



AFRICA INLAND MISSION

Africa Inland Mission Ltd

ABN 76 948 116 145

Financial Report

For the Year Ended 30 June 2020

Africa Inland Mission Ltd
ABN 76 948 116 145

Non-statutory report from the Australian Council

The Directors, being those charged with governance of Africa Inland Mission, present the Financial Report on the Company for the financial year ended 30 June 2020

The names of the directors at the date of this report are:

| | |
|-----------------|--------------------|
| Peter Aldridge | Chairperson |
| Colin Earnshaw | Deputy Chairperson |
| Jack Hung | Board member |
| Laura Sleeman | Board member |
| Heather Love | Board member |
| Len Lesleighter | Public Officer |

Activities

Through God's grace, calling, and power, Africa Inland Mission is overcoming obstacles to make inroads and make disciples among Africa's remaining unreached, wherever they may live – from the centre of the continent to the cities of Europe. And through leadership training and mobilization of African missionaries, we are strengthening and partnering with African churches as we together engage the unreached and look forward to seeing Christ-centered churches among all African peoples. We are part of a movement infused with rich history and fresh vision. We come as learners and work in teams. We go to some of the hardest places but we are ordinary people, transformed by Jesus and called to an extraordinary journey, privileged to be caught up in God's great redemptive work.

We are a Christian mission working in and through the Asia Pacific, Africa and world wide. We are particularly focussed on engaging the Asia-Pacific Christian community in the work of establishing Christ-centered churches among African peoples. We are compelled by the Great Commission to go and make disciples of all nations, teaching as Christ taught His disciples.

Operating Result:

The net comprehensive income/(deficit) for the financial year was \$9,302

Objectives and Strategies

Africa Inland Mission (AIM) is a Christian mission sending agency with a heart for Africa's peoples. Our desire is to see the worship of Jesus Christ spread across the continent of Africa – through individual lives fully committed to him, and collectively through Christ-centered church communities.

Short and long term objectives are to increase the engagement of Asia-Pacific communities in God's mission to African people with a particular focus on unreached people groups:

- * Engaging churches in mission
- * Increasing the number of persons working cross culturally
- * Increasing the number of Christians praying regularly for AIM's work
- * Increasing the number of Christians and churches committed to regular financial support for AIM's mission effort

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Directors' Benefits:

Since the beginning of the financial year, no Director or Auditor has received or become entitled to receive a benefit by reason of a contract made or proposed by AIM with the person, or with a firm of which he is a member, or with a company in which he or she has a substantial financial interest other than any Directors and Officers Insurance held by the entity except as disclosed in Note 10.

Signed in accordance with subsection 60.15(2) of the Australian Charities and Not for Profits
Commission Regulation 2013

Director
Dated

A handwritten signature in black ink, appearing to be 'Seal'.

Saturday, 24 October 2020



CHARTERED ACCOUNTANTS
AUSTRALIA + NEW ZEALAND

SHEDDEN & GREEN PARTNERS

ABN 43 723 342 276

INDEPENDENT AUDIT REPORT

To: The Members of Africa Inland Mission Ltd

Report on the Audit of the Financial Report

We have audited the financial report of Africa Inland Mission Ltd, which comprises the Balance Sheet as at 30 June 2020, statement of income and other comprehensive income, and statement of cashflows along with the accompanying notes and the directors' declaration.

In our opinion:

1. The financial report of Africa Inland Mission Ltd has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-Profits Commission Act 2012*, and the requirements of the Constitution:
 - (a) giving a true and fair view of the registered entity's financial position as at 30 June 2020 and of its financial performance and cashflows for the year then ended; and
 - (b) complying with Australian Accounting Standards – Reduced Disclosure Requirements, and Division 60 the *Australian Charities and Not-for-profits Commission Regulation 2013*.
2. The financial reports and associated records have been properly kept in accordance with the Charitable Fundraising Act (NSW) and its regulations.
3. Monies received as a result of fundraising appeals conducted during the year have been properly accounted for and applied in accordance with the NSW Charitable Fundraising Act (NSW) and its regulations.

Basis for opinion

We conducted the 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 registered entity in accordance with 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* (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.

