

**AUSTRALIAN INDIGENOUS MINISTRIES INCORPORATED**

ABN 84 634 479 790

**Financial Statements and Reports  
for the year ended 31st December 2013**

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**AUSTRALIAN INDIGENOUS MINISTRIES  
MANAGEMENT COMMITTEE STATEMENT  
FOR THE YEAR ENDED 31ST DECEMBER 2013**

The AIM Governing Council submit the financial report of Australian Indigenous Ministries Inc. for the year ended 31st December 2013

**Council Members**

The names of the Council members throughout the year and at the date of this report are:

Trevor Leggott	Peter Dart	Richard Davies
Steve Bignall	Robert Alley	Michael Maher
Neil Boots	Arthur Nicolson	John Keane
Jonathan Wright	Kayleen Manton (Resigned 12/11/13)	
Aspenisa Rabai	Cliff Letcher (Resigned 10/9/13)	
Bob Quinn		

**Principal Activities**

The principal activities of the association during the year were:

To facilitate the spreading of the Christian Gospel to Indigenous Australians through outreach, discipling and counselling.

**Significant Changes**

No significant change in the nature of these activities occurred during the year.

**Operating Result**

There was an operating deficit for the year of \$23,048 after allowing for depreciation of \$44,999 and loss on disposal of assets of \$20,464.

Signed in accordance with a resolution of the committee

.....  
Trevor Leggott

.....  
Stephen Bignal

Dated: .....day of May 2014

**AUSTRALIAN INDIGENOUS MINISTRIES**  
**INCOME STATEMENT**  
**FOR THE YEAR ENDED 31ST DECEMBER 2013**

	NOTE	2013 \$	2012 \$
Operating Revenues	2 (a)	<u>257,988</u>	<u>167,893</u>
Total Revenues		<b>257,988</b>	167,893
Less Expenses:			
Administration		90,613	81,780
Field Expenditure		148,350	88,597
General Expenditure		<u>42,073</u>	<u>34,283</u>
Earnings (Deficit) Before Non-Operating Income		\$ (23,048)	\$ (36,767)
Add Non-Operating Income	2 (b) 14	<u>-</u>	<u>135,763</u>
Operating Surplus for the Year		<u><b>\$ (23,048)</b></u>	<u><b>\$ 98,996</b></u>

These accounts are to be read in conjunction with the notes attached

**AUSTRALIAN INDIGENOUS MINISTRIES**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31ST DECEMBER 2013**

	NOTE	2013	2012
<b>CURRENT ASSETS</b>		\$	\$
Cash	3	93,431	71,477
Receivables	4	30,357	112,382
<b>TOTAL CURRENT ASSETS</b>		<u>123,788</u>	<u>183,859</u>
<b>NON CURRENT ASSETS</b>			
Investments	5	141,435	126,531
Property	6	4,114,739	4,127,239
Plant and Equipment	7	225,569	201,139
<b>TOTAL NON-CURRENT ASSETS</b>		<u>4,481,743</u>	<u>4,454,909</u>
<b>TOTAL ASSETS</b>		<u>4,605,531</u>	<u>4,638,768</u>
<b>CURRENT LIABILITIES</b>			
Payables	8	201,958	211,457
<b>TOTAL CURRENT LIABILITIES</b>		<u>201,958</u>	<u>211,457</u>
<b>TOTAL LIABILITIES</b>		<u>201,958</u>	<u>211,457</u>
<b>NET ASSETS</b>		<u>\$ 4,403,573</u>	<u>\$ 4,427,311</u>
<b>ACCUMULATED FUNDS AND RESERVES</b>			
Reserves	9	4,157,758	4,157,758
Accumulated Funds	10	245,815	269,553
<b>TOTAL ACCUMULATED FUNDS</b>		<u>\$ 4,403,573</u>	<u>\$ 4,427,311</u>

