

# **INTERNATIONAL NEEDS HUMANITARIAN AID TRUST**

## **FINANCIAL REPORT for the year ended 31 December 2022**

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# INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

## DIRECTORY

<b><u>BOARD OF TRUSTEES</u></b>	Warne, Geoffrey (Secretary) Taylor, Malcolm J Kear, Robert Peter Sara Gibbons, Daniel J (Treasurer) Markley, Sarah L Hughes, David G (Chair) Tanielu, Rabena A	Auckland Auckland Tauranga Dunedin Queenstown Wellington Auckland Auckland
<b><u>LOCATION</u></b>	98 Birch Avenue Judea Tauranga, New Zealand	
<b><u>AUDITORS</u></b>	William Buck Audit (NZ) Ltd Tauranga	
<b><u>SOLICITORS</u></b>	Kear Standen Tauranga	
<b><u>BANKERS</u></b>	Bank of New Zealand Cameron Road, Tauranga	

## International Needs Humanitarian Aid Trust

Independent auditor's report to the Trustees

### Report on the Financial Report

#### Opinion

We have audited the financial report of International Needs Humanitarian Aid Trust (the entity), which comprises the statement of financial position as at 31 December 2022, the entity information, statement of service performance, statement of comprehensive revenue and expense, schedule of expenses, statement of changes in net assets and the cash flow statement for the year then ended, and notes to the financial report, including a summary of significant accounting policies.

In our opinion:

- a. the reported outcomes and outputs, and quantification of the outputs to the extent practicable, in the statement of service performance are suitable.
- b. the accompanying financial report gives a true and fair view of:
  - the entity information for the year then ended
  - the service performance for the year then ended
  - the financial position of International Humanitarian Aid Trust as at 31 December 2022 and of its financial performance, and cash flows for the year then ended

in accordance with Public Benefit Entity Standards issued by the New Zealand Accounting Standards Board.

#### Basis for Opinion

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

Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the financial report section of our report. We are independent of the entity in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards) (New Zealand)* issued by the New Zealand Auditing and Assurance Standards Board and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

## Other Matter

The statement of service performance for the period ended 31 December 2021 was not audited. Our opinion is not modified in respect of this matter.

## Responsibilities of the Trustees

The Trustees are responsible on behalf of the entity for:

- a. Identifying outcomes and outputs, and quantifying the outputs to the extent practicable, that are relevant, reliable, comparable and understandable, to report in the statement of service performance.
- b. the preparation of a financial report on behalf of the entity that gives a true and fair view, which comprises:
  - the entity information
  - the statement of service performance
  - the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the financial report

in accordance with Public Benefit Entity Standards issued by the New Zealand Accounting Standards Board, and

- c. for such internal control as the Trustees determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

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

## Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report is as a whole free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (NZ) and ISAE (NZ) 3000 (Revised) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with ISAs (NZ) and ISAE (NZ) 3000 (Revised), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Obtain an understanding of the process applied by the entity to select what and how to report its service performance
- Evaluate whether the service performance criteria are suitable so as to result in service performance information that is in accordance with the applicable financial reporting framework.
- Conclude on the appropriateness of the use of the going concern basis of accounting by the Board and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the entity information, financial statements and service performance information, including the disclosures, and whether whether the entity information, financial statements and service performance information represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Trustees regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

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

## **Restriction on Distribution and Use**

This report is made solely to the entity's trustees, as a body. Our audit work has been undertaken so that we might state to the entity's 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 trustees as a body, for our audit work, for this report or for the opinions we have formed.



**William Buck Audit (NZ) Limited**

Tauranga  
24 April 2023

# INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

## STATEMENT OF COMPREHENSIVE REVENUE AND EXPENSES

for the year ended 31 December 2022

	Note	2022			2021		
		\$	\$	\$	\$	\$	\$
		Unrestricted Funds	Restricted Funds	Total Funds	Unrestricted Funds	Restricted Funds	Total Funds
<b>Revenue from Non-Exchange Transactions</b>							
Donations & Contributions	5		1,286,928	1,286,928	-	1,316,183	1,316,183
Management Fees on Donations		353,329		353,329	363,981	-	363,981
Movement in Restricted Funds	5		109,851	109,851	-	(252,398)	(252,398)
<b>Total Revenue</b>		<b>353,329</b>	<b>1,396,779</b>	<b>1,750,108</b>	<b>363,981</b>	<b>1,063,785</b>	<b>1,427,766</b>
<b>Operating Expenses</b>							
Professional Fees		353,329	-	353,329	363,981	-	363,981
Project Expenses	5	-	1,396,779	1,396,779	-	1,063,785	1,063,785
<b>Total Expenses</b>		<b>353,329</b>	<b>1,396,779</b>	<b>1,750,108</b>	<b>363,981</b>	<b>1,063,785</b>	<b>1,427,766</b>
<b>Net Surplus/(Deficit) For The Year</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Other Comprehensive Revenue and Expenses</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Comprehensive Revenue and Expenses</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>