Responsibility of Those Charged with Governance for the Financial Report

The directors of the registered entity are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation of the financial report is appropriate to meet the requirements of the ACNC Act and the needs of the

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members. Their responsibility also includes such internal control as the directors determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the registered entity's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the registered entity or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

The audit 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 the 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 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 registered entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by directors.
- Conclude on the appropriateness of directors' 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 registered entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in the auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify the audit opinion. Our conclusions are based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause the registered entity 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 the audit.



Shedden & Green Partners
Lawrence R Green FCA – Partner

Dated: 24 October 2020, Miranda NSW

Africa Inland Mission Ltd

DECLARATION BY THE DIRECTORS

The Directors (the Australia Council), being those charged with governance declare that:

- 1 The financial report consisting of the Statement of Income and Other Comprehensive Income, Balance Sheet, Statement of Cashflows and Notes to and forming part of the Financial Statements:
 - a. satisfy the requirements of the Australian Charities and Not for Profits Commission Act 2012 including Australian Accounting Standards - Reduced Disclosure Requirements and the requirements of the Constitution: and
 - b. give a true and fair view of the financial position as at 30th June 2020 and performance and cashflows for the year ended on that date; and
 - c. give a true and fair view of all income and expenditure with respect to fundraising activities.
- 2 The substantive provisions of the Charitable Fundraising Act, the Regulations under the Act, and the Authority conditions have been complied with.
- 3 Internal controls exercised are appropriate and effective in accounting for all income received and applied from all sources, including fundraising appeals.
- 4 At the date of this statement there are reasonable grounds to believe that Africa Inland Mission Ltd will be able to pay its debts as and when they fall due.

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



.....
Director
Saturday, 24 October 2020

Africa Inland Mission Ltd
Balance Sheet as at 30 June 2020

| | Notes | 2020 \$ | 2019 \$ |
|---|-------|------------------|------------------|
| Current Assets | | | |
| Cash and cash equivalents | 5 | 399,801 | 110,249 |
| Cash on deposit | 5 | 600,702 | 893,883 |
| Other amounts receivable | | 21,984 | 2,399 |
| | | <u>1,022,486</u> | <u>1,006,531</u> |
| Non-Current Assets | | | |
| Financial assets | 2 | 212,141 | 116,660 |
| Property plant and equipment | 12 | 706,098 | 715,839 |
| | | <u>918,239</u> | <u>832,499</u> |
| Total Assets | | <u>1,940,725</u> | <u>1,839,029</u> |
| Current Liabilities | | | |
| Payables | 3 | 555,794 | 494,469 |
| Loans payable | 6 | 1,500 | 1,500 |
| Provisions | 4 | 285,312 | 254,243 |
| | | <u>842,605</u> | <u>750,212</u> |
| Total Liabilities | | <u>842,605</u> | <u>750,212</u> |
| Net Assets | | <u>1,098,120</u> | <u>1,088,818</u> |
| Accumulated Funds | | | |
| Accumulated funds | | 1,058,120 | 1,048,818 |
| Office and Residence Maintenance Reserves | | 40,000 | 40,000 |
| Total Accumulated Funds | | <u>1,098,120</u> | <u>1,088,818</u> |

The above Statement is to be read in conjunction with the accompanying notes.

Africa Inland Mission Ltd
Statement of Income and Other Comprehensive Income
For the year ended 30 June 2020

