

# Annual Report 2020

Volume 2



**MAHBOBA'S  
PROMISE**  
An Australian Aid Organisation

Rebuilding Afghanistan through the  
empowerment of women and children.





# 2019-2020

## Financial overview

An independent audit of Mahboba's Promise Incorporated's financial accounts for the year 2019 2020 was conducted by:

**Stephen Fischer**

(Partner)

**Nexia Sydney Partnership Chartered Accountants**

Level 16, 1 Market Street

Sydney NSW 2000

+61 2 9251 4600







**Auditor's Independence Declaration under Sub-division 60-40 of the *Australian Charities and Not-for-profit Commission Act, 2012* to the members of the Management Committee of Mahboba's Promise Incorporated.**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2020 there have been no contraventions of the auditor independence requirements as set out in any applicable code of professional conduct in relation to the audit.

**Nexia Sydney Audit Pty Ltd**



**Stephen Fisher**

Director

Sydney

Dated: November 2020

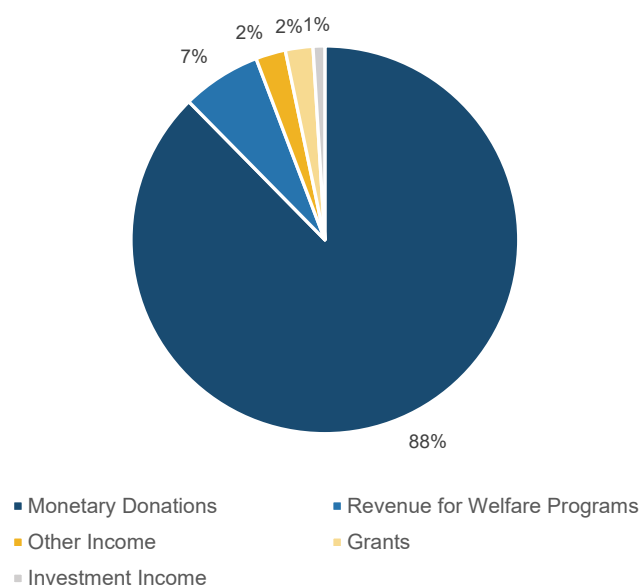


# Statement of profit or loss and other comprehensive income

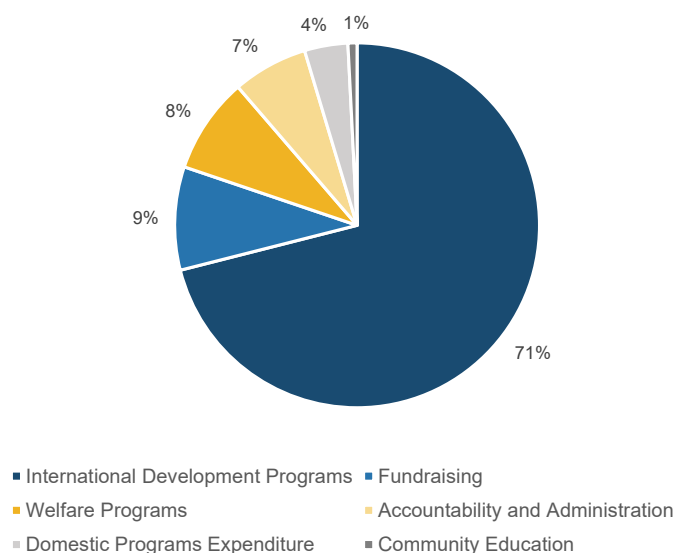
For the year ended 30 June 2020

	Note	2020 \$	2019 \$
Revenues and other income	4	1,302,771	1,070,105
Interest		12,871	16,697
Funds to international programs		(792,746)	(752,041)
Funds to domestic programs		(32,161)	(17,441)
Employee expenses	5	(120,076)	(138,749)
Operating Expenses		(91,788)	(95,928)
Depreciation expense - right-of-use assets	8	(12,386)	-
Depreciation expense	9	(7,904)	(7,308)
<b>Surplus for the year attributable to the members of Mahboba's Promise Incorporated</b>		<b>258,581</b>	<b>75,335</b>
Other comprehensive income for the year		-	-
<b>Total comprehensive income for the year attributable to the members of Mahboba's Promise Incorporated</b>		<b>258,581</b>	<b>75,335</b>