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

# INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

## STATEMENT OF CHANGES IN NET ASSETS

for the year ended 31 December 2022

	Funds Introduced \$	Retained Surplus \$	Total Equity \$
Opening Balance at 1 January 2022	10	5,917	5,927
Surplus for the Year	-	-	-
Other Comprehensive Income	-	-	-
<b>Closing Equity at 31 December 2022</b>	<b>10</b>	<b>5,917</b>	<b>5,927</b>
Opening Balance at 1 January 2021	10	5,917	5,927
Surplus for the Year	-	-	-
Other Comprehensive Income	-	-	-
<b>Closing Equity at 31 December 2021</b>	<b>10</b>	<b>5,917</b>	<b>5,927</b>



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

# INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

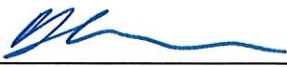
## STATEMENT OF FINANCIAL POSITION

as at 31 December 2022

	Notes	2022 \$	2021 \$
<b><u>CURRENT ASSETS</u></b>			
Accounts Receivable - INNZ		817,844	927,694
Petty Cash		-	-
		<u>817,844</u>	<u>927,694</u>
<b><u>CURRENT LIABILITIES</u></b>			
<i>Restricted Funds Held for Disbursement</i>			
Offshore Ministries: Child Assistance Projects	5	392,839	348,176
Other Projects	5	372,659	439,936
NZ Aid	5	46,419	133,655
		<u>811,917</u>	<u>921,767</u>
<b>TOTAL NET ASSETS</b>		<u>5,927</u>	<u>5,927</u>
<b><u>AS REPRESENTED BY</u></b>			
Total Equity		<u>5,927</u>	<u>5,927</u>

Signed for and on behalf of the Board of Trustees who authorised  
these financial statements for issue on 14 April 2023

  
\_\_\_\_\_  
Trustee

  
\_\_\_\_\_  
Trustee



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



# INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

## CASH FLOW STATEMENT

for the year ended 31 December 2022

	2022	2021
	\$	\$
Cash and Cash Equivalents at 1 January 2022	-	-
Cash and Cash Equivalents at 31 December 2022	-	-



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

# INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

## NOTES TO THE FINANCIAL REPORT

for the year ended 31 December 2022

### 1 REPORTING ENTITY

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

The financial report of the International Needs Humanitarian Aid Trust for the year ended 31 December 2022 were authorised for issue by the Board of Trustees on **14 April 2023**.

### 2 STATEMENT OF COMPLIANCE

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

The Board has elected to report in accordance with Tier 2 Not-For-Profit PBE Accounting Standards and in doing so has taken advantage of all applicable Reduced Disclosure Regime ("RDR") disclosure concessions. 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 2022.

### 4 SUMMARY OF ACCOUNTING POLICIES

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

#### **Basis of Measurement**

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

#### **Functional and Presentational Currency**

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



# INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

## NOTES TO THE FINANCIAL REPORT

for the year ended 31 December 2022

### 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

	2022	2021
	\$	\$
Opening Balance	921,767	669,369
Support Raised	1,286,928	1,316,183
Transfers In	-	-
Funds Distributed	(1,396,779)	(1,063,785)
<i>Net change in funds held for distribution</i>	- 109,851	252,398
Closing Balance	<u>811,916</u>	<u>921,767</u>

# INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

## NOTES TO THE FINANCIAL REPORT

for the year ended 31 December 2022

### 5 RESTRICTED FUNDS HELD FOR DISBURSEMENT (cont.)

<u>RESTRICTED FUNDS</u>	Cash available at beginning of year 1 Jan 2022	Support raised during year YTD Receipts	Funds disbursed during year YTD Payments	Inter-fund movements Transfers	Cash available at end of year 31 Dec 2022
<b>NZ Aid Projects</b>	133,655	43,620	130,856		46,419
<b>Child Assistance Projects</b>					
Bangladesh	62,429	112,286	100,679		74,036
Burkina Faso	312	1,901	1,696	2,000	2,517
DR Congo	544	4,584	3,547		1,581
Ghana	8,881	33,798	33,142		9,537
India	13,587	105,189	77,467		41,309
Kenya Ark Quest	11,577	21,144	24,606		8,115
Nepal	7480	48,160	35,901		19,739
Allahabad	1057	1,882	2,437		502
Philippines	93,418	185,201	165,772		112,847
Philippines Cappuccino Club	73,436	3,865	15,220		62,081
Uganda	34,212	159,104	155,151		38,165
Children in Crisis Fund	27,003	3,659	15,774		14,888
Children Christmas Gift	422	15,677	15,907		192
INCAP General Fund	13,595	1,490	6,112	(2,000)	6,973
Birthday gifts	224	-	224		-
Education fund	-	356	-		356
<b>Total Child Assistance Projects</b>	<b>348,176</b>	<b>698,296</b>	<b>653,634</b>	<b>-</b>	<b>392,839</b>
<b>Other Projects</b>					
Bangladesh	91,281	55,036	48,521		97,796
Bougainville	8,235	494	892		7,837
Burkina Faso	8,882	4,823	10,000		3,705
Cambodia	23,788	26,744	24,005		26,527
Czech Republic	-	3,800	3,800		-
Egypt	208	5,700	5,908		-
Fiji	53,993	18,577	47,951		24,619
Ghana	4,181	608	4,371		418
India	7,047	2,713	2,615		7,145
Kenya	-	43,942	44,750	808	-
Myanmar	1,588	745	-		2,333
Nepal	22,317	30,221	44,611		7,927
Allahabad	45,952	28,611	42,582		31,980
Philippines	3,217	669	3,436		450
Tonga	0	30,300	4,807		25,388
Turkey	449	502	600		351
Uganda	28,642	37,983	39,621		27,004
Vietnam	177	1,444	700		921
Development and Relief Fund	3,055	-	-		3,055
Undesignated Other	78,550	89,802	113,017	(808)	54,527
Undesignated: Crisis fund	20,883	6,156	20,251		6,788
Project Mother and Child	37,500	-	-		37,500
Ukraine Refugee Appeal	-	135,071	133,670		1,401
Sri Lanka Emergency Appeal	-	18,806	14,000		4,806
PNG Fire	-	2,265	2,180		85
<b>Total Other Projects</b>	<b>439,936</b>	<b>545,012</b>	<b>612,289</b>	<b>-</b>	<b>372,659</b>
<b>Total Restricted Funds</b>	<b>921,767</b>	<b>1,286,928</b>	<b>1,396,779</b>		<b>811,916</b>



