

INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

FINANCIAL STATEMENTS for the year ended 31 December 2018

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INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

DIRECTORY

BOARD OF TRUSTEES

Sara, Peter J (Chair)	Dunedin	
Warne, Geoffrey (Secretary)	Auckland	(Appointed 28th July 2018)
Taylor, Malcolm J (Treasurer)	Auckland	
Jensen, Kit M L	New Plymouth	(Retired 30 April 2018)
Clist, Roger S	Auckland	
Cotton, Robyn M	Auckland	
Gibbons, Daniel J	Queenstown	
Markley, Sarah L	Wellington	
Hughes, David G (Vice Chair)	Auckland	
Tanielu, Rabena A	Auckland	(Appointed 28th July 2018)

LOCATION

Unit 4, Level One
120 Eleventh Ave
Tauranga, New Zealand

AUDITORS

William Buck Audit (NZ) Ltd
Tauranga

SOLICITORS

Keam Standen
Tauranga

International Needs Humanitarian Aid Trust

Independent auditor's report to the Trustees

Report on the Financial Statements

Opinion

We have audited the financial statements of International Needs Humanitarian Aid Trust (the entity), which comprise the statement of financial position as at 31 December 2018, the statement of comprehensive revenue and expenses, statement of changes in net assets and the cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion accompanying financial statements give a true and fair view of the financial position of International Needs Humanitarian Aid Trust as at 31 December 2018 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 in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the entity in accordance with Professional and Ethical Standard 1 (Revised) Code of Ethics for Assurance Practitioners issued by the New Zealand Auditing and Assurance Standards Board, 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 the preparation of the financial statements that give a true and fair view in accordance with Public Benefit Entity International Public Sector Accounting Standards, and for such internal control as the Trustees determine is necessary to enable the preparation of the financial statements that is free from material misstatement, whether due to fraud or error.

CHARTERED ACCOUNTANTS & ADVISORS

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Tauranga 3110, New Zealand
PO Box 222
Tauranga 3144, New Zealand
Telephone: +64 7 927 1234
williambuck.co.nz

William Buck Audit (NZ) Limited

In preparing the financial statements, 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 Statements

Our objectives are to obtain reasonable assurance about whether the financial statements are 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) 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 these financial statements.

A further description of our responsibilities for the audit of these financial statements is located at the External Reporting Board (XRB) website at:

<https://www.xrb.govt.nz/assurance-standards/auditors-responsibilities/audit-report-8/>

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 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 entity's members, as a body, for our audit work, for this report or for the opinions we have formed.

A handwritten signature in blue ink that reads 'William Buck'.

William Buck Audit (NZ) Limited

Tauranga
11 April 2019

INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

STATEMENT OF COMPREHENSIVE REVENUE AND EXPENSES

for the year ended 31 December 2018

	Note	2018			2017		
		\$	\$	\$	\$	\$	\$
		Unrestricted Funds	Restricted Funds	Total Funds	Unrestricted Funds	Restricted Funds	Total Funds
Revenue from Non-Exchange Transactions							
Donations & Contributions	5	-	1,337,045	1,337,045	-	1,083,900	1,083,900
Management Fees on Donations		334,261	-	334,261	272,248	-	272,248
Movement in Restricted Funds	5	-	(164,244)	(164,244)	-	(26,688)	(26,688)
Total Revenue		334,261	1,172,801	1,507,062	272,248	1,057,212	1,329,460
Operating Expenses							
Professional Fees		332,924	-	332,924	271,000	-	271,000
Project Expenses	5	-	1,172,800	1,172,800	-	1,057,212	1,057,212
Total Expenses		332,924	1,172,800	1,505,724	271,000	1,057,212	1,328,212
Net Surplus/(Deficit) For The Year		1,337	0	1,337	1,248	-	1,248
Other Comprehensive Revenue and Expenses		-	-	-	-	-	-
Total Comprehensive Revenue and Expenses		1,337	0	1,337	1,248	-	1,248

These financial statements should be read in conjunction with the notes to the financial statements



INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

STATEMENT OF CHANGES IN NET ASSETS

for the year ended 31 December 2018

	Funds Introduced \$	Retained Surplus \$	Total Equity \$
Opening Balance at 1 January 2018	10	3,208	3,218
Surplus for the Year	-	1,337	1,337
Other Comprehensive Income	-	-	-
Closing Equity at 31 December 2018	10	4,545	4,555
Opening Balance at 1 January 2017	10	1,960	1,970
Surplus for the Year	-	1,248	1,248
Other Comprehensive Income	-	-	-
Closing Equity at 31 December 2017	10	3,208	3,218



These financial statements should be read in conjunction with the notes to the financial statements

INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

STATEMENT OF FINANCIAL POSITION


as at 31 December 2018

	Notes	2018 \$	2017 \$
<u>CURRENT ASSETS</u>			
Accounts Receivable - INNZ		459,629	294,048
Petty Cash	10	10	10
		459,639	294,058
 <u>CURRENT LIABILITIES</u>			
<i>Restricted Funds Held for Disbursement</i>			
Offshore Ministries: Child Assistance Projects	5	200,556	151,720
Other Projects	5	254,528	139,120
NZ Aid	5	-	
		455,084	290,840
 TOTAL NET ASSETS		4,555	3,218
 <u>AS REPRESENTED BY</u>			
Total Equity		4,555	3,218

Signed for and on behalf of the Board of Trustees who authorised
these financial statements for issue on 10 April 2019



 Trustee



 Trustee



These financial statements should be read in conjunction with the notes to the financial statements

INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

CASH FLOW STATEMENT

for the year ended 31 December 2018

	2018 \$	2017 \$
Cash and Cash Equivalents at 1 January	10	10
Cash and Cash Equivalents at 31 December	<u>10</u>	<u>10</u>



These financial statements should be read in conjunction with the notes to the financial statements

INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2018

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 statements of the International Needs Humanitarian Aid Trust for the year ended 31 December 2018 were authorised for issue by the Board of Trustees on 10 April 2019.

2 STATEMENT OF COMPLIANCE

The Trust's financial statements have 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. This decision results in the Trust not preparing a Statement of Service Performance for both reporting periods.

3 CHANGES IN ACCOUNTING POLICY

There were no significant changes in accounting policy during the year ended 31 December 2018

4 SUMMARY OF ACCOUNTING POLICIES

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

Basis of Measurement

These financial statements have been prepared on the basis of historical cost.

Functional and Presentational Currency

The financial statements are 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 STATEMENTS

for the year ended 31 December 2018

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

	2018	2017
	\$	\$
Opening Balance	290,840	264,152
Support Raised	1,337,045	1,083,900
Funds Distributed	(1,172,800)	(1,057,212)
<i>Net change in funds held for distribution</i>	<i>164,244</i>	<i>26,688</i>
Closing Balance	<u>455,084</u>	<u>290,840</u>

INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2018

5 RESTRICTED FUNDS HELD FOR DISBURSEMENT (cont.)

<u>RESTRICTED FUNDS</u>	Cash available at beginning of year	Support raised during year	Funds disbursed during year	Inter-fund movements	Cash available at end of year
NZ Aid Projects		20,000	20,000		-
Child Assistance Projects					-
Bangladesh	15,128	127,528	121,266		21,390
Ghana	5,298	34,796	33,376		6,718
India	234	864	675		423
Nepal	2,631	28,223	28,326	324	2,851
North India	11,853	116,616	109,906	(324)	18,239
Philippines	35,318	226,495	209,698	344	52,458
Philippines Cappuccino Club	54,563	41,833	29,588		66,809
Sri Lanka	151	-	-	(151)	-
Uganda	19,095	175,641	173,802		20,933
Children in Crisis Fund	6,854	4,935	2,651	151	9,289
Children Christmas Gift	548	8,021	7,423	300	1,446
Children Birthday Gifts	48		48		-
Total Child Assistance Projects	151,720	764,952	716,534	644	200,556
Other Projects					
Bangladesh	10,869	87,251	62,987		35,133
Bougainville	1	16,069	6,302	(5,971)	3,798
Cambodia	32,298	1,164	30,325		3,136
Egypt	1,383	2,330	2,148		1,566
Ethiopia	-	-	-		-
Fiji	24,554	62,699	25,315		61,937
Ghana	1,151	38,499	19,972		19,678
India	27,796	50,073	33,749		44,120
Myanmar	514	373	1,295	409	-
Nepal	7,301	30,638	30,033	-	7,905
North India	4,646	156,014	149,446	-	11,214
Papua New Guinea	360	263	623		-
Philippines	-	13,020	15,319	2,786	488
Tonga		22,771	13,859	5,971	14,883
Turkey	2,566	3,341	3,461		2,446
Uganda	3,206	41,278	40,276	-	4,208
Vietnam	109	1,050	930		229
Development and Relief Fund	2,095	480	-		2,575
Undesignated Other	6,919	3,038	-	(709)	9,249
Undesignated: Crisis	13,351	6,744	-	(3,131)	16,964
Project Mother and Child		15,000			15,000
Total National Ministry Projects	139,120	552,093	436,040	(644)	254,528
TOTAL RESTRICTED FUNDS	290,840	1,337,045	1,172,574	-	455,084

INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2018

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.

	2018	2017
Amounts paid	\$	\$
Project Expenses	1,172,800	1,057,212
Professional fees paid to INNZ	332,914	271,000
Amounts received		
Donations and contributions	1,337,045	1,083,900
Management fee received from INNZ	334,261	272,248

Balance owed from International Needs New Zealand at 31 December 2018 is \$459,629 (2017: \$294,048)

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 (2017: \$Nil).

8 CONTINGENT ASSETS AND LIABILITIES

The trustees are not aware of any contingent assets or liabilities at balance date (2017: \$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 these financial statements that have significantly or may significantly affect the operations of the Trust (2017: \$Nil).

