

Mission Without Borders (Australia) Limited
ABN 38 000 827 798
(A Company not for gain Limited by Guarantee)

Financial report
For the year ended
31 December 2023

Mission Without Borders (Australia) Limited

Directors' report

Your directors present their report on the company for the year ended 31 December 2023.

Directors

The following persons were directors of the company during the whole of the financial year and up to the date of this report unless otherwise stated:

F V Whimpey
M Thomas
A Janssen
S Young
D Hopkins (appointed 9 May 2023)
K McCarron (appointed 9 May 2023) / (resigned 6 February 2024)

Principal activities

During the year the principal continuing activity of the company was to raise funds, obtain goods and remit net funds exclusively and in total for the international program and services of Mission Without Borders International (MWBI).

The task of the company in Australia is to provide education and information services to inform the public of conditions in countries where MWBI works and to inspire people to support the work of MWBI.

Long and short term objectives

Mission Without Borders works with poor and marginalised people in Eastern Europe, bringing material, emotional, educational and spiritual support. By enabling and encouraging people to lift themselves out of poverty, we helped individuals and families to become self-sufficient in providing for their daily and long-term needs.

We raise funds to enable child and family sponsorship programs, soup kitchens, furthering education, care for families in crisis and individual projects that lead towards self-sufficiency. This work is carried out through local staff employed by registered charities in 6 countries, and volunteers connected with the charity or local churches.

One of the charities we support is in Ukraine, where people have been suffering under war conditions for 2 years. As well as our regular activities in that country, funds are sent to provide extra support for people in crisis and those who are displaced because of the war.

Strategic Planning

Rolling strategic planning for the organisation begins in August each year. The strategic plan is renewed annually and any proposed amendments to the plan are agreed with MWBI management and the Australian board.

A deeper 5 year plan is the foundation for these annual reviews and budget, enabling long-term objectives to be developed in cooperation with MWBI and the 6 beneficiary charities in Eastern Europe.

Monthly reports are received by the directors to compare actual results with the budget. Quarterly reports monitor the alignment between activities and strategy as well as compliance with ACNC standards.

Dividends

Under the constitution of the company and as a not for profit organisation, it is prohibited from paying dividends to members.

Review of operations

The total revenue amounted to \$1,590,124 (2022: \$1,820,481). The operating surplus was \$928,299 (2022: \$1,158,666).

Mission Without Borders (Australia) Limited

Directors' report (continued)

Significant changes in the state of affairs

No significant changes in the state of affairs of the company occurred during the financial year.

Matters subsequent to the end of the financial year

No matter or circumstance has arisen since 31 December 2023 that has significantly affected, or may significantly affect:

- (a) the operations of the company in future financial years, or
- (b) the results of those operations in future financial years, or
- (c) the state of affairs of the company in future financial years.

Likely developments

The directors expect sustained support for their fundraising activities.

Environmental regulation

The company is not subject to any significant environmental regulation.

Information on directors

M Thomas *Independent non-executive director.*

Experience and expertise

Independent non-executive director since May 2019.

Special responsibilities

Chairman of the Board from 30 May 2019 until October 2023.

F V Whimpey *Independent non-executive director.*

Experience and expertise

Independent non-executive director since July 2014.

Special responsibilities

Deputy Chair.

A Janssen *Independent non-executive director.*

Experience and expertise

Independent non-executive director since May 2018.

Special responsibilities

None.

S Young *Non-executive director.*

Experience and expertise

Non-executive director since May 2019.
International CEO of MWBI, FCA CAANZ.

Special responsibilities

None.

D Hopkins *Non-executive director.*

Experience and expertise

Non-executive director since May 2023.

Special responsibilities

Chairman of the Board since October 2023.

Mission Without Borders (Australia) Limited

Directors' report (continued)

K McCarron *Non-executive director.*

Experience and expertise

Non-executive director from May 2023 until February 2024.