| | 2020 | 2019 |
|---|------------------|------------------|
| | \$ | \$ |
| Revenue | | |
| Donations | 48,463 | 49,438 |
| Bequests | - | 215,748 |
| Grants | - | 4,545 |
| Home Administration contributions | 91,553 | 97,612 |
| Investment Income | 47,767 | 49,034 |
| Restricted Income - Missionary Support | 618,137 | 718,240 |
| Restricted Income - Projects and regions | 98,921 | 33,221 |
| Govt Covid Support | 66,000 | - |
| Other Income | 2,790 | 1,550 |
| | 973,632 | 1,169,389 |
| Expenses | | |
| Administration | | |
| Audit Fees | 1,850 | 1,665 |
| Depreciation | 12,541 | 14,851 |
| Foreign exchange losses | (1,826) | (43) |
| Interest Paid | - | 2,179 |
| Printing Costs (Magazines, stationery, brochures etc) | 11,631 | 7,076 |
| Postage | 7,661 | 7,318 |
| Plant & Equipment, and hire | 2,993 | 5,441 |
| Other (incl. Home Office costs) | 46,523 | 56,625 |
| Property | 11,761 | 12,490 |
| Ministry | | |
| Travel | 3,774 | 12,705 |
| Projects and region transfers | 96,770 | 18,872 |
| Missionary staffing and other costs | 618,928 | 724,086 |
| Office Staffing costs | 130,195 | 128,403 |
| | 942,801 | 991,668 |
| Income for the year | 30,831 | 177,721 |
| Other Comprehensive Income | | |
| Items that will be reclassified subsequently to the income statement when specific conditions are met: Adjustment to fair value of available for sale investments | (21,529) | 3,569 |
| Prior year adjustments | - | 6,167 |
| Other comprehensive income for the year | (21,529) | 9,736 |
| Total Comprehensive Income for the year | 9,302 | 187,458 |
| Accumulated Funds at the beginning of the year | 1,048,818 | 901,360 |
| Transfer to Office and Residence Maintenance Reserves | - | (40,000) |
| Accumulated Funds at the end of the year | 1,058,120 | 1,048,818 |

The above Statement is to be read in conjunction with the Notes.

Africa Inland Mission Ltd
Statement of Cashflows
For the year ended 30 June 2020

| | 2020 | 2019 |
|--|------------------|------------------|
| Cashflows from operating activities | \$ | \$ |
| Donations, bequests and grants | 114,463 | 269,732 |
| Investment Income | 47,767 | 49,034 |
| Home Administration and Other | 811,401 | 850,623 |
| Payments to suppliers | (931,916) | (969,618) |
| Net cash provided by operating activities | 41,716 | 199,771 |
| Cashflows in Investing Activities | | |
| Expenditure on property plant and equipment | (2,800) | (4,089) |
| Proceeds from sale of investments | 8,000 | - |
| Payments for investments | (123,270) | - |
| Change in GST payable/(recoverable) | 254 | (121) |
| Decrease/(Increase) in other receivables | (19,585) | 375 |
| Increase/(Decrease) in project accounts etc | 54,142 | (26,363) |
| Increase/(decrease) in missionary provisions | 31,069 | (2,480) |
| Increase/(decrease) in other payables | 6,844 | 431 |
| Net cash (used in)/provided by investing activities | (45,345) | (32,247) |
| Net increase in cash held | (3,629) | 167,524 |
| Cash at the beginning of the financial year | 1,004,132 | 836,608 |
| Cash at the end of the financial year | 1,000,502 | 1,004,132 |
| <u>Reconciliation of Net cash used in operating activities to operating surplus</u> | | |
| Total Income and Comprehensive Income | 9,302 | 187,458 |
| Adjustment to fair value of investments | 21,529 | (3,612) |
| Depreciation provided | 12,541 | 14,851 |
| Exchange fluctuation | (1,826) | (43) |
| Change in Accounts payable - local office | 170 | 1,118 |
| Net cash provided by operating activities | 41,716 | 199,771 |
| Cash represents: | | |
| Cash at bank | 399,801 | 110,249 |
| Cash on Deposit - Interest Bearing Baptist Financial Services Limited | 600,702 | 893,883 |
| | 1,000,502 | 1,004,132 |

The above Statement is to be read in conjunction with the accompanying notes.

Africa Inland Mission Ltd
Notes to and Forming Part of the Accounts
For the year ended 30 June 2020

Note 1 Summary of Significant Accounting Policies

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements of the Australian Accounting Standards Board (AASB) and the Corporations Act 2001. The entity is a not for profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable financial information about transactions, events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected financial assets and financial liabilities.

The following specific accounting policies have been adopted in the preparation of these statements:

Property, Plant and Equipment

Property, plant and equipment are brought to account at cost, less, where applicable, any accumulated depreciation or amortisation..

The carrying amount of property, plant and equipment is reviewed annually by the directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows which will be received from the assets' employment and subsequent disposal.

The expected net cash flows have not been discounted to their present values in determining recoverable amounts.

Depreciation

Depreciable infrastructure, plant and equipment assets are written off to their estimated residual values over their estimated useful lives to AIM using, in all cases, the straight line method of depreciation.

