

INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

FINANCIAL REPORT for the year ended 31 December 2023

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INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

DIRECTORY

BOARD OF TRUSTEES

Hughes, David G (Chair)	Christchurch
Sara, Peter J (Vice Chair)	Dunedin
Gibbons, Daniel J (Treasurer)	Queenstown
Warne, Geoffrey (Secretary)	Auckland
Keam, Robert	Tauranga
Markley, Sarah L	Wellington
McClea, Inez	Tauranga
Newman, Suzie	Auckland
Tanielu, Rabena A	Auckland

LOCATION

Level 1, 98 Birch Avenue
Judea
Tauranga, New Zealand

AUDITORS

William Buck Audit (NZ) Ltd
Tauranga

SOLICITORS

Keam Standen
Tauranga

BANKERS

Bank of New Zealand
Cameron Road, Tauranga

International Needs New Zealand Humanitarian Aid Trust Independent auditor's report to the Trustees

Report on the Financial Report

Opinion

We have audited the financial report of International Needs New Zealand Humanitarian Aid Trust (the entity), which comprise the statement of financial position as at 31 December 2023, statement of service performance, and the statement of comprehensive revenue and expense, statement of changes in net assets and statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies.

In our opinion:

- a. the reported aims and objectives, and quantification of the objectives to the extent practicable, in the statement of service performance are suitable.
- b. the accompanying financial report gives a true and fair view of:
 - the service performance for the year then ended
 - the financial position of International Needs New Zealand Humanitarian Aid Trust as at 31 December 2023 and of its financial performance, and cash flows for the year then ended

in accordance with Public Benefit Entity International Public Sector Accounting Standards Reduced Disclosure Regime (IPSAS RDR).

Basis for Opinion

We conducted our audit of the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the financial report in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)), and the audit of the statement of service performance in accordance with the International Standard on Assurance Engagements (New Zealand) ISAE (NZ) 3000 (Revised).

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 entity in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards) (New Zealand)* issued by the New Zealand Auditing and Assurance Standards Board and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, the entity.

Responsibilities of the Trustees

The Trustees are responsible on behalf of the entity for:

- a. Identifying outcomes and outputs, and quantifying the outputs to the extent practicable, that are relevant, reliable, comparable and understandable, to report in the statement of service performance.
- b. the preparation of a financial report on behalf of the entity that gives a true and fair view, which comprises:
 - the statement of service performance
 - the statement of comprehensive revenue and expense, statement of financial position, statement of cash flows, statement of accounting policies and notes to the financial reportin accordance with Public Benefit Entity International Public Sector Accounting Standards Reduced Disclosure Regime (IPSAS RDR) issued by the New Zealand Accounting Standards Board, and
- c. for such internal control as the Trustees determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report is as a whole 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 ISAs (NZ) and ISAE (NZ) 3000 (Revised) 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 this financial report.

As part of an audit in accordance with ISAs (NZ) and ISAE (NZ) 3000 (Revised), 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 entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Obtain an understanding of the process applied by the entity to select what and how to report its service performance
- Evaluate whether the service performance criteria are suitable so as to result in service performance information that is in accordance with the applicable financial reporting framework.

- Conclude on the appropriateness of the use of the going concern basis of accounting by the Board and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity’s ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor’s report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor’s report. However, future events or conditions may cause the entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements and service performance information, including the disclosures, and whether the financial statements and service performance information represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Trustees 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 our audit.

This description forms part of our independent auditor’s report.

The engagement director on the audit resulting in this independent auditor’s report is Richard Dey.

Restriction on Distribution and Use

This report is made solely to the entity’s trustees, as a body. Our audit work has been undertaken so that we might state to the trustees those matters which we are required to state to them in an auditor’s report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the entity and the trustees, as a body, for our audit work, for this report or for the opinions we have formed.



William Buck Audit (NZ) Limited

Tauranga
25 March 2024

INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

STATEMENT OF COMPREHENSIVE REVENUE AND EXPENSES

for the year ended 31 December 2023

	Note	2023			2022		
		\$	\$	\$	\$	\$	\$
		Unrestricted Funds	Restricted Funds	Total Funds	Unrestricted Funds	Restricted Funds	Total Funds
Revenue from Non-Exchange Transactions							
Donations & Contributions	5	-	1,210,981	1,210,981	-	1,286,928	1,286,928
Management Fees on Donations		387,695	-	387,695	353,329	-	353,329
Movement in Restricted Funds	5	-	15,310	15,310	-	109,851	109,851
Total Revenue		387,695	1,226,292	1,613,987	353,329	1,396,779	1,750,108
Operating Expenses							
Professional Fees		387,695	-	387,695	353,329	-	353,329
Project Expenses	5	-	1,226,292	1,226,292	-	1,396,779	1,396,779
Total Expenses		387,695	1,226,292	1,613,987	353,329	1,396,779	1,750,108
Net Surplus/(Deficit) For The Year		-	-	-	-	-	-
Other Comprehensive Revenue and Expenses		-	-	-	-	-	-
Total Comprehensive Revenue and Expenses		-	-	-	-	-	-