These accounts are to be read in conjunction with the notes attached

**AUSTRALIAN INDIGENOUS MINISTRIES INC**  
**STATEMENT OF CHANGES IN EQUITY**  
**AS AT 31ST DECEMBER 2013**

	<b>Accumulated Funds</b>	<b>Asset Revaluation Reserve</b>	<b>Capital Profits Reserve</b>	<b>Retirement Assistance Reserve</b>	<b>Total</b>
Balance at 1st January 2012	170,247	3,929,218	219,101	9,439	4,328,005
Prior Year Adjustment	310				310
Net Surplus (Deficit) for 2012	98,996	-	-	-	98,996
Balance at 31st December 2012	269,553	3,929,218	219,101	9,439	4,427,311
Prior Year Adjustment	(690)	-	-	-	(690)
Net Surplus (Deficit) for 2013	(23,048)	-	-	-	(23,048)
Balance at 31st December 2013	245,815	3,929,218	219,101	9,439	4,403,573

**AUSTRALIAN INDIGENOUS MINISTRIES**  
**NOTES TO AND FORMING PART OF THESE ACCOUNTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2013**

**STATEMENT OF CASH FLOWS**

<b>Cash Flow from Operating Activities</b>	<b>2013</b>	<b>2012</b>
	<b>\$</b>	<b>\$</b>
Donations & Legacies	155,649	79,095
Interest Received	6,802	4,308
General and other Income	77,562	78,801
Other Receipts (Non-Operating)	-	135,763
Field Expenditure	(148,350)	(88,597)
Administration and other expenses	<u>(63,587)</u>	<u>(67,664)</u>
<b>Net Cash Provided (Expended) by Operations</b>	<u><b>28,076</b></u>	<u><b>141,706</b></u>
<b>Cash Flow from (to) Investing Activities</b>		
(Purchase) Disposal of Vehicles & Equipment	(78,083)	(5,800)
Short Term Loan (Advance) Repayment	100,000	(100,000)
Transfers (to) from Cash Management Account	(14,904)	(6,531)
Increase (Decrease) in Unsecured Loans	<u>-</u>	<u>(19,498)</u>
<b>Net Cash Provided (Expended) by Investing Activities</b>	<u><b>7,013</b></u>	<u><b>(131,829)</b></u>
<b>Cash Flow from (to) Financing Activities</b>		
Increase (Reduction) in Designated Funds & Team Support	<u>(13,135)</u>	<u>3,882</u>
	(13,135)	3,882
<b>Net Increase/(Decrease) in cash held</b>	<b>21,954</b>	<b>13,759</b>
<b>Cash at beginning of the year</b>	<u><b>71,477</b></u>	<u><b>57,718</b></u>
<b>Cash at end of the year</b>	<u><u><b>93,431</b></u></u>	<u><u><b>71,477</b></u></u>

Note 3

**AUSTRALIAN INDIGENOUS MINISTRIES**  
**NOTES TO AND FORMING PART OF THESE ACCOUNTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2013**

**NOTE 1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements are a general purpose financial report that have been prepared in accordance with applicable accounting standards and other mandatory professional reporting requirements. The financial statements have also been prepared on the basis of historical costs and do not take into account changing money values except, where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

**Basis of Preparation**

The following is a summary of the significant accounting policies adopted by the Mission in the preparation of the accounts:-

**Property, Plant and Equipment**

Each class of property, plant and equipment is carried at cost or fair value, less where applicable, any accumulated depreciation and impairment losses.

**Property**

Freehold land and buildings are shown at their "deemed cost" being their fair value at the date of the introduction of AIFRS.

**Plant and equipment**

Plant and equipment are measured on the cost basis. The carrying amount of plant and equipment is reviewed annually by the directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets employment and subsequent disposal. Depreciation is calculated on a straight line basis at rates which take account of the remaining useful life of the assets. Items of property, plant & equipment are depreciated at the following rates:

Buildings	2.50%
Furniture, Plant & Equipment	20.00%
Motor Vehicles	15.00%

The assets residual and useful lives are reviewed and adjusted, if appropriate, at each balance sheet date. The assets carrying amount is written down immediately to its recoverable amount if the assets carrying amount is greater than its recoverable amount.