Special responsibilities

None.

Company secretary

Mr D T Turner was appointed Secretary in 2016 and ceased on 14th July 2023.
Ms S Paterson was appointed Secretary on 26 March 2024.

Meetings of directors

The numbers of meetings of the company's board of directors held during the year ended 31 December 2023, and the numbers of meetings attended by each director were:

	Full meetings of directors	
	A	B
F V Whimpey	1	2
A Janssen	1	2
M Thomas	2	2
S Young	2	2
K McCarron	-	1
D Hopkins	1	1

A = Number of meetings attended

B = Number of meetings held during the time the director held office during the year

Insurance of officers

During the financial year, Mission Without Borders (Australia) Limited paid a premium to insure the directors of the company against a liability incurred in their role as directors of the company. The total amount of insurance contract premiums paid was \$1,734.

The company is incorporated under the *Corporations Act 2001* and is a company limited by guarantee. If the entity is wound up, the constitution states that each member is required to contribute a maximum of \$20 each towards meeting any outstanding obligations of the company. At the 31 December 2023, the total amount that members of the company are liable to contribute if the company is wound up is \$120 (2022: \$80).

A copy of the auditors' independence declaration as required under section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* is set out on page 4.

This report is made in accordance with a resolution of the directors.

Dr. David Hopkins
Dr. David Hopkins (Apr 25, 2024 20:47 GMT+10)

D Hopkins
Director

Sydney

Date: 25/04/24

Mrs. Fay Whimpey
Mrs. Fay Whimpey (Apr 25, 2024 15:13 GMT+10)

F V Whimpey
Director



THOMAS DAVIS & CO
CHARTERED ACCOUNTANTS
ESTABLISHED 1894

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mail@thomasdavis.com.au

Auditors' Independence Declaration

As lead auditor for the audit of Mission Without Borders (Australia) Limited for the year ended 31 December 2023, I declare that, to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the Australian Charities and Not-for-profits Act 2012 (ACNC Act) in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.

THOMAS DAVIS & CO.

J G Ryan Partner

Chartered Accountants

Sydney
25 April 2024

A member of



Independent legal & accounting firms

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Liability limited by a scheme approved under professional standards legislation



CHARTERED ACCOUNTANTS
AUSTRALIA • NEW ZEALAND

Mission Without Borders (Australia) Limited

Statement of profit or loss and other comprehensive income For the year ended 31 December 2023

	Notes	2023 \$	2022 \$
Revenue	2	1,590,124	1,820,481
Employee benefits expense		(423,711)	(452,606)
Amortisation expense		(34,253)	(34,253)
Depreciation expense	3	(4,684)	(5,444)
Interest and finance expenses		(1,878)	(3,718)
Other expenses from ordinary activities		<u>(197,299)</u>	<u>(165,794)</u>
Operating surplus	3	928,299	1,158,666
Fund transfers		(813,961)	(1,156,504)
Goods in kind transfers		<u>(1,928)</u>	<u>(2,275)</u>
		<u>(815,889)</u>	<u>(1,158,779)</u>
	3	112,410	(113)
Income tax expense	1(f)	-	-
Profit / (loss) for the year		<u>112,410</u>	<u>(113)</u>
Other comprehensive income		<u>-</u>	<u>-</u>
Total comprehensive income for the year		<u>112,410</u>	<u>(113)</u>
Total comprehensive income attributable to members of the entity		<u><u>112,410</u></u>	<u><u>(113)</u></u>

