



ACCOUNTANTS

# ISLAMIC SOCIETY OF DARWIN INC.

ABN 45 993 783 034

## FINANCIAL REPORT

For the year ended 30 June 2016

ACCOUNTANTS TAX PLANNERS AUDITORS BUSINESS ADVISORS

### GBS ACCOUNTANTS

Head Office: Level 1, 49 Bonwick St, Fawkner VIC 3060

12 Healesville Loop, Craigieburn VIC 3064

Canberra: 9 Mackaness Place, Garren, ACT 2605

T: 03 9359 4647 - 1300 766 427

F: 03 9359 3747

E: [info@gsaccountants.com.au](mailto:info@gsaccountants.com.au)

# ISLAMIC SOCIETY OF DARWIN INC.

ABN 45 993 783 034

## FINANCIAL REPORT

### Contents

	Page
Management Report	1
Income Statement	2
Profit And Loss Statement	3
Balance Sheet	4
Statement Of Changes In Equity	5
Notes	6
Management Committee's Declaration	9
Audit Report	10

**ISLAMIC SOCIETY OF DARWIN INC**  
ABN 45 993 783 034

**Management Committee's Report**

for the Year Ended 30 June 2016

Your committee presents their report on The Islamic Society of Darwin Incorporated for the financial year ended 30 June 2016.

**1. General Information**

**Committee members**

The names of committee members throughout the year and at the date of this report are:

Khalid Khan	President
Anwar Lamaya	Vice President
Agus Sudjoko	Treasurer
Juillur Rahman	Public Officer
Dr. Faraz Yousuf	Member
Kyaw Naing (Yusuf)	Member
Mohammad Nadeem Afzal	Member
Khurram Shahzad	Member
Shamiena Ebrahim	Women's Representative
Fatima Kurnaz	Women's Representative
Imam Daud Yunus	Imam

**Principal activities**

The principal activities of the association during the financial year was to promote Islamic principles and belief, promote unity via support of religious and ethnic cultural activities, including the Islamic festival to promote unity and provide financial support for national and overseas disaster appeals and community organisations.

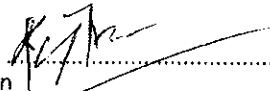
**Significant changes**

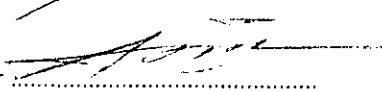
No significant change in the nature of these activities occurred during the year.

**2. Operating result**

The surplus of the association for the financial year amounted to \$101,736.15 (2015: \$ 87,316.75).

Signed in accordance with a resolution of the Members of the Committee:

President   
Khalid Khan

Treasurer   
Agus Sudjoko

Dated this 10 day of Sept 2016

# ISLAMIC SOCIETY OF DARWIN INC

ABN 45 993 783 034

## INCOME STATEMENT

For the year ended 30 June 2016

	Note	2016 \$	2015 \$
Revenue	2	317,177.09	253,624.15
Gross surplus		317,177.09	253,624.15
Office maintenance expenses	3	(64,017.86)	(35,160.31)
Administrative expenses	4	(30,508.55)	(29,051.90)
Depreciation and donations	5	(42,705.22)	(48,787.75)
Other operating expenses	6	(16,469.90)	(12,264.10)
Personnel expenses	7	(61,739.41)	(41,043.34)
SURPLUS FROM ORDINARY ACTIVITIES BEFORE INCOME TAX		101,736.15	87,316.75
Retained surplus at the beginning of the financial year		1,999,229.73	1,911,912.98
TOTAL AVAILABLE FOR APPROPRIATION		2,100,965.88	1,999,229.73

The accompanying notes form part of these financial statements.

These statements should be read in conjunction with the attached audit report.