Sources of Income



Ratio of Expenditure



# Statement of financial position

As at 30 June 2020

	Note	2020 \$	2019 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	6	1,491,526	1,178,164
Other assets	7	77,622	28,513
Total current assets		1,569,148	1,206,677
<b>Non-current assets</b>			
Right-of-use assets	8	34,060	-
Property, plant and equipment	9	30,286	15,384
Total non-current assets		64,346	15,384
<b>Total assets</b>		<b>1,633,494</b>	<b>1,222,061</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Other creditors	10	68,984	11,645
Lease liabilities	11	12,166	-
Employee benefits	12	40,887	31,791
Unearned revenue	13	51,602	-
Total current liabilities		173,639	43,436
<b>Non-current liabilities</b>			
Lease liabilities	11	22,649	-
Total non-current liabilities		22,649	-
Total liabilities		196,288	43,436
<b>Net assets</b>		<b>1,437,206</b>	<b>1,178,625</b>
<b>EQUITY</b>			
Retained surplus		1,437,206	1,178,625
<b>Total equity</b>		<b>1,437,206</b>	<b>1,178,625</b>

# Statement of changes in equity

For the year ended 30 June 2020

	Retained Surplus \$	Total Equity \$
Balance at 1 July 2018	1,103,290	1,103,290
Surplus for the year	75,335	75,335
Other comprehensive income for the year	-	-
Total comprehensive income for the year	75,335	75,335
<b>Balance at 30 June 2019</b>	<b>1,178,625</b>	<b>1,178,625</b>
Balance at 1 July 2019	1,178,625	1,178,625
Surplus for the year	258,581	258,581
Other comprehensive income for the year	-	-
Total comprehensive income for the year	258,581	258,581
<b>Balance at 30 June 2020</b>	<b>1,437,206</b>	<b>1,437,206</b>

## Financial Health

The 2019-2020 fundraising year saw Mahboba's Promise Incorporated generate more than \$1.2 million in revenue. This was about 20% higher than budgetary expectations. This has allowed us to maintain our aid and development work within Afghanistan despite adverse conditions, including other prominent international crises being the focus of international attention and a declining exchange rate between the Australian and United States currencies.

The budgeted exchange rate (AUD/USD) for the year was USD 0.6500 to AUD 1. However, we received an average rate of 0.6850 for the year due to favourable forward cover contracts. Mahboba's Promise Incorporated introduced a number of cost saving measures within our Australian office to ensure the organisation's commitment to our beneficiaries in Afghanistan remained strong and the impact of the declining exchange rate had a minimum impact.

Mahboba's Promise Incorporated's operating ratios are quite healthy and as of the end of financial year the organisation's cash balance is sufficient to cover at least 12 months of actual expenses required to operate the organisation.

# Statement of cash flows

For the year ended 30 June 2020

	Note	2020 \$	2019 \$
<b>Cash flows from operating activities</b>			
Receipts from operations		1,263,821	1,108,774
Operating payments		(940,524)	(1,012,578)
Interest received		12,871	16,697
Net cash from operating activities		336,168	112,893
<b>Cash flows from investing activities</b>			
Payments for property, plant and equipment	9	(22,806)	(7,729)
Net cash used in investing activities		(22,806)	(7,729)
<b>Cash flows from financing activities</b>			
Net cash from financing activities		-	-
Net increase in cash and cash equivalents		313,362	105,164
Cash and cash equivalents at the beginning of the financial year		1,178,164	1,073,000
Cash and cash equivalents at the end of the financial year	6	1,491,526	1,178,164

THE FULL FINANCIAL REPORTS ARE CONTAINED IN VOLUME 2 OF OUR ANNUAL REPORT

Volume 2 containing the full Financial Reports can be obtained by going to our website at

[www.mahbobaspromise.org](http://www.mahbobaspromise.org) or writing to Mahboba's Promise

Inc., PO Box 6234, North Ryde NSW 2113,

or emailing us at [office@mahbobaspromise.org](mailto:office@mahbobaspromise.org).