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

Mission Without Borders (Australia) Limited

**Statement of financial position
As at 31 December 2023**

	Notes	2023 \$	2022 \$
Current assets			
Cash and cash equivalents	4	159,269	78,909
Trade and other receivables	5	19,658	25,663
Other	6	8,500	8,500
Total current assets		<u>187,427</u>	<u>113,072</u>
Non-current assets			
Property, plant and equipment	7	10,187	13,974
Right-of-use asset	8	11,418	45,671
Total non-current assets		<u>21,605</u>	<u>59,645</u>
Total assets		<u>209,032</u>	<u>172,717</u>
Current liabilities			
Trade and other payables	9	39,609	57,098
Provisions	10	-	26,888
Lease liabilities	17	20,413	37,866
Total current liabilities		<u>60,022</u>	<u>121,852</u>
Non-current liabilities			
Provisions	11	6,148	-
Lease liabilities	17	-	20,413
Total current liabilities		<u>6,148</u>	<u>20,413</u>
Total liabilities		<u>66,170</u>	<u>142,265</u>
Net assets		<u>142,862</u>	<u>30,452</u>
Members' funds			
Retained profits	12	142,362	29,952
Restricted Funds	12	500	500
Total members' funds		<u>142,862</u>	<u>30,452</u>

The above statement of financial position should be read in conjunction with the accompanying notes.

Mission Without Borders (Australia) Limited

**Statement of changes in members' funds
For the year ended 31 December 2023**

	Notes	2023 \$	2022 \$
Total members' funds at the beginning of the financial year		<u>30,452</u>	<u>30,565</u>
Profit / (loss) for the year		112,410	(113)
Total other comprehensive income for the year		<u>-</u>	<u>-</u>
Total members' funds at the end of the financial year		<u>142,862</u>	<u>30,452</u>

The above statement of changes in members' funds should be read in conjunction with the accompanying notes.

Mission Without Borders (Australia) Limited

**Statement of cash flows
For the year ended 31 December 2023**

	Notes	2023 \$	2022 \$
Cash flows from operating activities			
Receipts from donations		1,586,088	1,818,081
Payments to suppliers and employees (inclusive of goods and services tax)		<u>(653,234)</u>	<u>(613,400)</u>
		932,854	1,204,681
Transfers to MWBI		<u>(813,961)</u>	<u>(1,156,504)</u>
Interest received		838	125
Finance charges		<u>(1,878)</u>	<u>(3,718)</u>
Other income		<u>1,270</u>	<u>-</u>
Net cash inflow / (outflow) from operating activities	21	<u>119,123</u>	<u>44,584</u>
Cash flows from investing activities			
Payments for plant and equipment		<u>(897)</u>	<u>(2,634)</u>
		<u>(897)</u>	<u>(2,634)</u>
Cash flows from financing activities			
Finance lease payments		<u>(37,866)</u>	<u>(36,026)</u>
Net cash (outflow) from financing activities		<u>(37,866)</u>	<u>(36,026)</u>
Net increase in cash and cash equivalents		80,360	5,924
Cash and cash equivalents at the beginning of the financial year		<u>78,909</u>	<u>72,985</u>
Cash and cash equivalents at the end of the financial year	4	<u>159,269</u>	<u>78,909</u>

The above statement of cash flows should be read in conjunction with the accompanying notes.

Mission Without Borders (Australia) Limited

Notes to the financial statements For the year ended 31 December 2023

Note 1 Summary of significant accounting policies

(a) Basis of preparation

Mission Without Borders (Australia) Limited has applied Australian Accounting Standards AASB 1060: General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities.

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards - Simplified Disclosures of the Australian Accounting Standards Board (AASB) and the Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act). The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

These financial statements, except for cash flow information, have been prepared on an accruals basis and are based on the historical cost convention.

The financial report was authorised for issue by the directors on 25 April 2024.

(b) Company details

Mission Without Borders (Australia) Limited is a company limited by guarantee, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Mission Without Borders (Australia) Limited
49/8 Avenue of Americas
Newington NSW 2127

Mission Without Borders (Australia) Limited

Notes to the financial statements For the year ended 31 December 2023 (continued)

Note 1 Summary of significant accounting policies (continued)

(c) Foreign currency translation

(i) Functional and presentation currency

Items included in the financial statements of each of the company's operations are measured using the currency of the primary economic environment in which it operates ('the functional currency'). The financial statements are presented in Australian dollars, which is the functional and presentation currency of the company.