These financial statements should be read in conjunction with the notes to the financial report and the Auditor's Report

INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

STATEMENT OF CHANGES IN NET ASSETS

for the year ended 31 December 2023

	Funds Introduced \$	Retained Surplus \$	Total Equity \$
Opening Balance at 1 January 2023	10	5,917	5,927
Surplus for the Year	-	-	-
Other Comprehensive Income	-	-	-
Closing Equity at 31 December 2023	10	5,917	5,927
Opening Balance at 1 January 2022	10	5,917	5,927
Surplus for the Year	-	-	-
Other Comprehensive Income	-	-	-
Closing Equity at 31 December 2022	10	5,917	5,927

These financial statements should be read in conjunction with the notes to the financial report and the Auditor's Report


INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

STATEMENT OF FINANCIAL POSITION

as at 31 December 2023

	Notes	2023 \$	2022 \$
<u>CURRENT ASSETS</u>			
Accounts Receivable - INNZ		802,532	817,844
Petty Cash		-	-
		<u>802,532</u>	<u>817,844</u>
<u>CURRENT LIABILITIES</u>			
<i>Restricted Funds Held for Disbursement</i>			
Offshore Ministries: Child Assistance Projects	5	358,130	392,839
Other Projects	5	438,475	372,659
NZ Aid	5	-	46,418
		<u>796,605</u>	<u>811,916</u>
TOTAL NET ASSETS		<u>5,927</u>	<u>5,927</u>
<u>AS REPRESENTED BY</u>			
Total Equity		<u>5,927</u>	<u>5,927</u>

Signed for and on behalf of the Board of Trustees who authorised
these financial statements for issue on 15 March 2024



Trustee



Trustee

These financial statements should be read in conjunction with the notes to the financial report and the Auditor's Report

INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

CASH FLOW STATEMENT

for the year ended 31 December 2023

	2023 \$	2022 \$
Cash and Cash Equivalents at 1 January 2023	-	-
Cash and Cash Equivalents at 31 December 2023	-	-

These financial statements should be read in conjunction with the notes to the financial report and the Auditor's Report

INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

NOTES TO THE FINANCIAL REPORT

for the year ended 31 December 2023

1 REPORTING ENTITY

The reporting entity is International Needs Humanitarian Aid Trust (the "Trust"). The Trust is domiciled in New Zealand and is a charitable organisation registered under the Charitable Trusts Act 1957 and the Charities Act 2005.

The financial report of the International Needs Humanitarian Aid Trust for the year ended 31 December 2023 were authorised for issue by the Board of Trustees on 13 March 2024

2 STATEMENT OF COMPLIANCE

The Trust's financial report has been prepared in accordance with Generally Accepted Accounting Practice in New Zealand ("NZ GAAP"). They comply with Public Benefit Entity International Public Sector Accounting Standards ("PBE IPSAS") and other applicable financial reporting standards as appropriate that have been authorised for use by the External Reporting Board for Not-For-Profit entities. For the purposes of complying with NZ GAAP, the Trust is a public benefit not-for-profit entity and is eligible to apply Tier 2 Not-For-Profit PBE IPSAS on the basis that it does not have public accountability and it is not defined as large.

The Board has elected to report in accordance with Tier 2 Not-For-Profit PBE Accounting Standards and in doing so has taken advantage of all applicable Reduced Disclosure Regime ("RDR") disclosure concessions.

3 CHANGES IN ACCOUNTING POLICY

There were no significant changes in accounting policy during the year ended 31 December 2023.

4 SUMMARY OF ACCOUNTING POLICIES

The significant accounting policies used in the preparation of this financial report as set out below have been applied consistently to both years presented in these financial statements.

Basis of Measurement

This financial report has been prepared on the basis of historical cost.

Functional and Presentational Currency

The financial report is presented in New Zealand dollars (\$), which is the Trust's functional currency. All financial information presented in New Zealand dollars has been rounded to the nearest dollar.

INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

NOTES TO THE FINANCIAL REPORT

for the year ended 31 December 2023

Revenue

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Trust and revenue can be reliably measured. Revenue is measured at the fair value of the consideration received. The following specific recognition criteria must be met before revenue is recognised.

Revenue from Non-Exchange Transactions

Donations and Contributions revenue is recognised when the conditions attached to these donations and contributions has been complied with. Where there are unfulfilled conditions the balance is held in the restricted funds liability until the conditions are fulfilled.

For transparency purposes the gross amount of income and expenditure is recorded in the statement of comprehensive revenue and expenses, along with the movement in restricted funds which has nil effect on the results for the year.

Income Tax

Due to its charitable status, the Trust is exempt from income tax.

5 RESTRICTED FUNDS HELD FOR DISBURSEMENT

	2023	2022
	\$	\$
Opening Balance	811,916	921,767
Support Raised	1,210,981	1,286,928
Transfers In		
Funds Distributed	(1,226,292)	(1,396,779)
<i>Net change in funds held for distribution</i>	<i>(15,311)</i>	<i>(109,851)</i>
Closing Balance	<u>796,605</u>	<u>811,916</u>

INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

NOTES TO THE FINANCIAL REPORT

for the year ended 31 December 2023

5 RESTRICTED FUNDS HELD FOR DISBURSEMENT (cont.)

<u>RESTRICTED FUNDS</u>	Cash available at beginning of year 1-Jan-23	Support raised during year YTD Receipts	Funds disbursed during year YTD Payments	Inter-fund movements Transfers	Cash available at end of year 31-Dec-23
NZ Aid Projects	46,419		39,450	(6,969)	
Child Assistance Projects					
Bangladesh	74,036	113,491	126,312		61,216
Burkina Faso	2,517	2,454	2,693		2,279
DR Congo	1,581	4,458	4,422		1,617
Ghana	9,537	29,255	28,878		9,914
India	41,309	98,644	96,368		43,585
Kenya Ark Quest	8,115	28,571	28,024		8,663
Nepal & Lydia Sponsorship	19,740	43,397	43,507		19,630
Allahabad	502	123	2,360	1,736	
Philippines	112,846	162,523	168,376		106,993
Philippines Cappuccino Club	62,081	2,253	19,348		44,987
Uganda	38,165	154,236	146,689	(35)	45,678
Children in Crisis Fund	14,888	3,781	18,217		452
Children Christmas Gift	192	16,756	14,327	(38)	2,583
INCAP General Fund/Education Fund	7,329	16,445	13,276	35	10,533
Total Child Assistance Projects	392,839	676,388	712,796		358,130
Other Projects					
Bangladesh	97,796	40,643	29,437	1,631	110,633
Bougainville	7,837	6,751	8,604		5,984
Burkina Faso	3,705	1,938	-		5,643
Cambodia Chab Dai	26,527	36,324	48,901		13,949
Czech Republic	-	3,700	3,700		
Egypt	-	666	-		666
Fiji	24,619	6,981	50,107	37,500	18,993
Fiji Solo Moms	-	58,914	11,950	6,969	53,933
Ghana	418	148	566		
India	7,145	52,881	3,941		56,085
Kenya	-	56,774	48,030		8,744
Medical	-	14,660	10,648		4,012
Myanmar	2,333	888	-		3,221
Nepal	7,927	20,627	32,800	12,078	7,832
Allahabad	31,980	49,231	44,847	(1,736)	34,628
Philippines	450	16,242	18,709	2,017	
Tonga	25,388	370	-	(25,758)	
Turkey	351	488	-		839
Uganda	27,004	10,454	47,907	27,200	16,751
Vietnam	921	710	-	(1,631)	
Development and Relief Fund	3,055	-	-		3,055
Undesignated Other	54,527	67,521	46,962	(18,584)	56,502
Undesignated: Crisis fund	6,873	77,864	49,287	1,553	37,003
Project Mother and Child	37,500	-	-	(37,500)	
Ukraine Refugee Appeal	1,401	7,892	7,740	(1,553)	
Sri Lanka Emergency Appeal	4,806	1,850	6,656		
Mosquito Nets	-	74	3,254	3,180	
Total Other Projects	372,658	534,593	474,046		438,475
Total Restricted Funds	811,916	1,210,981	1,226,292		796,605



INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

NOTES TO THE FINANCIAL REPORT

for the year ended 31 December 2023

6 RELATED PARTY TRANSACTIONS

International Needs Humanitarian Aid Trust has the same Trustees as International Needs New Zealand (INNZ). International Needs New Zealand received money from various donors for relevant projects, and spends money on relevant projects, on behalf on International Needs Humanitarian Aid Trust.