# Notes to the financial statements

For the year ended 30 June 2020

## Note 1. Reporting Entity

The Mahboba's Promise Incorporated (the "Association") is an Association domiciled in Australia and is registered as a Registrable Australian Body under the Associations Incorporation Act 2009. The address of the Association's registered office is 74 Agincourt Road, Marsfield NSW 2122. The Association is a reporting entity.

## Note 2. Significant accounting policies

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

### New or amended Accounting Standards and Interpretations adopted

The incorporated association has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

The key new accounting standards are AASB 1058 *Income of Not-for-Profit Entities*, AASB 15 *Revenue From Contracts with Customers* and AASB 16 *Leases* and its amendments to the extent relevant to the financial statements of the incorporated association.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the incorporated association.

The following Accounting Standards and Interpretations are most relevant to the incorporated association:

#### *AASB 15 Revenue from Contracts with Customers*

The incorporated association has adopted AASB 15 from 1 July 2019. The standard provides a single comprehensive model for revenue recognition. The core principle of the standard is that an entity shall recognise revenue to depict the transfer of promised goods or services to customers at an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

## Note 2. Significant accounting policies (cont')

The standard introduced a new contract-based revenue recognition model with a measurement approach that is based on an allocation of the transaction price. This is described further in the accounting policies below. Credit risk is presented separately as an expense rather than adjusted against revenue. Contracts with customers are presented in an entity's statement of financial position as a contract liability, a contract asset, or a receivable, depending on the relationship between the entity's performance and the customer's payment. Customer acquisition costs and costs to fulfil a contract can, subject to certain criteria, be capitalised as an asset and amortised over the contract period.

### *AASB 16 Leases*

The incorporated association has adopted AASB 16 from 1 July 2019. The standard replaces AASB 117 'Leases' and for lessees eliminates the classifications of operating leases and finance leases. Except for short-term leases and leases of low-value assets, right-of-use assets and corresponding lease liabilities are recognised in the statement of financial position. Straight-line operating lease expense recognition is replaced with a depreciation charge for the right-of-use assets (included in operating costs) and an interest expense on the recognised lease liabilities (included in finance costs). In the earlier periods of the lease, the expenses associated with the lease under AASB 16 will be higher when compared to lease expenses under AASB 117. However, EBITDA (Earnings Before Interest, Tax, Depreciation and Amortisation) results improve as the operating expense is now replaced by interest expense and depreciation in profit or loss. For classification within the statement of cash flows, the interest portion is disclosed in operating activities and the principal portion of the lease payments are separately disclosed in financing activities. For lessor accounting, the standard does not substantially change how a lessor accounts for leases.

The incorporated association has adopted AASB 1058 from 1 July 2019. The standard replaces AASB 1004 'Contributions' in respect to income recognition requirements for not-for-profit entities. The timing of income recognition under AASB 1058 is dependent upon whether the transaction gives rise to a liability or other performance obligation at the time of receipt. Income under the standard is recognised where: an asset is received in a transaction, such as by way of grant, bequest or donation; there has either been no consideration transferred, or the consideration paid is significantly less than the asset's fair value; and where the intention is to principally enable the entity to further its objectives. For transfers of financial assets to the entity which enable it to acquire or construct a recognisable non-financial asset, the entity must recognise a liability amounting to the excess of the fair value of the transfer received over any related amounts recognised. Related amounts recognised may relate to contributions by owners, AASB 15 revenue or contract liability recognised, lease liabilities in accordance with AASB 16, financial instruments in accordance with AASB 9, or provisions in accordance with AASB 137. The liability is brought to account as income over the period in which the entity satisfies its performance obligation. If the transaction does not enable the entity to acquire or construct a recognisable non-financial asset to be controlled by the entity, then any excess of the initial carrying amount of the recognised asset over the related amounts is



## Note 2. Significant accounting policies (cont')

recognised as income immediately. Where the fair value of volunteer services received can be measured, a private sector not-for-profit entity can elect to recognise the value of those services as an asset where asset recognition criteria are met or otherwise recognise the value as an expense.