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of comprehensive income.

(d) Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are net of taxes paid. Revenue is recognised for the major business activities as follows:

(i) Donations and legacies

When the company receives donations, it assesses whether the contract is enforceable and has sufficient specific performance obligations in accordance with AASB 15. When both these conditions are satisfied the company identifies each performance obligation relating to the grant, recognises a contract liability for these obligations and recognises revenue as it satisfies its performance obligations.

Where the contract is not enforceable or does not have sufficiently specific performance obligations the company either recognises the asset received in accordance with the requirements of other applicable accounting standards, recognises related amounts or recognises income immediately in profit and loss as the difference between the initial carrying amount of the asset and the related amount.

If a contract liability is recognised as a related amount above, the company recognises income in profit and loss when or as it satisfies its obligations under the contract.

Donations are normally recognised as revenue on receipt.

(ii) Interest

Interest is recognised when received.

(iii) Gifts in-kind

Donations of goods are recognised upon receipt of the goods and are recognised at fair value. These in-kind donations are then expensed at the same value when transferred overseas.

Mission Without Borders (Australia) Limited

Notes to the financial statements For the year ended 31 December 2023 (continued)

Note 1 Summary of significant accounting policies (continued)

(e) Leases

At inception of a contract, the company assesses if the contract contains or is a lease. If a lease is present, a right-of-use asset and a corresponding lease liability is recognised by the company where the entity is a lessee. These leases are measured at their net present values and include future lease payments under an option where that option is reasonably expected to be taken up. The leases are amortised on a straight-line basis over the term of the lease. However all contracts that are classified as short-term leases (less than 12 months) and leases of low value assets are recognised as operating expenses over the term of the lease.

(f) Income tax

No provision is made for income tax as the company is exempt from income tax pursuant to section 50-5, item 1.1 of the Income Tax Assessment Act 1997.

(g) Impairment of assets

Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the higher of the fair value of an asset less costs to sell and its value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash generating units).

(h) Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

(i) Receivables

Trade receivables are recognised at fair value. Debts which are known to be uncollectible are written off.

The application of AASB 9 requires the need to review the lifetime expected credit loss when assessing any provision for doubtful debts.

Mission Without Borders (Australia) Limited

Notes to the financial statements For the year ended 31 December 2023 (continued)

Note 1 Summary of significant accounting policies (continued)

(j) Fair value estimation

The fair value of financial assets and financial liabilities must be estimated for recognition and measurement or for disclosure purposes.

The nominal value less estimated credit adjustments of trade receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by totalling future contractual cash flows.

(k) Property, plant and equipment

Land and buildings are shown at cost less subsequent depreciation for buildings. All other property, plant and equipment is stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the carrying amount of the asset or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of comprehensive income during the financial period in which they are incurred.

Land is not depreciated. Depreciation on other assets is calculated using the straight line method to allocate their cost, net of their residual values, over their estimated useful lives, as follows:

Leasehold improvements	5 years
Furniture and fittings	5 years
Computer equipment	3 years
Motor vehicles	10 years

Residual values and useful lives of the assets are reviewed, and adjusted if appropriate, at each balance sheet date.

The carrying amount of an asset is written down immediately to its recoverable amount if its carrying amount is greater than its estimated recoverable amount (note 1 (g)).

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the statement of comprehensive income.

(l) Trade and other payables

These amounts represent liabilities for goods and services provided to the company prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

Mission Without Borders (Australia) Limited

Notes to the financial statements For the year ended 31 December 2023 (continued)

Note 1 Summary of significant accounting policies (continued)

(m) Borrowings

Borrowings are recognised at fair value, net of transaction costs incurred.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least 12 months after the statement of financial position date. Borrowing costs are expensed.

