25,324
<b>2022</b>				
Lease liabilities	23,787	78,271	-	102,058

#### 10 Other Financial Liabilities

	2023	2022
	\$	\$
CURRENT		
Deferred grant income, Department of Foreign Affairs and Trade	35,148	-
<b>Total</b>	<b>35,148</b>	<b>-</b>

#### 11 Employee Benefits

	2023	2022
CURRENT		
Annual leave provision	23,860	19,934
Long service leave provision	8,594	1,209
	<b>32,454</b>	<b>21,143</b>
NON-CURRENT		
Long service leave provision	-	1,115
	<b>-</b>	<b>1,115</b>

#### 12 Key Management Personnel Disclosures

The total remuneration paid to key management personnel of the Company is \$ 220,217 (2022: \$ 222,925).

The Key Management Personnel during the year were Chief Executive Officer, Nepal Programs Manager and Finance Manager.

#### 13 Auditors' Remuneration

Remuneration of the auditor, WSC Group - Audit Pty Ltd, for:

- auditing the financial statements	6,550	6,550
<b>Total</b>	<b>6,550</b>	<b>6,550</b>

# International Nepal Fellowship (Australia) Limited

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## Notes to the Financial Statements For the Year Ended 30 June 2023

### 14 Related Parties

*Key management personnel* - refer to Note 12.

Other related parties include the directors, close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members. The directors received no remuneration for their services. Apart from key management personnel remuneration, there were no other transactions with related parties during the year.

### 15 Cash Flow Information

Reconciliation of net income to net cash provided by operating activities:

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
Deficit for the year	<b>(186,370)</b>	(255,383)
Non-cash flows in deficit:		
- amortisation	<b>3,934</b>	8,142
- depreciation	<b>32,467</b>	31,327
- loss on disposal of property, plant and equipment	-	6,281
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	<b>(4,103)</b>	(10,452)
- (increase)/decrease in prepayments	<b>(61,483)</b>	37,967
- (increase)/decrease in inventories	<b>(222)</b>	30
- increase/(decrease) in trade and other payables	<b>(3,540)</b>	(18,909)
- increase/(decrease) in other financial liabilities	<b>35,148</b>	-
- increase/(decrease) in provisions	<b>10,196</b>	(9,585)
- increase/(decrease) in lease liability	<b>(27,767)</b>	(21,950)
Cashflows from operations	<b><u>(201,740)</u></b>	<b><u>(232,532)</u></b>

### 16 Non-monetary gifts and donations

The work of INF Australia is supported by a large number of volunteers each year. The contributions from volunteers, through regular mail opening, project assistance, general administration etc. mean that INF Australia is able to deliver a greater proportion of cash donations directly to field projects. The donated services of specific volunteers have been valued using DFAT guidelines and are recognised in the financial report as "Donations and Gifts – non monetary".

During the year ended 30 June 2023, 307 (2022: 336) volunteer hours were provided to INF Australia at a commercial value of \$20,865 (2022: \$23,580).

In addition, INF Australia seeks to demonstrate the value of the non-financial contribution provided by INF Australia's volunteers in Nepal who serve in technical advisory and training roles. This has been calculated by comparing an estimate of their earning power in Australia to the volunteer allowance they receive in Nepal, and is summarised in the table below.

Non-financial contribution in Australia	<b>20,865</b>	23,580
Non-financial contribution in Nepal	<b>219,705</b>	107,434

# International Nepal Fellowship (Australia) Limited

ABN: 75 090 528 500

## Notes to the Financial Statements For the Year Ended 30 June 2023

### 17 Fundraising information

The following information is disclosed in accordance with *Charitable Fundraising Act (NSW) 1991*. Charitable fundraising licence number 17644, expiry 6 December 2024.

Various fundraising activities were conducted during the year including appeals, regular giving and major gifts.

#### Results of fundraising appeals

	2023	2022
	\$	\$
Gross proceeds from fundraising appeals	851,165	779,868
Non monetary donations and gifts	240,570	131,014
Less: Fundraising costs - Public	(97,363)	(100,209)
Net surplus obtained from fundraising appeals	994,372	810,673
% Fundraising costs/ gross fundraising income	8.9%	11.0%
Total funds distributed to objectives of the Company (Project costs, program support & community education)	1,720,152	1,537,782
Total expenditure	2,037,199	1,861,553
% of all costs directly incurred in aiding Nepal projects and programmes	84.4%	82.6%

### 18 Deductible Gift Recipient Status

In 2016 financial year The International Nepal Fellowship (Australia) Limited ("INF Australia") was endorsed in its own right by the Australian Commissioner of Taxation to be a Deductible Gift Recipient ("DGR"). Previously only the INF Relief Fund was endorsed as a DGR. This now enables INF Australia and the INF Australia Relief Fund to issue tax deductible receipts for all donations received.

### 19 Contingencies

In the opinion of those charged with governance, the Company did not have any contingencies at 30 June 2023 (30 June 2022: None).

### 20 Statutory Information

The registered office and principal place of business of the company is:

International Nepal Fellowship (Australia) Limited  
Suite 3, 65 Nicholson St  
St Leonards NSW 2065

# International Nepal Fellowship (Australia) Limited

ABN: 75 090 528 500

## Responsible Persons' Declaration

Declaration in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission: Regulation 2013*

The responsible persons declare that in the responsible persons' opinion:

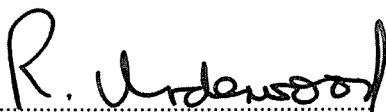
- the financial statements and notes for the year ended 30 June 2023 are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, and:
  - Comply with Australian Accounting Standards and the *Australian Charities and Not-for-profits Commission Act 2012*; and,
  - Give a true and fair view of the financial position of the Company as at 30 June 2023 and its performance for the year ended on that date.
- there are reasonable grounds to believe that the Company is able to pay all of its debts, as and when they become due and payable.

Declaration as required by the *Charitable Fundraising Act 1991 (NSW)*:

- the accounts for the year ended 30 June 2023 give a true and fair view of all income and expenditure of the Company with respect to fundraising appeals;
- the statement of financial position as at 30 June 2023 gives a true and fair view of the state of affairs with respect to fundraising appeals;
- the provisions of the *Charitable Fundraising Act 1991 (NSW)* and the regulations under that 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 from any of its fundraising appeals.

This declaration is made in accordance with a resolution of the Board of Directors.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*.

Ravi Underwood .....   
Chair of the Board

Dated this 23 ..... day of October 2023



## **Independent Audit Report to the members of International Nepal Fellowship (Australia) Limited**

### **Report on the Audit of the Financial Report**

#### **Opinion**

We have audited the financial report of International Nepal Fellowship (Australia) Limited, which comprises the statement of financial position as at 30 June 2023, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the responsible persons' declaration.

In our opinion the financial report of International Nepal Fellowship (Australia) Limited has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) giving a true and fair view of the Company's financial position as at 30 June 2023 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards - Simplified Disclosure Requirements and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

#### **Basis for Opinion**

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) and the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

#### **Responsibilities of Responsible Entities for the Financial Report**

The responsible persons of the Company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards - Simplified Disclosure Requirements and the ACNC Act, and for such internal control as the responsible entities determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the responsible persons are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the responsible entities either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.



## Independent Audit Report to the members of International Nepal Fellowship (Australia) Limited

### Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the responsible entities.
- Conclude on the appropriateness of the responsible entities' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

WSC Group - Audit Pty Ltd

A F Gilbert, CA

Director  
Dated this .....25th..... day of .....October.....2023