### **Basis of preparation**

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and Interpretations issued by the Australian Accounting Standards Board ('AASB'), the Australian Charities and Not-for-profits Commission Act 2012 and New South Wales legislation the Associations Incorporation Act 2009 and associated regulations, as appropriate for not-for profit oriented entities.

### *Historical cost convention*

The financial statements have been prepared under the historical cost convention, except for, where applicable, the revaluation of financial assets and liabilities at fair value through profit or loss, financial assets at fair value through other comprehensive income, investment properties, certain classes of property, plant and equipment and derivative financial instruments.

### *Critical accounting estimates*

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the incorporated association's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 3.

### **Revenue recognition**

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates, trade allowances and duties and taxes paid.

### *Revenue from contracts with customers*

Revenue is recognised at an amount that reflects the consideration to which the incorporated association is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the incorporated association: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

## Note 2. Significant accounting policies (cont')

Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts, rebates and refunds, any potential bonuses receivable from the customer and any other contingent events. Such estimates are determined using either the 'expected value' or 'most likely amount' method. The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Amounts received that are subject to the constraining principle are recognised as a refund liability.

### *Donations and gifts*

Donations and gifts are recognised as revenue when the company gains control or right to receive, economic benefits are probable, and the amount of the donation or gifts can be measured reliably in accordance with AASB 1058.

### *Interest*

Interest revenue is recognised as interest accrued using the effective interest method.

### *Other revenue*

Other revenue is recognised when it is received or when the right to receive payment is established.

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

### **Income tax**

Mahboba's Promise Incorporated is authorised to raise funds in all the major states of Australia. As a notfor-profit fundraising organisation, Mahboba's Promise Incorporated has been endorsed by the ATO as being a Deductible Gift Recipient entity, and therefore is exempt from income tax.

### **Cash and cash equivalents**

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

### **Property, plant and equipment**

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.



## Note 2. Significant accounting policies (cont')

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Plant and equipment	5-10 years (20%-10%)
Motor vehicle	8 years (12.5%)

### Right-of-use assets

A right-of-use asset is recognised at the commencement date of a lease. The right-of-use asset is measured at cost, which comprises the initial amount of the lease liability, adjusted for, as applicable, any lease payments made at or before the commencement date net of any lease incentives received, any initial direct costs incurred, and, except where included in the cost of inventories, an estimate of costs expected to be incurred for dismantling and removing the underlying asset, and restoring the site or asset.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is the shorter. Where the incorporated association expects to obtain ownership of the leased asset at the end of the lease term, the depreciation is over its estimated useful life. Right-of use assets are subject to impairment or adjusted for any remeasurement of lease liabilities.

The incorporated association has elected not to recognise a right-of-use asset and corresponding lease liability for short-term leases with terms of 12 months or less and leases of low-value assets. Lease payments on these assets are expensed to profit or loss as incurred.

### Lease liabilities

A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of the lease payments to be made over the term of the lease, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the incorporated association's incremental borrowing rate. Lease payments comprise of fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, amounts expected to be paid under residual value guarantees, exercise price of a purchase option when the exercise of the option is reasonably certain to occur, and any anticipated termination penalties. The variable lease payments that do not depend on an index or a rate are expensed in the period in which they are incurred.

Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following: future lease payments arising from a change in an index or a rate used; residual guarantee; lease term; certainty of a purchase option and termination penalties. When a lease liability is remeasured, an adjustment is made to the corresponding right-of use asset, or to profit or loss if the carrying amount of the right-of-use asset is fully written down.

