

CANBERRA MUSLIM COMMUNITY INC.

**Financial Report
for the Year Ended 30 June 2020**

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Report of Committee of Management

Assalamo alaikum warahmatullahi wabarakatuh,

Alhamdulillah, on behalf of the management, I the President of the Muslim Community Inc., present the financial report for the financial ended 30 June 2020.

Committee Members' Activities and Significant Changes

The committee members remained addressed to the social, legal, and judicial issues of Muslims in Australia, mosque activities, donations to various member societies and other organisations. To produce maximum benefits and welfare of the Muslims and the greater Australian community.

No significant changes in the nature of these activities occurred during the period.

Operating Results

	2019-20	2018-19
	AUD	AUD
Profit/(Loss) from Ordinary Activities	162,102.07	189,662.99

Review of Operations

A review of the operations of the association during the financial year and the results of those operations are as follow;

The operations of the organisation in the year were consistent with the objectives set out under the Memorandum of the Association. In 2020, Canberra Muslim Community Inc. continued to provide services and other activities to the Australian Muslim community.

Proceedings on behalf of the Association

No person has applied for leave of the Court to bring proceedings to which the association is the party for the purpose of taking responsibility on behalf of the association for all or any part of those proceedings.

This report is made in accordance with a resolution of the committee.

President

Date Signed

(ABDUL BARI)
23/07/2020

Statement of Comprehensive Income for the year ended 30 June 2020

Canberra Muslim Community Community Inc. Operating Statement For the Period Ended June 30, 2020

		2019-20	2018-19
	Note	AUD	AUD
Income			
Revenue from Donations	2	246,135.49	278,674.90
Membership Fees	3	13,010.00	33,720.00
Income from Investment	4 & 8	1,903.73	3,892.98
Zakat-ul-Fitr Collection		941.00	4,190.00
Grants	5	6,000.00	15,000.00
Total Income		267,990.22	335,477.88
Expenses			
Utility Bills		3,242.74	7,737.53
Insurance Expenses		5,382.40	7,625.24
Honourable Gifts		5,335.59	1,065.18
Meals & Hospitality Expenses		5,540.22	17,289.61
Equipments & Property Maintenance		5,742.73	8,526.26
Printing & Publication		-	4,480.91
Venue & Equipment Hire	6	20,915.53	49,077.25
Administration, Accommodation & Travel Expenses		2,017.12	4,622.65
Bank fees and Other Government Fees		1,545.78	1,585.87
Other Expenses	7	13,276.03	5,695.95
Depreciation	12	42,890.02	38,108.43
Total Expenses		105,888.15	145,814.89
Operating Surplus		162,102.07	189,662.99

Statement of Financial Position as at 30 June 2020

Canberra Muslim Community Community Inc.

Balance Sheet

As at June 30, 2020

		2019-20	2018-19
	Note	AUD	AUD
Current Assets			
Cash at Bank - Business Classic		144,236.38	368,539.41
Cash at Bank - Business Advantage		30,040.26	27,074.89
Paypal Account Balance		8,523.38	18,842.71
Investment in MCCA	4	2,976.98	2,824.59
Investment in ICFAL	8	5,644.32	3,892.98
GST Receivable		16,966.46	30,599.40
Total Current Assets		208,387.78	451,773.98
Non-Current Assets			
Land at Value	9	435,000.00	435,000.00
Security Deposit - ACTPLA	10	93,000.00	93,000.00
Capital Work-in-Progress : Mosque Construction Cost	11	448,648.29	229,516.16
Mosque Building - Cost	12	2,134,937.86	1,905,421.70
Less: Accumulated Depreciation		(106,615.58)	(63,725.56)
Net Book Value		2,028,322.28	1,841,696.14
Total Non-Current Assets		3,004,970.57	2,599,212.30
Total Assets		3,213,358.35	3,050,986.28
Current Liabilities			
Accrued Expense			330.00
GST Payable	5	600.00	-
Quard-E-Hasana (Loan)	13	106,000.00	106,000.00
Total Current Liabilities		106,600.00	106,330.00
Non-Current Liabilities			
Other long Term Liabilites		-	-
Total Non-Current Liabilities		-	-
Total Liabilities		106,600.00	106,330.00
Net Assets		3,106,758.35	2,944,656.28
Equity			
Accumulated Funds		2,944,656.28	2,754,993.28
Operating Surplus/(Deficit)		162,102.07	189,662.99
Asset Revaluation Reserve		-	-
Total Equity		3,106,758.35	2,944,656.28