(n) Employee benefits

(i) Short-term employee benefits

Provision is made for the company's obligation for short-term employee benefits. Short-term employee benefits are benefits that are expected to be settled wholly before 12 months after the end of the reporting period. Short-term employee benefits are measured at the undiscounted amounts expected to be paid when the obligation is settled. The company's obligations for short-term benefits constitute annual leave which is recognised as part of current trade and other payables in the statement of financial position and are expected to be paid within the next 12 months.

The company classifies employees' long service leave as short-term benefits when these entitlements have vested based on length of service. The amounts are measured at the undiscounted amounts expected to be paid if the obligation was settled at balance date and are shown as current provisions in the statement of financial position.

(ii) Other long-term employee benefits

The company classifies employees' long service leave as other long-term benefits when these entitlements have not yet vested in relation to those employees who have not yet completed the required period of service. These benefits are shown as non-current liabilities in the statement of financial position.

The amount expected to be paid to employees for their pro-rata entitlement to long service leave has been measured at the present value of expected future payments to be made to employees. This incorporates anticipated future wage levels, duration of service and historical information in regarding probability of leave being taken.

(iii) Retirement benefit obligations

The company pays the fixed superannuation guarantee contribution (currently 10.0% of the employee's ordinary earnings) to the employee's superannuation fund of choice. All contributions paid by the company on behalf of employees are recognised as an expense when they become payable. All obligations for unpaid superannuation contributions are measured at the (undiscounted) amounts expected to be paid when the obligation is settled and are shown as current liabilities in the statement of financial position.

Mission Without Borders (Australia) Limited

Notes to the financial statements For the year ended 31 December 2023 (continued)

Note 1 Summary of significant accounting policies (continued)

(o) Financial instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the entity becomes party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the company commits itself either purchase or sell the asset (trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transaction costs except where the instrument is classified "at fair value through profit or loss", in which case transaction costs are expensed to profit or loss immediately.

Trade receivables are initially measured at transaction price if the trade receivables do not contain significant financing components.

Classification and subsequent measurement

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest method, or cost. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as the amount at which the financial asset or financial liability is measured at initial recognition less principal repayments and any reduction for impairment, and adjusted for any cumulative amortisation of the difference between the initial amount and the maturity amount calculated using the the effective interest method.

The effective interest method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying amount with a consequential recognition of an income or expense item in profit or loss.

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

Mission Without Borders (Australia) Limited

Notes to the financial statements For the year ended 31 December 2023 (continued)

Note 1 Summary of significant accounting policies (continued)

(o) Financial instruments (continued)

Impairment

As per AASB 9 an expected credit loss model is applied, and not an incurred credit loss model as per the previous applicable standard (AASB 139). To reflect changes in credit risk, this expected credit loss model requires the company to account for expected credit losses since initial recognition.

AASB 9 also determines that a loss allowance for expected credit loss be recognised on debt investments subsequently measured at amortised cost or at fair value through other comprehensive income, lease receivables, contract assets, loan commitments and financial guarantee contracts as the impairment provision would apply to them.

If the credit risk on a financial instrument did not show significant change since initial recognition, an expected credit loss amount equal to the 12 month expected credit loss is used. However, a loss allowance is recognised at an amount equal to the lifetime expected credit loss if the credit risk on that financial instrument has increased significantly since initial recognition, or if the instrument is an acquired credit-impaired financial asset.

The company has adopted the simple approach under AASB 9 in relation to trade receivables, as the loss allowance is measured at the lifetime expected credit loss.

Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expire or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability, which is extinguished or transferred to another party, and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

(p) 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 Tax 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 statement of financial position.

Cash flows are presented on the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows included in receipts from customers or payments to suppliers.

Mission Without Borders (Australia) Limited

**Notes to the financial statements
For the year ended 31 December 2023 (continued)**

Note 1 Summary of significant accounting policies (continued)

(q) Provisions

Provisions are recognised when the company 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 recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(r) Comparative figures

Where required by Accounting Standards, comparative figures have been adjusted to conform with changes in presentation of the current year.