## Note 2. Significant accounting policies (cont')

### Employee benefits

#### *Short-term employee benefits*

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

#### *Other long-term employee benefits*

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

### Goods and Services Tax ('GST')

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

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 tax authority is included in other receivables or other payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.

### Retained surpluses

Retained surpluses are maintained for the purpose of investing in future projects and are to be used solely to promote the objectives of the Association as set out in the Constitution.



## **Note 2. Significant accounting policies (cont')**

**New Accounting Standards and Interpretations** The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The management committee has decided against early adoption of these Standards. None of these are expected to have a significant effect on the financial statements of the entity.

## **Note 3. Critical accounting judgements, estimates and assumptions**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. There are no critical accounting judgements, estimates and assumptions that are likely to affect the current or future financial years

## Note 4. Revenues and other income

	2020	2019
	\$	\$
Donations & gifts	1,243,806	1,036,646
Grants	30,278	30,042
Other income	26,494	3,000
Revenue for welfare programs	2,193	417
	<b>1,302,771</b>	<b>1,070,105</b>

Mahboba's Promise Incorporated operates to provide assistance to the widows and children of Afghanistan through development and welfare projects.

The sponsorship program is the most significant fundraising activity. Donors apply to sponsor a widow or child and agree to remit a monthly amount of \$50 for a widow and \$35 for a child on a periodic basis, either monthly or annually. Sponsorship is used for individual and community development.

## Note 5. Employee expenses

	2020	2019
	\$	\$
Wages	98,473	126,346
Annual leave	4,550	(5,847)
Long service leave	4,546	1,642
Superannuation	9,807	5,320
Volunteer expenses	2,700	1,070,105
	<b>120,076</b>	<b>138,749</b>

## Note 6. Cash and cash equivalents

	2020	2019
	\$	\$
<i>Current</i>		
Cash on hand	251	233
Cash at bank	589,122	438,584
Short-term deposits	763,415	711,854
Cash held in Afghanistan	138,738	27,493
	<b>1,491,526</b>	<b>1,178,164</b>

## Note 7. Other assets

	2020 \$	2019 \$
<i>Current</i>		
Trade receivables	5,000	4,113
Other assets	62,593	21,405
Prepayments	10,029	2,995
	<b>77,622</b>	<b>28,513</b>

## Note 8. Right-of-use assets

	2020 \$	2019 \$
<i>Non-current assets</i>		
Land and buildings - right-of-use	46,446	-
Less: Accumulated depreciation	(12,386)	-
	<b>34,060</b>	<b>-</b>

## Note 9. Property, plant and equipment

	2020 \$	2019 \$
<i>Non-current</i>		
Plant and equipment - at cost	19,499	19,499
Less: Accumulated depreciation	(14,257)	13,411
	<b>5,242</b>	<b>6,088</b>
 Motor vehicles - at cost	<b>32,670</b>	9,864
Less: Accumulated depreciation	-11,969	-8,089
	<b>20,701</b>	<b>1,775</b>
 Computer - at cost	<b>20,978</b>	20,978
Less: Accumulated depreciation	(16,635)	(13,457)
	<b>4,343</b>	<b>7,521</b>
	<b>30,286</b>	<b>15,384</b>

### Reconciliations

Reconciliations of the written down values at the beginning and end of the current financial year are set out below:

	Plant and equipment \$	Motor vehicles \$	Computer \$	Total \$
Balance at 1 July 2019	<b>6,088</b>	1,775	7521	15384
Additions	-	22,806	-	22806
Depreciation expense	<b>(846)</b>	(3,880)	-3178	-7904
Balance at 30 June 2020	<b>5,242</b>	20,701	4343	30286

### Note 10. Other creditors

	2020 \$	2019 \$
<i>Current</i>		
PAYG withholding	<b>5,350</b>	4,451
Other	<b>63,634</b>	7,194
	<b>68,984</b>	11,645