Notes to the Financial Statement for the year ended 30 June 2020

Note 1. Significant Accounting Policies

The general-purpose financial statements have been prepared to comply with generally accepted accounting principles. The CMC Inc is an individual reporting entity and it has disclosed the following required financial statements:

- (i) Operating Statement for the financial year; and
- (ii) Balance Sheet at the end of the financial year

The financial statements have been prepared using cash basis of accounting which recognises the effect of transactions and events when the cash is transferred. The statements have also been prepared according to historical cost convention, except for asset such as land, building, or financial instrument which were valued at fair value in accordance with the availability of revaluation evidence.

The financial statements are presented in Australian Dollars, which is CMC's functional currency. The comparative information has been disclosed in respect of previous period for the amounts reported in the financial statements.

Note 2. Revenue from Donations

It generally refers to individual's contribution for the operation of CMC activities and covering on-going construction cost of Gungahlin mosque. The revenue from donations basically consists of Friday prayer cash collection and individual's cash deposit to either bank, PayPal account or the Executive Committee members. The collection from the EC members is then deposited to the mosque's bank account at their earliest convenience.

Note 3. Membership Fees

As per current CMC regulation, there is a provision for issuing general and life membership for the Muslim community in Australia. The general membership fee is \$40 per person and life membership fee \$1,000 per person. For the students the general membership fee is 50% discounted. The categories of membership fees in 2019-20 are following:

	AUD
Life membership fees (9 members)	9,000.00
General membership fees (111 members)	4,010.00
	<u>13,010.00</u>

The summary of MCCA Income Fund Investment Account is stated below:

	AUD
The available closing position of fund on 31/12/2019	2,976.98
The opening position of fund for this financial year	2,824.59
Estimated Income from investment	<u>152.39</u>

Note 5. Grants

The following grants (excl GST) are received from ACT Government this financial year:

	AUD
2018-19 Participation Digital Communities Grant	2,000.00
2019-20 Participation Multi-Cultural Grant	4,000.00
Total (GST \$600 shown as GST Payable)	6,000.00

Note 6. Venues and Equipment Hire

The expenses incurred are mainly due to hiring demountable male, female and disabled washrooms and toilets for Musallies at Gungahlin Mosque premise.

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The expenses incurred are mainly due to hiring demountable male, female and disabled washrooms and toilets for Musallies at Gungahlin Mosque premise.

Note 8. Income from Investment in ICFAL

The summary of ICFAL Income Fund Investment Account is stated below:

	AUD
The available closing position of fund on 01/06/2020	5,644.32
The opening position of fund for this financial year	3,892.98
Estimated income from investment	1,751.34

Note 9. Land at Value

The fair value of land \$435,000 has been disclosed based on available Jan-19 report of unimproved land value provided by ACT Revenue Office. The current value of the land has been identical to the previous year's valuation. So, there is no unrealised gain recognised.

Note 10. Security Deposit ACTPLA

The security deposit of \$93,000 had been paid to ACTPLA as per agreement and it is expected that the money would be reimbursed by them after meeting necessary compliance issues set by ACTPLA.

Note 11. Capital Works in Progress - Ablution and Classrooms Construction

The following is construction cost under progress for classrooms and ablution areas:

	AUD
Capital Works in Progress	448,648.29

Note 12. Gungahlin Mosque : Cost Capitalised & Net Book Value

The Gungahlin Mosque construction cost capitalised to the asset register at the end of financial year is as follows:

	AUD
Gungahlin Mosque - Cost of Asset excluding CWIP	2,134,937.86
Less: Accumulated Depreciation	(106,615.58)
	<u>2,028,322.28</u>

Note 13. Quard-E-Hasana (Profit Free Loan)

The Executive Committee of Canberra Muslim Community has received Quard-E-Hasana from few generous community members in this financial year 2018-19. As part of this Quard-E-Hasana agreement signed, the committee of CMC is liable to refund principal loan without any profit within short period of time as early as possible. The figure disclosed in the balance sheet is an accumulated amount from last financial year.