# ISLAMIC SOCIETY OF DARWIN INC

ABN 45 993 783 034

## PROFIT AND LOSS STATEMENT

For the year ended 30 June  
2016

	2016 \$	2015 \$
<b>INCOME</b>		
Fundraising	29,495.00	6,491.90
Donations	121,210.19	103,780.60
Grants	144,185.00	57,165.00
Caretakers/Imam accommodation	12,942.95	79,137.00
Madarsa/Other income	9,300.00	7,026.00
Interest received	43.95	23.65
	<u>317,177.09</u>	<u>253,624.15</u>
<b>GROSS SURPLUS FROM TRADING</b>	<b>317,177.09</b>	<b>253,624.15</b>
<b>EXPENDITURE</b>		
Advertising	-	468.64
Auditors Remuneration	3,000.00	3,000.00
Bank charges	1,321.35	345.30
Cleaning	100.00	287.95
Depreciation	3,180.00	6,098.11
Donations	39,525.22	42,121.00
Education/Books	10,421.76	13,029.01
Electricity	14,906.15	6,884.55
Fees & permits	-	100.00
Festivals	11,367.88	4,545.00
Imam Salary and Bonus	56,197.00	40,152.34
Madarsa Expenses	2,384.66	5,752.69
Insurance	8,987.72	8,726.39
Open Day	16,045.15	11,423.35
Post office	110.00	104.55
Printing and stationery	-	217.80
Purchases/Petty Cash	424.75	622.95
Repairs and maintenance	33,074.59	14,408.80
Superannuation contributions - Employees	4,721.50	-
Telephone, mobile and fax	1,902.90	2,275.35
Water	6,949.40	4,852.62
Workcover	820.91	891.00
	<u>215,440.94</u>	<u>166,307.40</u>
<b>SURPLUS FROM ORDINARY ACTIVITIES BEFORE INCOME TAX</b>	<b>101,736.15</b>	<b>87,316.75</b>
Retained surplus at the beginning of the financial year	1,999,229.73	1,911,912.98
<b>TOTAL AVAILABLE FOR APPROPRIATION</b>	<b>2,100,965.88</b>	<b>1,999,229.73</b>

These statements should be read in conjunction with the attached audit report.

# ISLAMIC SOCIETY OF DARWIN INC

ABN 45 993 783 034

## BALANCE SHEET

As at 30 June 2016

	2016 \$	2015 \$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and cash equivalents	145,685.55	163,172.58
<b>Non-current Assets</b>		
Property, plant and equipment	1,929,771.33	1,810,224.15
Furniture and fittings at cost	23,855.00	23,855.00
Less accumulated depreciation	(3,180.00)	-
	<u>1,950,446.33</u>	<u>1,834,079.15</u>
<b>TOTAL ASSETS</b>	<b><u>2,096,131.88</u></b>	<b><u>1,997,251.73</u></b>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Trade and other payables	2,366.00	2,004.00
Provision for GST	(7,200.00)	(3,982.00)
	<u>(4,834.00)</u>	<u>(1,978.00)</u>
<b>TOTAL LIABILITIES</b>	<b><u>(4,834.00)</u></b>	<b><u>(1,978.00)</u></b>
<b>NET ASSETS</b>	<b><u>2,100,965.88</u></b>	<b><u>1,999,229.73</u></b>
<b>EQUITY</b>		
Accumulated surplus	<u>2,100,965.88</u>	<u>1,999,229.73</u>
<b>TOTAL EQUITY</b>	<b><u>2,100,965.88</u></b>	<b><u>1,999,229.73</u></b>

These statements should be read in conjunction with the attached audit report.

**ISLAMIC SOCIETY OF DARWIN INC**  
ABN 45 993 783 034  
**STATEMENT OF CHANGES IN EQUITY**  
As at 30 June 2016

	2016	2015
	\$	\$
<b>Total equity at the beginning of the financial year</b>	<b>1,999,229.73</b>	<b>1,911,912.98</b>
Surplus attributable to members	101,736.15	87,316.75
<b>Total equity at the end of the financial year</b>	<b>2,100,965.88</b>	<b>1,999,229.73</b>

These statements should be read in conjunction with the attached audit report.