# INTERNATIONAL NEEDS HUMANITARIAN AID TRUST

## NOTES TO THE FINANCIAL REPORT

for the year ended 31 December 2022

### 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.

	2022	2021
<b>Amounts paid</b>	\$	\$
Project Expenses	1,396,779	1,063,785
Professional fees paid to INNZ	353,329	363,981
<b>Amounts received</b>		
Donations and contributions	1,286,928	1,316,183
Management fee received from INNZ	353,329	363,981

Balance owed from International Needs New Zealand at 31 December 2022 is \$817,844 (2021: \$927,694)

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 (2021: \$Nil).

### 8 CONTINGENT ASSETS AND LIABILITIES

The trustees are not aware of any contingent assets or liabilities at balance date (2021 \$Nil).

### 9 EVENTS AFTER THE REPORTING DATE

The Board is not aware of any other matters or circumstances since the end of the reporting period, not otherwise dealt with in this financial report that have significantly or may significantly affect the operations of the Trust (2021 \$Nil).



2022  
INHAT Statement of Service Performance

**Our Vision:** Transform Lives and Change Communities

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

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

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

Objectives	Target for 2022	Actual achievement 2022	Achievement 2021
Monthly Director and information updates, including relevant stories of project impact. Target 12 monthly director updates.	12 updates sent	12 emails sent in 2022 <u>Achieved</u>	12 emails sent in 2021 <u>Achieved</u>
Supporter trips arranged and facilitated each year to help connect supporters with the work. Target 2 trips per year.	No trips planned due to restrictions	No trips undertaken due to restrictions	No trips undertaken due to restrictions
Supporter satisfaction on overseas trips – Target experience rating of good or very good	No trips planned due to restrictions	No trips undertaken due to restrictions	No trips undertaken due to restrictions



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

Objectives	Target for 2022	Actual achievement 2022	Achievement 2021
Reaching new audiences - social media and website used effectively to attract supporters to INHAT. Target minimum 2 promotional social media posts on at least 2 platforms per week.	104 media posts across 2 platforms	163 posts made  93 Facebook 69 Instagram  <u>Achieved</u>	79 posts made via Facebook  <u>Not achieved</u>
High quality and timely appeals presented to supporters and potential supporters. Target minimum of 4 appeals marketed per year.	4 high quality appeals sent per year	4 appeals sent to supporters  Uganda Water Lydia vocational training centre Fiji Solo mothers project World of Joy Christmas catalogue  <u>Achieved</u>	3 appeals sent to supporters Seeds of hope. Back to school. World Of Joy Christmas catalogue  <u>Not achieved</u>
Reporting on projects to supporters Target at least 26 project updates provided to regular supporters per year.	26 project updates provided	35 emails sent to regular supporters on project updates  <u>Achieved</u>	53 emails sent to regular supporters on project updates  <u>Achieved</u>
Increased traffic to website with conversion of visitors to making donations. Target at least 50 donations on website per year.	At least 50 donations on website per year	361 donations made via website  <u>Achieved</u>	352 donations made via website  <u>Achieved</u>



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

Objectives	Target for 2022	Actual achievement 2022	Achievement 2021
INHAT trustees satisfied with service delivery of INNZ. Target annual renewal of service contract.	Annual review of service contract with INNZ	Review completed and accepted <u>Achieved</u>	Review completed and accepted <u>Achieved</u>
Excellence in service delivery measured through adherence to CID manual and standards. Target CID accreditation maintained.	CID Accreditation maintained	Review completed and accreditation maintained <u>Achieved</u>	Review completed and accreditation maintained <u>Achieved</u>