	2023	2022
Amounts paid	\$	\$
Project Expenses	1,226,292	1,396,779
Professional fees paid to INNZ	387,695	353,329
Amounts received		
Donations and contributions	1,210,981	1,286,928
Management fee received from INNZ	387,695	353,329

Balance owed from International Needs New Zealand at 31 December 2023 is \$802,532, (2022: \$817,844)

No related party debts have been written off or forgiven during the year.

7 CAPITAL COMMITMENTS

There are no commitments to capital purchases at balance date (2022: \$Nil).

8 CONTINGENT ASSETS AND LIABILITIES

The trustees are not aware of any contingent assets or liabilities at balance date (2022 \$Nil).

9 EVENTS AFTER THE REPORTING DATE

The Board is not aware of any other matters or circumstances since the end of the reporting period, not otherwise dealt with in this financial report that have significantly or may significantly affect the operations of the Trust (2022 \$Nil).

2023
INHAT Statement of Service Performance

Our Vision: Transform Lives and Change Communities

Our Purpose: Partnering with local nationals, who identify the places of greatest need, International Needs Humanitarian Aid Trust unites people across the world, to change lives and transform communities with God’s love.

Our work: The work of INHAT is guided by our strategic plan focussing on three pillars, which are.

Pillar 1 - Major Investors: Develop and maintain relationships with INHAT investors by increasing engagement through clear communications and increased opportunities for investors to connect with mission.

Objectives	Target for 2023	Actual Achievement 2023	Achievement 2022
Monthly Director and information updates, including relevant stories of project impact. Target 12 monthly director updates.	12 updates sent	11 updates sent <u>Not Achieved</u>	12 emails sent in 2022 <u>Achieved</u>
Supporter trips arranged and facilitated each year to help connect supporters with the work. Target 2 trips per year.	1 trip planned	1 trip taken – Nepal and Bangladesh <u>Achieved</u>	No trips undertaken due to restrictions
Supporter satisfaction on overseas trips – Target experience rating of good or very good	Good rating	Score 19.75 Very good <u>Achieved</u>	No trips undertaken due to restrictions

Pillar 2 - Attracting new investors: Increasing support for our projects through clear communications and increased opportunities presented for support.

Objectives	Target for 2023	Actual Achievement 2023	Achievement 2022
Reaching new audiences - social media and website used effectively to attract supporters to INHAT. Target minimum 2 promotional social media posts on at least 2 platforms per week.	104 media posts across 2 platforms	273 posts made 131 Facebook 131 Instagram 4 YouTube 4 Threads 3 TikTok <u>Achieved</u>	163 posts made 93 Facebook 69 Instagram <u>Achieved</u>
High quality and timely appeals presented to supporters and potential supporters. Target minimum of 4 appeals marketed per year.	4 high quality appeals sent per year	6 appeals sent to supporters X1 Fiji X1 Chab Dai X1 Christmas X1 Medical X2 Emergency (Nepal & Turkey) <u>Achieved</u>	4 appeals sent to supporters. Uganda Water Lydia vocational training centre Fiji Solo mothers project World of Joy Christmas catalogue <u>Achieved</u>
Reporting on projects to supporters Target at least 26 project updates provided to regular supporters per year.	26 updates provided on projects	27 reports sent to regular supporters <u>Achieved</u>	35 emails sent to regular supporters on project updates. <u>Achieved</u>
Increased traffic to website with conversion of visitors to making donations. Target at least 50 donations on website per year.	At least 50 donations on website per year	588 donations made via website <u>Achieved</u>	361 donations made via website <u>Achieved</u>

Pillar 3 - Operational Partnership: Outsourcing our operational functions and administration to INNZ, utilising their staff and resources, including expertise, experience, processes, infrastructure and relationships.

Objectives	Target for 2023	Actual Achievement 2023	Achievement 2022
INHAT trustees satisfied with service delivery of INNZ. Target annual renewal of service contract.	Annual review of service contract with INNZ	Review completed and accepted <u>Achieved</u>	Review completed and accepted <u>Achieved</u>
Excellence in service delivery measured through adherence to CID manual and standards. Target CID accreditation maintained.	CID Accreditation maintained	CID accreditation maintained. <u>Achieved</u>	Review completed and accreditation maintained <u>Achieved</u>