**ISLAMIC SOCIETY OF DARWIN INC**  
ABN 45 993 783 034  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the year ended 30 June 2016

	2016	2015
	\$	\$

---

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

The Committee has prepared the financial statements on the basis that the Islamic Society of Darwin Inc. is a non-reporting entity because there are no users dependent on general purpose financial statements. The financial statements are therefore special purpose financial statements that have been prepared in order to meet the needs of members.

The financial report has been prepared in accordance with the requirements of the Australian Accounting Standards, which includes:

AASB 1031: Materiality

AASB 110: Events after the Balance Sheet Date

The financial statements have been prepared in accordance with the significant accounting policies disclosed below, which the Committee has determined are appropriate to meet the needs of members. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial statements have been prepared on a cash basis and are based on historical costs unless stated otherwise in the notes. The accounting policies that have been adopted in the preparation of the statements are as follows:

**(a) Going Concern**

The financial report of the organization has been prepared on a going concern basis. This basis has been applied as it is the Committee's belief that certain financial support, such as grants from Northern Territory Government and members' donations will continue to be made available.

**(b) 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.

**(c) Property, Plant and Equipment**

All property, plant and equipment excluding freehold land and buildings, are initially measured at cost. The carrying amount of plant and equipment is reviewed annually by Committee to ensure it is not in excess of the recoverable amount. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal.

Furniture and fittings were purchased in 2014-15. The depreciation in 2015-16 is calculated at 13.33% by using diminishing value method.

**(d) Revenue and Other Income**

Donations, grants, sponsorships and other contributions are recognized as revenues when the association obtains control over the assets comprising the contributions.

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

**(e) Income Tax**

The Association has been granted an exemption from income tax and the division 50 of the Income Tax Assessment Act 1997.

These statements should be read in conjunction with the attached audit report.



**ISLAMIC SOCIETY OF DARWIN INC**  
**ABN 45 993 783 034**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended 30 June 2016**

	2016	2015
	\$	\$
<b>NOTE 2: REVENUE</b>		
Donations	121,210.19	103,780.60
Fundraising	29,495.00	6,491.90
Grants	144,185.00	57,165.00
Caretakers/Imam accommodation	12,942.95	79,137.00
Interest received	43.95	23.65
Madarsa/Other income	9,300.00	7,026.00
	317,177.09	253,624.15
<b>NOTE 3: MAINTENANCE EXPENSES</b>		
Cleaning	100.00	287.95
Electricity	14,906.15	6,884.55
Insurance	8,987.72	8,726.39
Repairs and maintenance	33,074.59	14,408.80
Water	6,949.40	4,852.62
	64,017.86	35,160.31
<b>NOTE 4: ADMINISTRATIVE EXPENSES</b>		
Auditors Remuneration	3,000.00	3,000.00
Bank charges	1,321.35	345.30
Education/Books	10,421.76	13,029.01
Festivals	11,367.88	4,545.00
Madarsa Expenses	2,384.66	5,752.69
Post office	110.00	104.55
Telephone, mobile and fax	1,902.90	2,275.35
	30,508.55	29,051.90
<b>NOTE 5: DEPRECIATION AND DONATIONS</b>		
Advertising	-	468.64
Depreciation	3,180.00	6,098.11
Donations	39,525.22	42,121.00
Fees & permits	-	100.00
	42,705.22	48,787.75
<b>NOTE 6: OTHER OPERATING EXPENSES</b>		
Open Day	16,045.15	11,423.35
Printing and stationery	-	217.80
Purchases/Petty Cash	424.75	622.95
	16,469.90	12,264.10

These statements should be read in conjunction with the attached audit report.

**ISLAMIC SOCIETY OF DARWIN INC**

ABN 45 993 783 034

**NOTES TO THE FINANCIAL STATEMENTS**

For the year ended 30 June 2016

	2016	2015
	\$	\$
<b>NOTE 7: PERSONNEL EXPENSES</b>		
Imam – Salary and bonus	56,197.00	40,152.34
Superannuation contributions - Employees	4,721.50	-
Workcover	820.91	891.00
	<u>61,739.41</u>	<u>41,043.34</u>

These statements should be read in conjunction with the attached audit report.