### Note 11. Lease liabilities

	2020 \$	2019 \$
<i>Current liabilities</i>		
Lease liability	<b>12,166</b>	-
<i>Non-current liabilities</i>		
Lease liability	<b>22,649</b>	-



## Note 12. Employee benefits

	2020	2019
	\$	\$
<i>Current</i>		
Annual leave	17,345	12,795
Long service leave	23,542	18,996

## Note 13. Unearned revenue

	2020	2019
	\$	\$
<i>Current</i>		
Deferred revenue	51,602	-

## Note 14. Notes to statement of cash flows

### Reconciliation of cash

For the purpose of the statement of cash flows, cash includes cash at bank and held on deposit, at the end of the financial year as shown in the Statement of cash flows and the balance sheet as follows:

	2020	2019
	\$	\$
Cash at bank	710,995	463,923
Fixed interest securities	780,531	714,241
	1,491,526	1,178,164

## Note 15. Events after the reporting period

The impact of the Coronavirus (COVID-19) pandemic is ongoing and it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

No other matter or circumstance has arisen since 30 June 2020 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

## Note 16. Related party transactions

### *Key management personnel compensation*

Key management personnel compensation for the financial year ended 30 June 2020 is set out below. Of the key management personnel, Mahboba Rawi was a member of the Management Committee during the year and received remuneration for her role as Fundraising Manager for Afghanistan Projects. Other key personnel included were Sadiq Rawi (CEO) and the financial controller.

	2020	2019
	\$	\$
Short-term benefits	121,522	106,582

In 2020, expenditure payments for Mahboba Rawi amount to a total of \$4,175. These consist of expenditure reimbursements for costs incurred in running the organisation.

## Note 17. Contingencies and commitments

In the opinion of the committee of management, the association did not have any contingencies at 30 June 2020 (30 June 2019: None).

## Note 18. Charitable fundraising disclosure

During the year, the entity received gross income from fundraising activities of \$322,353 (2019: \$373,970). The total costs incurred in respect of fundraising were \$51,417 (2018: \$82,945).

	2020	2019
	\$	\$
Fundraising income	<b>322,353</b>	373,970
Staff costs	<b>(49,192)</b>	(80,672)
Costs of fundraising	<b>(2,225)</b>	(2,273)
	<b>270,936</b>	291,025

	2020	2020	2019
	\$	%	\$
Total cost of fundraising	<b>51,417</b>	-	82,945
Gross income from fundraising	<b>32,353</b>	<b>16.00%</b>	373,970
Net surplus from fundraising	<b>27,935</b>	-	291,025
Gross income from fundraising	<b>322,353</b>	<b>84.00%</b>	373,970
Total cost of services provided	<b>2,225</b>	-	2,273
Total expenditure	<b>5,147</b>	<b>4.30%</b>	82,945
Total cost of services provided	<b>2,225</b>	-	2,273
Gross income from fundraising	<b>322,353</b>	<b>0.70%</b>	373,970

**ACFID Formatted Income Statement for the year ended 30 June 2020**  
**(Statement of Profit or Loss and Other Comprehensive Income)**

	2020 \$	2019 \$
<b>REVENUE</b>		
Donations & Gifts		
Monetary	1,152,803	963,528
Non Monetary	-	-
Bequests & Legacies	-	750
Grants		
Department of Foreign Affairs and Trade	-	-
Other Australian	30,278	30,042
Other Overseas	-	-
Investment Income	12,871	16,697
Other income	32,776	5,475
Revenue for Welfare Programs	86,914	70,310
<b>TOTAL REVENUE</b>	<b>1,315,642</b>	<b>1,086,802</b>
<b>EXPENDITURE</b>		
International Aid and Development Programs Expenditure		
International programs		
Funds to international programs - development	640,724	590,892
Program support costs	110,220	99,650
Community education	8,512	3,992
Fundraising costs		
Public	96,279	120,369
Government, multilateral and private	480	8,040
Accountability and Administration	70,494	61,871
<b>Total International Aid and Development Programs Expenditure</b>	<b>926,708</b>	<b>884,815</b>
Domestic Programs Expenditure	40,605	64,611
Expenditure for Welfare Programs	89,748	62,041
<b>TOTAL EXPENDITURE</b>	<b>1,057,061</b>	<b>1,011,466</b>
<b>EXCESS OF REVENUE OVER EXPENDITURE</b>	<b>258,581</b>	<b>75,336</b>

**Note:** During the financial year, the association had no transactions in the Political or Religious Adherence Promotion Programs category.



