

(Not-for-Profit) Association Report

Heart to Hati

ABN 36 498 036 010

For the year ended 30 June 2021

Prepared by Saarathi Accountants & Advisors

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Committee's Report

Heart to Hati

For the year ended 30 June 2021

Committee's Report

Your committee members submit the financial report of Heart to Hati for the financial year ended 30 June 2021.

Committee Members

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

Committee Member	Position	Date Started	Date Ended
Guzin Inanir	President	25/10/2019	
Ati Hanafia	Vice President	25/10/2019	
Selcan Kurnali	Secretary/Treasurer	25/10/2019	
Sevda Tankir	Member/Treasurer	25/10/2019	
Elif Inanir	Treasurer	25/10/2019	29/10/2020
Kafiye Dinler	Member	25/10/2019	
Zahrah Zakariah	Member	25/10/2019	

Principal Activities

The principle activity of the association is to provide financial and material aids for those in need and in crisis situation in Australia and overseas.

Significant Changes

There has been no significant changes in the association during the year.

Operating Result

The surplus after providing for income tax for the financial year amounted to \$45,727.

Going Concern

This financial report has been prepared on a going concern basis which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. The ability of the association to continue to operate as a going concern is dependent upon the ability of the association to generate sufficient cashflows from operations to meet its liabilities. The members of the association believe that the going concern assumption is appropriate.

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

Guzin Inanir (President)

Date / /

Elif Inanir (Treasurer)

Date / /

Income and Expenditure Statement

Heart to Hati

For the year ended 30 June 2021

	2021	2020
Income		
Event Collections	59,694	60,107
Individual Collections	57,506	24,699
Sponsorship Collections	16,995	7,025
Total Income	134,195	91,830
Gross Surplus	134,195	91,830
Other Income		
Interest Income	18	9
Total Other Income	18	9
Expenditure		
Bank Fees	22	24
Consulting & Accounting	100	-
Event Expenses	10,960	7,202
Overseas Donations	77,404	45,385
Total Expenditure	88,486	52,611
Current Year Surplus/ (Deficit) Before Income Tax Adjustments	45,727	39,228
Current Year Surplus/(Deficit) Before Income Tax	45,727	39,228
Net Current Year Surplus After Income Tax	45,727	39,228

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Assets and Liabilities Statement

Heart to Hati As at 30 June 2021

	NOTES	30 JUN 2021	30 JUN 2020
Assets			
Current Assets			
Cash and Cash Equivalents		84,955	39,228
Total Current Assets		84,955	39,228
Total Assets		84,955	39,228
Net Assets		84,955	39,228
Member's Funds			
Capital Reserve		84,955	39,228
Total Member's Funds		84,955	39,228

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Notes to the Financial Statements

Heart to Hati

For the year ended 30 June 2021

1. Summary of Significant Accounting Policies

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act Victoria. The committee has determined that the association is not a reporting entity.

The financial statements have been prepared on an accruals basis and are based on historic costs and do not take into account changing money values or, except where stated specifically, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of these financial statements.

Income Tax

No provision for income tax has been raised as the entity is exempt from income tax under Div 50 of the Income Tax Assessment Act 1997.

Property, Plant and Equipment (PPE)

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all PPE is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

Impairment of Assets

At the end of each reporting period, the committee reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in the income and expenditure statement.

Employee Provisions

Provision is made for the association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee provisions have been measured at the amounts expected to be paid when the liability is settled.

Provisions

Provisions are recognised when the association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

These notes should be read in conjunction with the attached compilation report.

Cash on Hand

Cash on hand includes cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less.

Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Revenue and Other Income

Revenue is measured at the fair 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 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.

Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

If conditions are attached to the grant that must be satisfied before the association is eligible to receive the contribution, recognition of the grant as revenue will be deferred until those conditions are satisfied.

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

Leases

Leases of PPE, where substantially all the risks and benefits incidental to the ownership of the asset (but not the legal ownership) are transferred to the association, are classified as finance leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for that period.

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term. Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

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 Australian Taxation Office (ATO). Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the assets and liabilities statement.

These notes should be read in conjunction with the attached compilation report.

Financial Assets

Investments in financial assets are initially recognised at cost, which includes transaction costs, and are subsequently measured at fair value, which is equivalent to their market bid price at the end of the reporting period. Movements in fair value are recognised through an equity reserve.

Accounts Payable and Other Payables

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the association during the reporting period that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

	2021	2020
2. Cash on Hand		
Heart To Hati Inc. Main	84,955	39,228
Total Cash on Hand	84,955	39,228
	2021	2020
3. Trade and Other Receivables		
	2021	2020
Members Loan Accounts		
	2021	2020
4. Financial Assets		
	2021	2020
5. Land and Buildings		
	2021	2020
6. Plant and Equipment, Motor Vehicles		
	2021	2020
7. Intangibles		
	2021	2020
8. Trade and Other Payables		
	2021	2020
9. Tax Payable		
	2021	2020
10. Deferred Income		
	2021	2020
11. Provisions		
	2021	2020
12. Employee Entitlements		

These notes should be read in conjunction with the attached compilation report.

2021

2020

13. Loans

These notes should be read in conjunction with the attached compilation report.

True and Fair Position

Heart to Hati

For the year ended 30 June 2021

Annual Statements Give True and Fair View of Financial Position and Performance of the Association

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 the financial statements as set out on pages 1 to 10:

1. Presents a true and fair view of the financial position of Heart to Hati as at 30 June 2021 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Heart to Hati 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:

Treasurer: _____

Elif Inanir

Dated: / /

Compilation Report

Heart to Hati

For the year ended 30 June 2021

Compilation report to Heart to Hati.

We have compiled the accompanying special purpose financial statements of Heart to Hati, which comprise the asset and liabilities statement as at 30 June 2021, income and expenditure statement, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is set out in Note 1.

The Responsibility of the Committee Member's

The committee of Heart to Hati are solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and for the determination that the basis of accounting used is appropriate to meet their needs and for the purpose that financial statements were prepared.

Our Responsibility

On the basis of information provided by the partners we have compiled the accompanying special purpose financial statements in accordance with the basis of accounting as described in Note 1 to the financial statements and APES 315 *Compilation of Financial Information*.

We have applied our expertise in accounting and financial reporting to compile these financial statements in accordance with the basis of accounting described in Note 1 to the financial statements. We have complied with the relevant ethical requirements of APES 110 *Code of Ethics for Professional Accountants*.

Assurance Disclaimer

Since a compilation engagement is not an assurance engagement, we are not required to verify the reliability, accuracy or completeness of the information provided to us by management to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on these financial statements.

The special purpose financial statements were compiled exclusively for the benefit of the committee who are responsible for the reliability, accuracy and completeness of the information used to compile them. We do not accept responsibility for the contents of the special purpose financial statements.

Keshab Sapkota CPA

Saarathi Accountants & Advisors

745 High Street, Preston VIC 3072

Dated: / /