Depreciation rates applying to each class of depreciable asset are based on the following useful lives:

| | |
|--------------------------------------|-----------------|
| Buildings and building modifications | 2.5% (40 years) |
| Furniture and equipment | 20% (5 years) |
| Vehicles | 21% (6 years) |
| Computer equipment and software | 33% (3 years) |

Minor items of furniture and equipment are written off as an expense in the year that they are purchased.

Staff Entitlements

Provision is made for the liability for employee entitlements arising from services rendered by employees to balance date. Employee entitlements expected to be settled within one year together with entitlements arising from wages and salaries and annual leave which will be settled after one year have been measured at their nominal amount. Contributions are made by the entity to employee superannuation funds and are charged as expenses when incurred.

Donations and Grants

These are brought to account over the period to which they relate notwithstanding that the level of activity being funded may vary from time to time. Donations for specific purposes are brought to account against the project or purpose for which they are received.

Income Tax

The Mission is a non-profit charitable entity which is exempt from income tax. Endorsement as an Income Tax Exempt entity was reconfirmed in July 2005. AIM is registered as a charity with the Australian Charities and Not for Profits Commission.

Note 1 Summary of Significant Accounting Policies

(i) Financial Instruments - new standard adopted as at 1 July 2018 - AASB 9

AASB 9 Financial Instruments replaces AASB 139 Financial Instruments: Recognition and Measurement. The new standard makes potentially major changes to the previous guidance on the classification and measurement of financial assets and introduces an 'expected credit loss' model for impairment of financial assets. There has been no significant impact arising from the adoption of the new standard.

Recognition, initial measurement and derecognition

Financial assets and financial liabilities are recognised when the Entity becomes a party to the contractual provisions of the financial instrument, and are measured initially at fair value adjusted by transactions costs, except for those carried at fair value through profit or loss, which are measured initially at fair value. Subsequent measurement of financial assets and financial liabilities are described below.

Financial assets are derecognised when the contractual rights to the cash flows from the financial asset expire, or when the financial asset and all substantial risks and rewards are transferred. A financial liability is derecognised when it is extinguished, discharged, cancelled or expires.

Classification and subsequent measurement of financial assets

Except for those trade receivables that do not contain a significant financing component and are measured at the transaction price, all financial assets are initially measured at fair value adjusted for transaction costs (where applicable).

For the purpose of subsequent measurement, financial assets other than those designated and effective as hedging instruments are classified into the following categories upon initial recognition:

- amortised cost
- fair value through profit or loss (FVPL)
- equity instruments at fair value through other comprehensive income (FVOCI)

All income and expenses relating to financial assets that are recognised in profit or loss are presented within finance costs, finance income or other financial items, except for impairment of trade receivables which is presented within other expenses.

Classifications are determined by both:

- The entities business model for managing the financial asset
- The contractual cash flow characteristics of the financial assets

All income and expenses relating to financial assets that are recognised in profit or loss are presented within finance costs, finance income or other financial items, except for impairment of trade receivables, which is presented within other expenses.

Financial assets at amortised cost

Financial assets are measured at amortised cost if the assets meet the following conditions (and are not designated as FVPL):

- they are held within a business model whose objective is to hold the financial assets and collect its contractual cash flows
- the contractual terms of the financial assets give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding

After initial recognition, these are measured at amortised cost using the effective interest method. Discounting is omitted where the effect of discounting is immaterial. The Entity's cash and cash equivalents, trade and most other receivables fall into this category of financial instruments as well as long-term deposit that were previously classified as held-to-maturity under AASB 139

Financial assets at fair value through profit or loss (FVPL)

Financial assets that are held within a different business model other than 'hold to collect' or 'hold to collect and sell' are categorised at fair value through profit and loss. Further, irrespective of business model financial assets whose contractual cash flows are not solely payments of principal and interest are accounted for at FVPL. All derivative financial instruments fall into this category, except for those designated and effective as hedging instruments, for which the hedge accounting requirements apply

Equity instruments at fair value through other comprehensive income (Equity FVOCI)

Investments in equity instruments that are not held for trading are eligible for an irrevocable election at inception to be measured at FVOCI. Under Equity FVOCI, subsequent movements in fair value are recognised in other comprehensive income and are never reclassified to profit or loss. Dividend from these investments continue to be recorded as other income within the profit or loss unless the dividend clearly represents return of capital.