Statement by Members of the Association

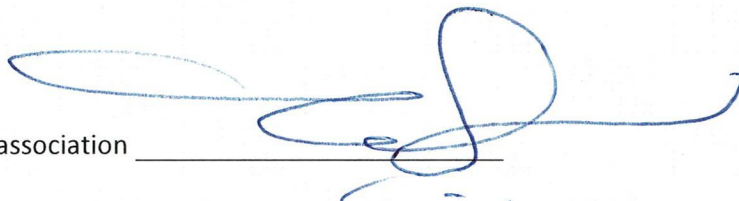
In the opinion of the Committee the financial report set out in pages 3 to 7;

- (a) gives a true and fair view of the financial position of the association as at 30 June 2020. And of the performance of the period ended on that date.
- (b) at the end of this statement there are reasonable grounds to believe that the association will be able to pay its debts as and when they become due and payable.

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

Signed by:

President of the association

 (ABDUL BARI)
Date Signed: 23/07/2020

Treasurer of the association:



Date Signed: 23 July 2020

CANBERRA MUSLIM COMMUNITY INC.

INDEPENDENT AUDITOR'S REVIEW REPORT

FOR THE YEAR ENDED 30 JUNE 2020

Report on the Financial Statements

We have reviewed the accompanying financial statements of Canberra Muslim Community Inc., which comprises the statement of financial position as at 30 June 2020, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the Board's declaration.

Committee' Responsibility for the Financial Statements

The committee of the Canberra Muslim Community Inc are responsible for the preparation of the financial statements that give a true and fair view in accordance with Australian Accounting Standards - Reduced Disclosure Requirements, Australian Charities and Not-for-profits Commission Act 2012, Australian Charities and Not-for-profits Commission Regulation 2013, and for such internal control as the committee determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the financial statements based on our review. We conducted our review in accordance with the Australian Auditing Standard on Review Engagements ASRE 2415 Review of a Financial Report: Company Limited by Guarantee or an Entity Reporting under the ACNC Act or Other Applicable Legislation or Regulation, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial statements are not in accordance with the directions issued by the ACNC, including:

- i) giving a true and fair view of the Canberra Muslim Community Inc.'s financial position as at 30 June 2020 and its performance for the year then ended; and
- ii) complying with the Australian Accounting Standards - Reduced Disclosure Requirements, Australian Charities and Not-for-profits Commission Act 2012, Australian Charities and Not-for-profits Commission Regulation 2013.

ASRE 2415 requires that we comply with the ethical requirements relevant to the review of the financial statements.

CANBERRA MUSLIM COMMUNITY INC.

INDEPENDENT AUDITOR'S REVIEW REPORT (cont.)

FOR THE YEAR ENDED 30 JUNE 2020

A review of financial statements consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the Section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012.

We confirm that the independence declaration required by the Section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012, which has been given to the Committee of the Canberra Muslim Community Inc., would be in the same terms if given to the Board as at the time of this Independent Auditor's Review Report.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matters that cause us to believe the financial statements of Canberra Muslim Community Inc. are not in accordance with the directions issued by the ACNC:

- i) giving a true and fair view of the Canberra Muslim Community Inc financial position as at 30 June 2020 and its performance for the year ended on that date; and
- ii) complying with the Australian Accounting Standards - Reduced Disclosure Requirements, Australian Charities and Not-for-profits Commission Act 2012, Australian Charities and Not-for-profits Commission Regulation 2013.

Tax & Accounting Services Australia



Dr Ananda Kulatunga
Managing Partner
Dated 22 July 2020
Canberra



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CANBERRA MUSLIM COMMUNITY INC.

DISCLAIMER

FOR THE YEAR ENDED 30 JUNE 2020

The additional financial data presented on pages 3 - 7 is in accordance with the books and records of the association which have been subjected to the review procedures applied in our statutory review of the association for the year ended 30 June 2020.

It should be appreciated that our statutory review did not cover all details of the additional financial data. Accordingly, we do not express a conclusion on such financial data, and we give no warranty of accuracy or reliability in respect of the data provided.

Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than Canberra Muslim Community Inc.) in respect of such data, including any errors of omissions therein however caused.

Tax & Accounting Services Australia

Dr Ananda Kulatunga
Managing Partner
Dated 22 July 2020
Canberra