**ACFID Formatted Balance Sheet**  
**(Statement of Financial Position)**

	2020 \$	2019 \$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and cash equivalents	1,491,526	1,178,165
Trade and other receivables	77,622	28,513
<b>Total Current Assets</b>	<b>1,569,148</b>	<b>1,206,678</b>
<b>Non Current Assets</b>		
Property, plant and equipment	64,346	15,384
<b>Total Non Current Assets</b>	<b>64,346</b>	<b>15,384</b>
<b>TOTAL ASSETS</b>	<b>1,633,494</b>	<b>1,222,062</b>
<b>LIABILITIES</b>		
Trade and other payables	5,899	3,398
Current tax liabilities	12,844	4,001
Other financial liabilities	104,267	-
Provisions	40,887	31,791
Other	9,740	4,247
<b>Total Current Liabilities</b>	<b>173,639</b>	<b>43,436</b>
<b>Non Current Liabilities</b>		
Other financial liabilities	22,649	-
<b>Total Non Current Liabilities</b>	<b>22,649</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>	<b>196,288</b>	<b>43,436</b>
<b>NET ASSETS</b>	<b>1,437,206</b>	<b>1,178,626</b>
<b>EQUITY</b>		
Reserves	-	-
Retained Earnings	1,437,206	1,178,626
<b>TOTAL EQUITY</b>	<b>1,437,206</b>	<b>1,178,626</b>

**(ACFID Statement of Changes in Equity)**

	Retained Surplus \$	Reserves \$	Total \$
<b>Balance at 1 July 2019</b>	<b>1,178,625</b>	-	<b>1,178,625</b>
Adjustments or changes in equity due to, for example,			
adoptions of new accounting standards	-	-	-
Items of other comprehensive income	-	-	-
Excess of revenue over expenses	<b>258,581</b>	-	<b>258,581</b>
Other amounts transferred (to) or from reserves	-	-	-
<b>Balance at 30 June 2020</b>	<b>1,437,206</b>	-	<b>1,437,206</b>

## INDEPENDENT AUDITOR'S REPORT

### To the members of Mahboba's Promise Incorporated

We have audited the summarized Australian Council for International Development (ACFID) Code of Conduct Summary Financial Report of Mahboba's Promise Incorporated on pages 23 to 25 of the Financial Statements for the year ended 30 June 2020 in accordance with the Australian Auditing Standards.

### Opinion

In our opinion, the information reported in the ACFID summarised financial report is consistent with the annual statutory financial report from which it is derived and upon which we expressed our audit opinion in our report to the members. For a better understanding of the scope of our audit this report should be read in conjunction with our audit report on the annual statutory financial report.