(s) Critical accounting estimates and judgements

The directors evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and based on current trends and economic data, obtained both externally and internally within the company.

(t) New and Amended Accounting Policies

The company has assessed all new and amended standards for the year. None have had any material impact on the financial statements.

Mission Without Borders (Australia) Limited

**Notes to the financial statements
For the year ended 31 December 2023 (continued)**

	2023	2022
	\$	\$
Note 2 Revenue		
From continuing operations		
Donations	1,588,016	1,820,356
Interest	838	125
Other Income	1,270	-
	1,590,124	1,820,481
 Note 3 Expenses		
Profit / (loss) before income tax includes the following specific expenses:		
<i>Depreciation</i>		
Furniture and fittings	157	73
Computer equipment	1,491	1,870
Leasehold improvements	3,036	3,501
Total depreciation	4,684	5,444
<i>Amortisation</i>		
Right-of-use assets	34,253	34,253
<i>Finance costs - net</i>		
Interest and finance charges paid / payable	1,878	3,718
<i>Defined contribution superannuation expense</i>	47,051	51,336

Mission Without Borders (Australia) Limited

Notes to the financial statements For the year ended 31 December 2023 (continued)

	2023	2022
	\$	\$
Note 4 Current assets - Cash and cash equivalents		
Cash at bank and on hand	109,269	28,909
Cash on deposit	<u>50,000</u>	<u>50,000</u>
	<u>159,269</u>	<u>78,909</u>

(a) Reconciliation to cash at the end of the year

The above figures are reconciled to cash at the end of the financial year as shown in the statement of cash flows.

(b) Cash at bank and on hand

Cash at bank is bearing floating interest rate of 0% (2022 - 0%). Cash on hand is non-interest bearing.

(c) Cash on deposit

The deposits are bearing fixed interest rates of 4.10% and 4.85% - (2022: 0.25% and 3.10%). The deposits have maturities of 12 months or less.

Note 5 Current assets - Trade and other receivables

Other receivable	5,599	6,752
Prepayments	<u>14,059</u>	<u>18,911</u>
	<u>19,658</u>	<u>25,663</u>
	2023	2022
	\$	\$

Note 6 Current assets - Other

Deposits	<u>8,500</u>	<u>8,500</u>
	<u>8,500</u>	<u>8,500</u>

Mission Without Borders (Australia) Limited

**Notes to the financial statements
For the year ended 31 December 2023 (continued)**

Note 7 Non-current assets - Property, plant and equipment

	Leasehold improve- ments	Furniture and fittings	Computer equip- ment	Total
	\$	\$	\$	\$
Year ended 31 December 2023				
Opening net book amount	10,879	193	2,902	13,974
Additions	-	897	-	897
Disposals	-	-	-	-
Depreciation charge	(3,036)	(157)	(1,491)	(4,684)
Closing net book amount	<u>7,843</u>	<u>933</u>	<u>1,411</u>	<u>10,187</u>
As at 31 December 2023				
Cost	17,503	10,307	15,682	43,492
Accumulated depreciation / amortisation	(9,660)	(9,374)	(14,271)	(33,305)
Net carrying amount	<u>7,843</u>	<u>933</u>	<u>1,411</u>	<u>10,187</u>

Note 8 Right-of-use asset

The company's lease relates to leased premises which is recognised under AASB 16 in the statement of financial position.