Note 1 Summary of Significant Accounting Policies

Subsequent measurement of financial assets (cont)

Impairment of Financial assets

AASB 9's impairment requirements use more forward looking information to recognize expected credit losses -the 'expected credit losses (ECL) model'. Instruments within the scope of the new requirements included loans and other debt-type financial assets measured at amortised cost and FVOCI, trade receivables and loan commitments and some financial guarantee contracts (for the issuer) that are not measured at fair value through profit or loss.

The Entity considers a broader range of information when assessing credit risk and measuring expected credit losses, including past events, current conditions, reasonable and supportable forecasts that affect the expected collectability of the future cash flows of the instrument.

Measurement of the expected credit losses is determined by a probability-weighted estimate of credit losses over the expected life of the financial instrument.

Trade and other receivables

The Entity makes use of a simplified approach in accounting for trade and other receivables and records the loss allowance at the amount equal to the expected lifetime credit losses. In using this practical expedient, the Entity uses its historical experience, external indicators and forward-looking information to calculate the expected credit losses using a provision matrix.

Cash Flows

For the purpose of the statement of cash flows, cash includes cash on hand, cash at bank, and financial instruments immediately convertible into cash.

Goods and Services Tax (GST)

Revenues, expenses and assets are recognised 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 recognised as part of the cost of acquisition of the asset or as part of an item of the expenses. Receivables and payables in the balance sheet are shown inclusive of GST.

Critical Accounting Estimates and Judgements

The Board evaluate estimates and judgments incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within.

The Entity assesses impairment at the end of each reporting period by evaluating the conditions and events specific to the entity that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

Legal Status

The Mission became a Company Limited by Guarantee on 6 June 2018 with Consent from NSW Fair Trading issued formally on 3 July 2018. Previously the mission was an Association incorporated in NSW. ACNC has therefore been notified and changed the nominal status of the entity in the charity register.

Impairment of Assets

At the end of each year the entity reviews the carrying value of its assets, including financial assets, to determine whether there is any indication that they may have been impaired. If any such indication exists then the recoverable amount, 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 charged to the Income Statement. In the case of available for sale financial assets, a significant or prolonged decline in the market is considered to be a loss event. Impairment losses are recognised in the Income Statement immediately along with any accumulated decline in fair value previously recognised on the impaired asset.

Africa Inland Mission Ltd
Notes to and Forming Part of the Accounts
For the year ended 30 June 2020

Note 1 Significant Accounting Policies (continued)

AASB 16 Leases

It is noted that the new accounting standard on Leases AASB 16, which first applies for the year ended 30 June 2020, has not resulted in any significant additional asset and liability changes or income statement changes arising from any leases as the quantum of leases entered into is not significant.

AASB 15 Revenue from Contracts with Customers and AASB 1058 Income of Not-for-Profit Entities

This new standard also first applies to the entity for the year ended 30 June 2020. AASB15 outlines a single comprehensive model for entities to use in accounting for revenue from contracts with customers and replaces AASB 111. AASB 118 and Interpretations 13,15,18 and 131. The core principle is that an entity recognises revenue so as to depict the transfer of promised goods or services to customers at an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

AASB 1058 Income of Not-for-Profit Entities also applies to the entity for the first time for the year ended 30 June 2020 clarifying the income recognition requirements applying to not-for-profit entities in conjunction with AASB 15 establishing principles applying to transactions where the consideration to acquire an asset is significantly less than fair value principally to enable a no-for-profit entity to further its objectives and the receipt of volunteer services. A deferral of adoption of this standard has been implemented by the entity for peppercorn arrangements as permitted under AASB 2018-8 regarding Right of Use Assets of Not-for-Profit entities.

Adoption of the new standards has not had any significant impact on the assets liabilities or income statement.

