

Horn of Africa Relief & Development Agency of Australia Incorporated
Financial Statements
For the Year ended 30 June 2010

**Horn of Africa Relief & Development Agency of Australia
Incorporated**

**Annual Report
for the Year Ended 30 June 2010**

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Horn of Africa Relief & Development Agency of Australia Incorporated
Balance Sheet
As at 30 June 2010

	Note	2010 \$	2009 \$
Current Assets			
Cash and Cash Equivalents	1(a)	33,294.99	16,458.85
Prepayments		1,180.34	-
Total Current Assets		<u>34,475.33</u>	<u>16,458.85</u>
Total Assets		<u>34,475.33</u>	<u>16,458.85</u>
Current Liabilities			
Trade creditors		1,634.00	-
Provision for future project expenditure		29,194.67	15,000.00
Total Current Liabilities		<u>30,828.67</u>	<u>15,000.00</u>
Total Liabilities		<u>30,828.67</u>	<u>15,000.00</u>
Net Assets		<u>3,646.66</u>	<u>1,458.85</u>
Equity			
Retained Profits brought forward		1,458.85	3,233.37
Profit (Loss) for the year		2,187.81	(1,774.52)
Total Equity		<u>3,646.66</u>	<u>1,458.85</u>

*The accompanying notes form part of these financial statements.
These financial statements have not been subject to audit or review and should be read in
conjunction with the attached Compilation Report.*

Horn of Africa Relief & Development Agency of Australia Incorporated
Profit and Loss Statement
For the Year ended 30 June 2010

	Note	2010 \$	2009 \$
Income	1(b)		
Project income-grants received		63,993.43	30,332.95
Interest Received		695.16	-
Donations Received		2,387.70	700.00
Fund raising activities		6,404.30	-
Project administration fees		1,000.00	-
Miscellaneous Income		544.65	-
		75,025.24	31,032.95
Expenditure	2		
Project expenditure – paid	1(c)	35,177.16	13,128.47
Project expenditure – provision for future expenditure	1(c)	29,194.67	15,000.00
Fund raising activity expenses		2,498.61	-
Bank Charges		152.55	37.30
Donations		276.35	138.00
Travel & Entertainment Expenses		378.34	860.50
General Expenses		300.00	164.45
Insurance		985.52	2,080.65
Legal Costs		390.00	45.00
Planning Day		240.95	-
Postage		149.45	339.85
Printing & Stationery		729.32	769.50
Promotional materials		1375.00	-
Staff Training & Welfare		-	25.00
Subscriptions		395.00	218.75
UNSW Survey Report		594.51	-
		72,837.43	32,807.47
Profit (Loss) before Income Tax		2,187.81	(1,774.52)

*The accompanying notes form part of these financial statements.
These financial statements have not been subject to audit or review and should be read in
conjunction with the attached Compilation Report.*

Horn of Africa Relief & Development Agency of Australia Incorporated
Notes to the Financial Statements
For the Year ended 30th June 2010

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

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

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

(a) Cash and Cash Equivalents

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

(b) Revenue and Other Income

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

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

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

(c) Project Income and Expenditure

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

Horn of Africa Relief & Development Agency of Australia Incorporated
Notes to the Financial Statements
For the Year ended 30th June 2010

	2010	2009
	\$	\$
2. Profit (Loss) for the year includes the following expenses:		
Administration Expenses		
Bank Charges	152.55	37.30
Insurance	985.52	2,080.65
Postage	149.45	339.85
Printing & Stationery	729.32	769.50
Promotional materials	1,375.00	-
Other Expenses	1,980.64	1451.70
	<u>5,372.48</u>	<u>4,679.00</u>

These notes should be read in conjunction with the attached Compilation Report.

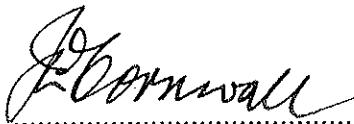
Horn of Africa Relief & Development Agency of Australia Incorporated Statement by Members of the Committee

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

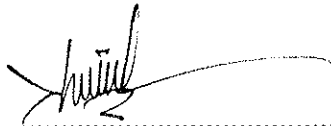
In the opinion of the committee as set out in the accompanying financial report;

1. Presents a true and fair view of the financial position of Horn of Africa Relief & Development Agency of Australia Incorporated as at 30 June 2010 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Horn of Africa Relief & Development Agency of Australia Incorporated will be able to pay its debts as and when they fall due.

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



.....
President: John Cornwall



.....
Vice-President: Mohamud Sheikh

Dated: 10/01/10



McIntosh Bishop

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
HORN OF AFRICA RELIEF AND DEVELOPMENT AGENCY OF AUSTRALIA**

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report, of Horn of Africa Relief and Development Agency of Australia, which comprises the balance sheet as at 30 June 2010, and the income statement for the year then ended and a summary of significant accounting policies.

The Responsibility of the Executive Committee for the Financial Report

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

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the members. We conducted our audit in accordance with Australian Auditing Standards. These Auditing 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 association's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Executive Committee, as well as evaluating the overall presentation of the financial report.

The financial report has been prepared for distribution to members for the purpose of fulfilling the Executive Committee's financial reporting under the constitution. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

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 Australian professional accounting bodies.

Auditor's Opinion

In our opinion, the financial report presents fairly, in all material respects, the financial position of Horn of Africa Relief and Development Agency of Australia as of 30 June 2010 and of its financial performance and its cash flows for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements.

McIntosh Bishop

Robert David Macdonald 18-11-2010

Robert David Macdonald
Partner

McIntosh Bishop
Chartered Accountants

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