	2023 \$	2022 \$
Opening net book	45,671	79,924
Additions	-	-
Depreciation charge	(34,253)	(34,253)
Closing net book	<u>11,418</u>	<u>45,671</u>
Leased building	102,759	102,759
Accumulated depreciation / amortisation	(91,341)	(57,088)
Net carrying amount	<u>11,418</u>	<u>45,671</u>

Mission Without Borders (Australia) Limited

**Notes to the financial statements
For the year ended 31 December 2023 (continued)**

	2023	2022
	\$	\$
Note 9 Current liabilities - Trade and other payables		
Annual leave	14,292	33,199
Trade payables	13,057	12,537
Other payables	12,260	11,362
	<u>39,609</u>	<u>57,098</u>
Note 10 Current liabilities - Provisions		
Employee entitlements (long service leave)	<u>-</u>	<u>26,888</u>
	<u>-</u>	<u>26,888</u>
Note 11 Non-current liabilities - Provisions		
Employee entitlements (long service leave)	<u>6,148</u>	<u>-</u>
	<u>6,148</u>	<u>-</u>
Analysis of provision:		
Opening balance 1 January 2023	26,888	20,251
Additional provision raised during the year	2,021	6,637
Amounts used	<u>(22,761)</u>	<u>-</u>
Balance 31 December 2023	<u>6,148</u>	<u>26,888</u>
Note 12 Retained profits		
Movements in retained profits were as follows:		
Balance as at the beginning of the financial year	29,952	30,065
Net profit / (loss) for the year	112,410	(113)
Transfer (to) / from Restricted funds	<u>-</u>	<u>-</u>
Balance as at the end of the financial year	<u>142,362</u>	<u>29,952</u>
Note 13 Restricted funds		
Balance as at the beginning of the financial year	500	500
Transfer (to) / from Retained earnings	<u>-</u>	<u>-</u>
Balance as at the end of the financial year	<u>500</u>	<u>500</u>

Mission Without Borders (Australia) Limited

Notes to the financial statements For the year ended 31 December 2023 (continued)

Note 14 Limited liability

In the event of the company being wound up, the liability of each member (during the time he or she is a member and within one year afterwards) is limited to twenty dollars.

The number of members at the reporting date was 6 (2022: 4).

2023	2022
\$	\$

Note 15 Remuneration of auditors

During the year the following fees were paid or payable for services provided by the auditor of the company:

Assurance services

Audit services

Audit and review of financial reports and other audit work under the *Corporations Act 2001*

6,900	6,500
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Note 16 Contingent liabilities

There were no contingent liabilities as at the end of the financial year.

Note 17 Commitments

Lease commitments: Company as lessee

Commitments in relation to leases contracted for at the reporting date and recognised as liabilities, payable:

Within one year	20,413	37,866
Later than one year but not later than five years	-	20,413
Later than five years	-	-
	<u>20,413</u>	<u>58,279</u>

Representing:

Non-cancellable leases	<u>20,413</u>	<u>58,279</u>
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The lease under AASB 16: Leases is capitalised. The accounting treatment and assumptions used in regards to recognition and measurement are described in Note 1(e).

The company currently leases office premises under a non-cancellable lease expiring in May 2024. Rent is payable monthly in advance. The company also entered into a 5 year lease of Telephone Equipment.

Mission Without Borders (Australia) Limited

**Notes to the financial statements
For the year ended 31 December 2023 (continued)**

Note 18 Related party transactions

(a) Directors

The names of persons who were directors of the company at any time during the financial year are as follows: F V Whimpey, A Janssen M Thomas, S Young, K McCarron and D Hopkins.

The company is controlled by the Board of Directors. The Board has agreed to exclusively fund the programs and services of MWBI.

(b) Key management and personnel compensation

Any person having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity is considered key management personnel. None of the directors of the company receive any remuneration for their role as directors.

The totals of remuneration paid to key management personnel of the company during the year are as follows;

	2023	2022
	\$	\$
Key management personnel compensation	<u>150,830</u>	<u>123,861</u>

Note 19 Associated parties

The company is bound by an agreement with MWBI, a non-profit religious corporation, incorporated in the United States of America.

All funds received net of local expenditure are remitted to MWBI, as agreed for use in its programs among the poor in Eastern Europe.