**Impairment**

At each reporting date the directors review the carrying value of tangible assets to determine whether there is an indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the assets fair value less costs to sell and value in use, is compared to the assets carrying value. Any excess of the assets carrying value over its recoverable amount is expensed to the income statement.

**Goods and services tax**

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST). Receivables and payables are stated with the amount of GST included. The net amount of GST payable or receivable is included as a current asset or liability in the balance sheet.

**Income Tax**

The income of the Mission is exempt from tax under Section 50-5 of the I.T.A.A. (1997)



**AUSTRALIAN INDIGENOUS MINISTRIES**  
**NOTES TO AND FORMING PART OF THESE ACCOUNTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2013**

**NOTE 2 OPERATING SURPLUS**

	2013	2012
	\$	\$
a) Operating Revenue		
Donations & Support	55,863	66,662
Legacies	99,786	12,433
Government Grants	27,600	46,273
Darwin Bible College Net Revenue	14,380	6,500
Interest & Rent Received	54,564	24,786
Other Income	5,795	11,239
	<u>257,988</u>	<u>167,893</u>
b) Non-Operating Income - Insurance Recovery	<u>0</u>	<u>135,763</u>
c) Charging as Expenses:		
Audit Fees	2,200	2,000
Depreciation	44,999	48,902

**NOTE 3 CASH**

Cash at Bank	93,431	71,277
Cash on Hand	-	200
	<u>93,431</u>	<u>71,477</u>

**NOTE 4 RECEIVABLES**

GST Receivable	12,484	4,764
Short Term Loan	-	100,000
Other Debtors	17,873	7,618
	<u>30,357</u>	<u>112,382</u>

**NOTE 5 INVESTMENTS**

Cash Management Account - Commonwealth Bank	<u>141,435</u>	<u>126,531</u>
	<u>141,435</u>	<u>126,531</u>

**AUSTRALIAN INDIGENOUS MINISTRIES**  
**NOTES TO AND FORMING PART OF THESE ACCOUNTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2013**

<b><u>NOTE 6</u></b>	<b><u>PROPERTY</u></b>	<b>2013</b>	<b>2012</b>
		<b>\$</b>	<b>\$</b>
	Land and Buildings at Fair Value	4,560,153	4,560,153
	Less Accumulated Depreciation - Buildings	<u>(445,414)</u>	<u>(432,914)</u>
	Total Property	<u><u>4,114,739</u></u>	<u><u>4,127,239</u></u>

Land & Buildings were revalued during the 2008 year by the Directors based on their estimated market values.

<b><u>NOTE 7</u></b>	<b><u>PLANT &amp; EQUIPMENT</u></b>		
	Furniture, Fittings & Equipment at cost	166,067	160,844
	Less Accumulated Depreciation	<u>(138,308)</u>	<u>(135,589)</u>
		27,759	25,255
	Motor Vehicles at Cost	334,608	322,088
	Less Accumulated Depreciation	<u>(136,798)</u>	<u>(146,204)</u>
		<u>197,810</u>	<u>175,884</u>
	Total Plant & Equipment	<u><u>225,569</u></u>	<u><u>201,139</u></u>

<b><u>NOTE 8</u></b>	<b><u>PAYABLES</u></b>		
	Current Loans from:		
	Australian Indigenous Ministries Pty Ltd	5	5
	Non-Interest Bearing Loans - Associates	<u>126,109</u>	<u>126,109</u>
		<u>126,114</u>	<u>126,114</u>
	Creditors & Accruals:		
	Sundry Creditors	3,636	-
	Team Support	27,595	29,051
	Designated Funds	<u>44,613</u>	<u>56,292</u>
		<u>75,844</u>	<u>85,343</u>
	Total Current Creditors & Borrowings	<u><u>201,958</u></u>	<u><u>211,457</u></u>

Designated funds are amounts received for special purposes which are not part of the normal operations of Australian Indigenous Ministries. These funds are passed on to the designated project or recipient.