**ISLAMIC SOCIETY OF DARWIN INC**

ABN 45 993 783 034

**Management Committee's Declaration  
for the Year Ended 30 June 2016**

---

The Management Committee has determined that the Islamic Society of Darwin Inc. 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.

The Committee declares that:

1. the Balance Sheet, Income Statements and notes, as set out in the financial statements present fairly the organisation's financial position as at 30<sup>th</sup> June 2016 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements
2. the accounts of the organisation have been properly prepared and are in accordance with the books of accounts
3. in the Committee's opinion there are reasonable grounds to believe that the organisation 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 and is signed for and on behalf of the committee by:

President .....  
Khalid Khan

Treasurer .....  
Agus Sudjoko

Dated this.....10.....day of.....Sept.....2016

**ISLAMIC SOCIETY OF DARWIN INC**  
ABN 45 993 783 034  
**Independent Audit Report**

---

To the members of Islamic Society of Darwin Inc.

We have audited the accompanying financial report, being a special purpose financial report, of Islamic Society of Darwin Inc., which comprises the Balance Sheet as at 30<sup>th</sup> June 2016, Income Statement for the year then ended and the notes comprising a summary of significant accounting policies and other explanatory information.

**The Management Committee's responsibility for the financial report**

The Management Committee is responsible for the preparation and fair presentation of the financial report and has determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of the Northern Territory Incorporated Associations Act 2008, the Northern Territory Associations Regulations 2010 and the needs of the members. The Committee's responsibility also includes such internal control as the Committee determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

**Auditor's responsibility**

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Association's preparation 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Committee, as well as evaluating the overall presentation of the financial report.

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

**Independence**

In conducting our audit, we have complied with the independence requirements of the Australian professional accounting bodies.

**Qualification**

As is common for organizations of this type, it is not practical for the Islamic Society of Darwin Inc. to maintain an effective system of internal control over donations and fund raising activities until their initial entry in the accounting records. Accordingly, our audit in relation to donations and fund raising was limited to amounts recorded.

# ISLAMIC SOCIETY OF DARWIN INC

ABN 45 993 783 034

## Independent Audit Report

---

### Audit Opinion

Subject to this qualification, in our opinion the financial report presents fairly, in all material respects, the financial position of Islamic Society of Darwin Inc. as at 30th June 2016 and of its financial performance and its cash flows for the year then ended on that date and complies with Australian Accounting Standards to the extent described in Note 1.

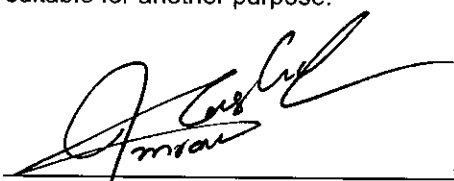
### Inherent Uncertainty

Without qualification to the statement expressed above, attention is drawn to the following matters set out in Note 1 to the financial report for the year ended 2016.

The association is dependent on the grant from NT Government and donations. The financial report of the association has been prepared on going concern basis on the expectation that such funding will continue. Without such funding there is a significant uncertainty whether the association will be able to continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial reports.

### Basis of accounting

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Management Committee's reporting responsibilities. As a result, the financial report may not be suitable for another purpose.

  
Imran Rasheed CPA  
Principal

**Imran Rasheed CPA**  
Principal  
**GBS ACCOUNTANTS**  
Membership # 9403983

**GBS Accountants**  
1/49 Bonwick Street  
Fawkner VIC 3060

### Disclaimer

*The additional financial data presented is in accordance with the books and records of the association which have been subjected to the auditing procedures applied in our statutory audit of the association for the year ended 30 June 2016. It will be appreciated that our statutory audit did not cover all details of the additional financial data.*

*Accordingly, we do not express an opinion 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 The Islamic Society of Darwin Incorporated) in respect of such data, including any errors or omissions therein however caused.*