	2023	2022
	\$	\$
Transfers to MWBI	<u>815,889</u>	<u>1,158,779</u>

Note 20 Events occurring after the balance sheet date

To the best of our knowledge there are no events occurring after balance sheet date that require reporting or adjustment.

Mission Without Borders (Australia) Limited

**Notes to the financial statements
For the year ended 31 December 2023 (continued)**

Note 21 Reconciliation of profit / (loss) after income tax to net cash inflow / (outflows) from operating activities

	2023	2022
	\$	\$
Profit / (loss) for the year	112,410	(113)
Amortisation	34,253	34,253
Depreciation	4,684	5,444
Change in operating assets and liabilities		
(Increase) / decrease in receivables and prepayments	6,005	(5,220)
Increase / (decrease) in trade and other payables	(17,489)	3,583
Increase / (decrease) in provisions	(20,740)	6,637
Net cash inflow / (outflow) from operating activities	<u>119,123</u>	<u>44,584</u>

Note 22 Financial risk management

The company's financial instruments consist mainly of deposits with banks, accounts receivable and payable.

The carrying amounts for each category of financial instruments, measured in accordance with AASB 9 as detailed in the accounting policies to these financial statements, are as follows:

	Notes	2023	2022
		\$	\$
Financial assets			
Cash and cash equivalents	4	159,269	78,909
Trade and other receivables	5	<u>5,599</u>	<u>6,752</u>
Total financial assets		<u>164,868</u>	<u>85,661</u>
Financial liabilities			
Trade and other payables	6	39,609	57,098
Lease liabilities		<u>20,413</u>	<u>58,279</u>
Total financial liabilities		<u>60,022</u>	<u>115,377</u>

Mission Without Borders (Australia) Limited

Directors' declaration

In the directors' opinion:

- (a) the financial statements and notes set out on pages 5 to 23 are in accordance with the Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act), and:
 - (i) comply with Australian Accounting Standards - Simplified Disclosures; and
 - (ii) give a true and fair view of the company's financial position as at 31 December 2023 and of its performance for the financial year ended on that date; and
- (b) there are reasonable grounds to believe that the company 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 board of directors and is signed in accordance with subsection 60.15(2) of the Australian Charities and Not-for-profits Commission Regulation 2022.

Dr. David Hopkins
Dr. David Hopkins (Apr 25, 2024 20:47 GMT+10)

D Hopkins
Director

Sydney

Date: 25/04/24

Mrs. Fay Whimpey
Mrs. Fay Whimpey (Apr 25, 2024 15:13 GMT+10)

F V Whimpey
Director



THOMAS DAVIS & CO
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Independent Auditor's Report to the Members of
Mission Without Borders (Australia) Limited

Opinion

We have audited the financial report of Mission Without Borders (Australia) Limited, which comprises the statement of financial position as at 31 December 2023, the statement of profit or loss and other comprehensive income, statement of changes in members' fund's and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the directors declaration.

In our opinion, the financial report of Mission Without Borders (Australia) Limited has been prepared in accordance with Division 60 of the Australian Charities and Not-for-profits Commission Act 2012, including:

- (a) giving a true and fair view of the Company's financial position as at 31 December, 2023 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards - AASB 1060: General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities and the Australian Charities and Not-for-profits Commission Regulation 2022.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. 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 company in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the

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

Information Other than the Financial Report and Auditor's Report Thereon

The directors are responsible for the other information. The other information comprises the information included in the company annual report for the year ended 31 December 2023, but does not include the financial report and our auditor's report thereon. Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Australian Charities and Not-for-profits Commission Act 2012 and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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

A member of



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CHARTERED ACCOUNTANTS
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Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is 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 Australian Auditing Standards 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 Australian Auditing Standards, 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 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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company'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 company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors 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.



THOMAS DAVIS & CO.



J.G.RYAN PARTNER

Chartered Accountants

SYDNEY,
25 April 2024

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