**AUSTRALIAN INDIGENOUS MINISTRIES**  
**NOTES TO AND FORMING PART OF THESE ACCOUNTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2013**

	2013 \$	2012 \$
<b><u>NOTE 9 RESERVES</u></b>		
(a) Revaluation Reserve		
Opening Balance	3,929,218	3,929,218
Increment this year	-	-
Closing Balance	<u>3,929,218</u>	<u>3,929,218</u>
(b) Capital Profits Reserve		
Opening Balance	219,101	219,101
Transfer to Accumulated Funds	-	-
Closing Balance	<u>219,101</u>	<u>219,101</u>
(c) Retirement Assistance	<u>9,439</u>	<u>9,439</u>
Total Reserves	<u><u>4,157,758</u></u>	<u><u>4,157,758</u></u>
<b><u>NOTE 10 ACCUMULATED FUNDS</u></b>		
Funds at the Beginning of the Year	269,553	170,247
Prior Year Adjustment	(690)	310
Add Surplus / (Deficit) for the Year	<u>(23,048)</u>	<u>98,996</u>
Funds at the end of the Year	<u><u>245,815</u></u>	<u><u>269,553</u></u>

**NOTE 11 SEGMENT OF OPERATIONS**

Australian Indigenous Ministries is a Protestant Christian organisation operating in the Aboriginal communities of Northern Territory, Queensland and New South Wales. It has established ministries through local churches, townships and country areas.

**NOTE 12 RELATED PARTIES**

a) The Australian Indigenous Ministries Pty Limited acts as trustee of the Mission holding all real estate and personal property of AIM on trust for the work of AIM.

b) The names of the Directors who held office during the financial year are:

Trevor Leggott, Clifford Letcher, Stephen Bignal

No director has entered into a material contract with the company since the end of the previous year and there were no material contracts involving Director's interests subsisting at year end.

**AUSTRALIAN INDIGENOUS MINISTRIES**  
**NOTES TO AND FORMING PART OF THESE ACCOUNTS**  
**FOR THE YEAR ENDED 31ST DECEMBER 2013**

**NOTE 13 NOTES TO THE STATEMENT OF CASH FLOWS**

	2013	2012
	\$	\$
<b>(a) Reconciliation of Net Cash expended in operating activities to operating Surplus (Deficit)</b>		
Operating Surplus (Deficit)	(23,048)	98,996
Add:		
Depreciation	44,999	48,902
Loss on Disposal of Assets	20,464	-
Deduct:		
Decrease (Increase) in Receivables	(17,975)	(5,689)
Increase (Decrease) in Creditors	<u>3,636</u>	<u>(503)</u>
<b>Net Cash from operations</b>	<b><u>28,076</u></b>	<b><u>141,706</u></b>
<b>(b) Cash at the end of the year comprises:</b>		
Cash at Bank	93,431	71,277
Petty Cash and Floats	<u>-</u>	<u>200</u>
<b>Total Cash on Hand</b>	<b><u>93,431</u></b>	<b><u>71,477</u></b>

**NOTE 14 NON-OPERATING INCOME**

During the previous year an insurance claim relating to Cyclone damage at Palm Island resulted in a payout of \$135,763.

**AUSTRALIAN INDIGENOUS MINISTRIES****NOTE 14 DETAILED INCOME AND EXPENDITURE ACCOUNT****FOR THE YEAR ENDED 31 DECEMBER 2013**