Africa Inland Mission Ltd
Notes to and Forming Part of the Accounts
For the year ended 30 June 2020

| | 2020 \$ | 2019 \$ |
|---|------------------|------------------|
| Note 2 Financial Assets | | |
| Available for sale financial assets | | |
| Listed Shares - at fair value | <u>212,141</u> | <u>116,660</u> |
| Note 3 Payables | | |
| Balances owing - Missionaries and projects accounts | 521,977 | 467,921 |
| GST payable/(recoverable) | (2,047) | (2,301) |
| Accounts Payable - Local Office | 8,564 | 8,394 |
| Accounts Payable - International Mission | <u>27,299</u> | <u>20,455</u> |
| | <u>555,794</u> | <u>494,469</u> |
| Note 4 Missionary Resettlement Provisions | <u>285,312</u> | <u>254,243</u> |
| Note 5 Cash Funds | | |
| Cash and cash on deposit are attributed as follows: | | |
| Project Balances | 521,977 | 467,921 |
| Creditors and Borrowings | 27,299 | 20,455 |
| Working Capital | <u>451,226</u> | <u>515,756</u> |
| Total | <u>1,000,502</u> | <u>1,004,132</u> |
| Note 6 Loans payable - interest free - current | <u>1,500</u> | <u>1,500</u> |
| Loans payable represent unsecured amounts received which are fully repayable the income from which may be used at the discretion of the Mission. | | |
| Note 7 Operating Result | | |
| The Operating Result for the year is after: | | |
| Crediting as income: | | |
| Donations received | 48,463 | 49,438 |
| Dividend income received | 4,819 | 8,574 |
| Interest received - other | 25,435 | 24,761 |
| Charging as expenses: | | |
| Auditors remuneration - auditing the accounts (no other benefits were received by the auditors) | 1,850 | 1,665 |
| Depreciation | 12,541 | 14,851 |
| Note 8 Segment Reporting | | |
| Africa Inland Mission Ltd is a Not for Profit company limited by guarantee (previously an incorporated association), part of AIM International, a Christian mission organization operating throughout the world. | | |
| Note 9 Related Parties | | |
| There were no transactions with related parties. No member of the Board or Council received any form of remuneration other than as disclosed in Note 10. | | |
| Australia is a sending office of the international mission, and assists missionaries to raise their support and facilitates their work with Africa Inland Mission International. AIM Australia withholds a portion of funds handled on behalf of missionaries and provides administrative representation and deputation support for Australian AIM missionaries. | | |
| As a regional office, AIM Australia also provides administrative and other support when and as requested by AIM New Zealand, a charitable trust registered in NZ, which is also a sending office. Australia approves the appointment of AIM NZ trustees and two members of the AIM Australia Council serve on the AIM NZ board. The end aim is for AIM NZ to be autonomous as a sending office and this help is on as as-needed basis only. | | |
| The AIM Australia Council through the CEO has oversight of other AIM entities in the Asia-Pacific including Hong Kong which is a sending office. Hong Kong has an independent management committee and local registration. | | |

Africa Inland Mission Ltd
Notes to and Forming Part of the Accounts
For the year ended 30 June 2020

| | 2020 | 2019 |
|--|------------|------------|
| | \$ | \$ |
| Note 10 Statement showing how funds received were applied to charitable purposes | | |
| During the year the Mission raised | \$ 48,463 | \$ 49,438 |
| along with missionary support of | \$ 618,137 | \$ 718,240 |
| from donations and bequests from the public. Fundraising was by direct contact by means of magazines, newsletters, website and social media and through churches. In view of the fact that the Newsletters are sent irrespective there are no appreciable costs of fundraising and so the requisite ratios are not included in these accounts. | | |
| The following information is disclosed as a requirement of the Conditions of the Authority to Fundraise granted by NSW Office of Fair Trading: | | |
| Aggregate remuneration or benefits received by any member of the governing body: | | |
| Len Lesleighter - Chief Executive | | |
| Salary | 38,196 | 40,562 |
| Retirement Benefits | 3,934 | 3,853 |
| No director received remuneration for their role as director. Mr Lesleighter received remuneration for his work as CEO, primarily from donations designated for his personal support. Mrs Lesleighter also received designated support from donors. | | |
| Additionally, the spouse of Mr Lesleighter received remuneration for work carried out by her for the entity: | 29,837 | 34,028 |
| Retirement Benefits | 3,148 | 3,233 |
| Note 11 Financial Risk | | |
| AIM raises funds for missionaries and projects and regularly remits those funds to the field. Monies held in Australian banks subject to Federal Government guarantee | 399,801 | 110,249 |
| Monies held in non-bank financial institutions subject to voluntary code of conduct | 600,702 | 893,883 |
| There is no significant currency risk as funds are primarily held in Australian currency and there are no fixed foreign currency commitments. | | |
| Funds are held in short term interest bearing accounts and term deposits only. The exposure to interest rate risk (based on funds held at balance date) is: | | |
| For a change of 2% in interest rates | | |
| Net income and financial assets would change by: | 20,010 | 20,083 |
| Available for sale investments are subject to market risks. For a change of 2% in market price: | | |
| Net income and investment asset would change by: | 4,243 | 2,333 |
| Note 12 Property Plant and Equipment | | |
| Motor Vehicle - cost | 19,485 | 19,485 |
| Less Provision for Depreciation | (19,485) | (15,747) |
| | (0) | 3,738 |
| Freehold property - at cost | | |
| Niagara Park NSW | 169,000 | 169,000 |
| Office - Wyoming NSW | 191,000 | 191,000 |
| Buildings | | |
| Niagara Park - cost | 279,278 | 279,278 |
| Improvements - cost | 32,621 | 29,821 |
| Less Provision for Depreciation of Buildings | (67,873) | (61,688) |
| | 244,026 | 247,411 |
| Office - Wyoming - cost | 108,930 | 108,930 |
| Improvements - cost | 21,333 | 21,333 |
| Less Provision for Depreciation of Buildings | (28,191) | (25,573) |
| | 102,073 | 104,690 |
| Total Property and Buildings | 706,099 | 712,101 |
| Total Property plant and equipment | 706,098 | 715,839 |