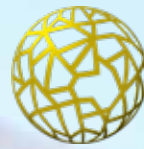
### Nexia Sydney Audit Pty Ltd



**Stephen Fisher**  
Director

Dated: November 2020  
Sydney

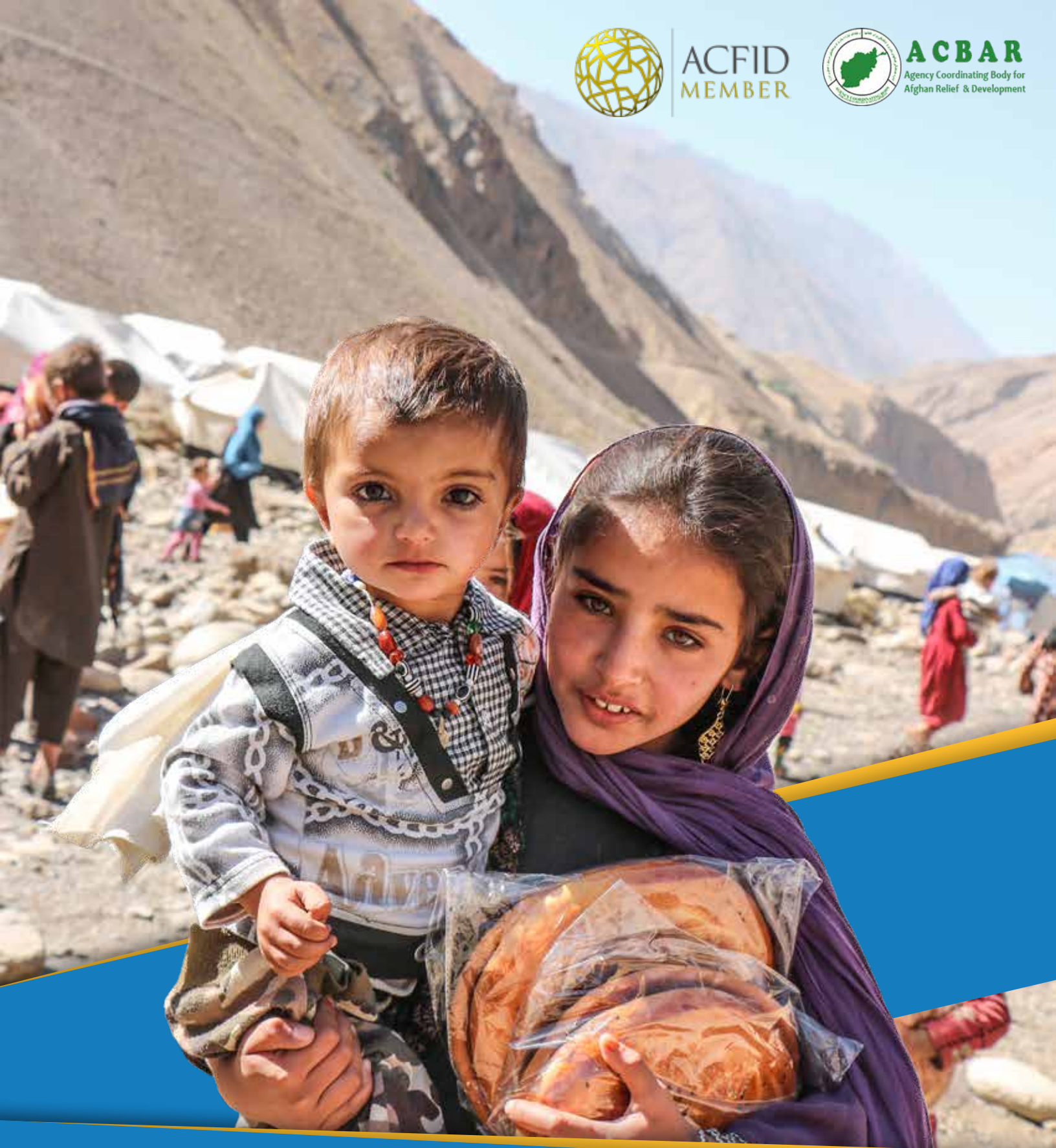




ACFID  
MEMBER



**ACBAR**  
Agency Coordinating Body for  
Afghan Relief & Development



#### **MAHBoba'S PROMISE INC AUSTRALIA**

PO Box 6234, North Ryde NSW 2113

Telephone: +61 2 9887 1665

ABN 85 254 682 685 ABRN 135 823 880

Email: [office@mahbobaspromise.org](mailto:office@mahbobaspromise.org)

Web: [www.mahbobaspromise.org](http://www.mahbobaspromise.org)

#### **AFGHAN NGO STATUS**

Our implementing partner in Afghanistan

Mahboba's Promise NGO is an observer

member of the Agency Coordinating Body for

Afghan Relief (ACBAR)