	2013	2012
	\$	\$
<b>REVENUES</b>		
General Donations	55,863	66,662
Legacies Allocated to General Fund	99,786	12,433
Mission Awareness Tours	27,600	46,273
Darwin Bible College Net Income	14,380	6,500
Literature Sales	5,795	4,586
Insurance Recovery	0	135,763
Sundry Income	0	2,514
Interest Received	6,802	4,308
Subscriptions	0	4,139
Rent Received	47,762	20,478
<b>TOTAL INCOME</b>	<b>257,988</b>	<b>303,656</b>
<b>LESS: OPERATING EXPENSES</b>		
<b>Administration</b>		
Advertising	1,353	550
Accountancy and Audit	2,200	2,000
Bank Fees & Interest	1,747	1,117
Depreciation	44,999	48,902
Fees and Subscriptions	2,826	1,228
Insurance	0	210
Loss on Disposal of Assets	20,464	0
Meetings	76	200
Office Assistance & Expenses	790	14,874
Photocopier	5,055	5,335
Postage, Stationery, Consumables	3,819	3,383
Sundry	825	245
Telephone, Electricity & Internet	6,459	3,736
	<b>90,613</b>	<b>81,780</b>
<b>Field Expenditure</b>		
Accommodation & Rent	35,186	26,580
Postage, Stationery	0	164
Property Insurances	48,079	7,285
Electricity, Telephone, Postage	3,495	5,113
Field Expenses	9,854	0
Repairs & Maintenance, Rates	11,404	13,538
Travel	1,160	4,841
Mision Awareness Tours	25,891	22,272
Motor Vehicle Expenses	13,284	5,986
Sundry Expenses	(3)	2,818
	<b>148,350</b>	<b>88,597</b>
<b>General Expenses</b>		
Conferences	0	2,589
OKA Expenses	15,064	0
AIM Magazine Expenses	12,395	12,920
Motor Vehicle Expenses	9,949	11,725
Travel & Accommodation	4,665	7,049
	<b>42,073</b>	<b>34,283</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>281,036</b>	<b>204,660</b>
<b>OPERATING SURPLUS (DEFICIT)</b>	<b>(23,048)</b>	<b>98,996</b>

**AUSTRALIAN INDIGENOUS MINISTRIES PTY LIMITED**  
as trustee for  
**AUSTRALIAN INDIGENOUS MINISTRIES INC.**

**DIRECTORS DECLARATION OF THE TRUSTEE COMPANY**

In the opinion of the Directors of Australian Indigenous Ministries Pty Limited:

- 1 (a) the financial statements and notes are in accordance with the Corporations Act (2001), and
  - (b) comply with the Accounting Standards and the Corporations Regulations 2001, and
  - (c) give a true and fair view of the financial position as at 31st December 2013 and of the performance for the year ended on that date.
- 2 At the date of this statement, there are reasonable grounds to believe that the Mission will be able to pay its debts as and when they fall due;

This statement is made in accordance with the resolution of the Board of Directors of the trustee company and is signed for and on behalf of the directors by:

Director.....  
Trevor Leggott

Director.....  
Stephen Bignall

Dated this ..... day of May, 2014.

**Auditor's Independence Declaration  
Under Section 307c of the Corporations Act 2001**

**To the Directors of Australian Indigenous Ministries Pty Limited**

We declare that, to the best of our knowledge and belief, during the year ended 31st December 2013, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act (2001) in relation to the audit, and
- (ii) no contraventions of any applicable code or professional conduct in relation to the audit

Shedden & Green Partners

David C Shedden FCA

2nd May, 2014

Suite 28, 19-21 Central Road, Miranda NSW 2228

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF  
AUSTRALIAN INDIGENOUS MINISTRIES INCORPORATED**

**Report on the Financial Report**

We have audited the accompanying financial report of Australian Indigenous Ministries Inc. which comprises the balance sheet as at 31st December 2013 and the income statement, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting and other explanatory notes and the directors' declaration

***Directors' Responsibility for the Financial Report***

The directors of the company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Act 2001. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

***Auditor's Responsibility***

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

***Independence***

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, provided to the directors of Australian Indigenous Ministries Inc., would be in the same terms if provided to the directors as at the date of this auditor's report.

**Auditor's Opinion**

In our opinion:

- (a) the financial report of Australian Indigenous Ministries is in accordance with the Corporations Act 2001, including:
  - (i) giving a true and fair view of the company's financial position as at 31st December 2013 and of their performance for the year ended on that date; and
  - (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001.

Shedden & Green Partners  
Chartered Accountants

Dated: 2nd May 2014

David C Shedden FCA