Africa Inland Mission Ltd
Notes to and Forming Part of the Accounts
For the year ended 30 June 2020

Note 13 Subsequent and Significant Events

AIM has been significantly affected by the COVID19 pandemic.

Reduced programs

The pandemic had significant impact on the capacity to send new short-term or full-term workers, and for current workers to return from Africa to Australia or vice versa. There was reduced income through forgone short-term administration fees. The operations in Australia were curtailed by travel restrictions and inability to hold events or visit churches and supporters. There was opportunity for some online connections and speaking engagements.

Federal Government Job Keeper and Cash Boost

The Council, with professional advice, assessed the company's eligibility for JobKeeper Stage 1, for the Australian-based operations and workers in Australia. Income had dropped the required 15% for JobKeeper eligibility. The cash boost of \$20,000 was also received through the ATO and Single Touch Payroll system.

Investment Strategy

An investment strategy was being developed from just prior, but implemented during, the pandemic. The priority was increasing sustainable income, while maintaining or increasing asset values in the long-term. This was done with the professional advice of Merit Wealth through WSC Group.

General

- 29.No shortages or irregularities were reported to or discovered by us during the year (whether already settled; or still under investigation or otherwise unsettled) which have not, been disclosed to you. We understand that testing and sampling procedures are used in your examination, and that these would not necessarily disclose all shortages and irregularities.
- 30.Details have been furnished to you about all material contracts that may affect the financial report for the year ended 30 June 2020 or that have become effective since that date.
- 31.The financial records of the Company have been kept so as to enable a financial report to be prepared and audited and other records and registers required by the Corporations Act 2001 have been properly kept and are up-to-date.
- 32.The Company has complied with all aspects of contractual agreements that would have a material effect on the financial report in the event of noncompliance.

33. Legal matters

There were no legal matters pending or undertaken during, or at the end of the reporting period or unasserted claims or assessments that our legal advisor have advised us are probably of assertion which could give rise to a liability or which requires disclosure in the financial report.

34. Going concern

We have made an assessment of the Company's ability to continue as a going concern when preparing the financial statements. We are not aware of any material uncertainties related to events or conditions that may cast significant doubt upon the Company's ability to continue as a going concern.

COVID19

We are not aware of any significant impacts on the Company arising from the COVID – 19 pandemic that would cause the underlying assumptions that are inherent in the financial report regarding going concern, reported values of assets held at year end, financial commitments and the sustaining of a fairly normal level of operations to be adversely affected unless disclosed in Note 13 to the financial report.

We understand the requirement to disclose in the financial report any circumstance where the pandemic may have caused significant adverse impact on the operations and/or finances of Africa Inland Mission Ltd before year end and similarly if such impacts may be caused after year end.

35. Audit adjustments

Africa Inland Mission Ltd
Notes to and Forming Part of the Accounts
For the year ended 30 June 2020

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