



FINANCIAL REPORT

FOR YEAR ENDED 30 JUNE 2011

Index	Page
INCOME STATEMENT	2
BALANCE SHEET	3
STATEMENT OF CHANGES IN TRUST EQUITY	4
CASH FLOW STATEMENT	4
NOTES TO THE FINANCIAL STATEMENTS	5
TRUSTEES' DECLARATION	7
INDEPENDENT AUDIT REPORT	8

Auditor:

Jason O'Connor B.Com CPA
Registered Company Auditor (No. 353931)



INCOME STATEMENT FOR YEAR ENDED 30 JUNE 2011

	2011 \$	2010 \$
INCOME		
Donations - Zakaat	45,231.53	44,245.65
Donations - Emergency	199,182.25	73,499.19
Donations - Fitra	17,506.90	2,055.00
Donations - Interest	1,744.39	2,000.00
Donations - General Income	35,465.15	19,756.72
Total Income	299,130.22	141,556.56
EXPENDITURE		
Distributions - Zakaat	45,231.53	44,245.65
Distributions - Emergency	199,182.25	73,499.19
Distributions - Fitra	17,506.90	2,055.00
Distributions - Interest	1,744.39	2,000.00
Distributions - General	8,645.00	2,000.00
Audit fees	440.00	-
Bank fees	237.60	99.40
Merchant fees	1,050.82	766.57
Initial Accounting Setup	-	528.00
Postage and shipping	130.00	-
Promotions	330.00	-
Total Expenditure	274,498.49	125,193.81
Surplus	24,631.73	16,362.75
Income Tax Expense (note 1.a)	-	-
Surplus attributable to the Foundation	24,631.73	16,362.75

The accompany notes for part of these financial statements.



BALANCE SHEET AS AT 30 JUNE 2011

	2011 \$	2010 \$
CURRENT ASSETS		
Cash at Bank - Zakaat	33,069.44	7,019.09
Cash at Bank - Emergency	14,034.12	1,777.15
Cash at Bank - General Funds	47,697.75	6,092.75
Cash at Bank - Interest	5,965.21	1,355.84
Cash at Bank - Fitra	617.80	60.00
Case File -1	-	2,000.00
Case File -2	-	1,250.00
Case File -3	-	1,930.00
Case File -4	-	1,500.00
Case File -5	-	4,000.00
Total Current Assets	101,384.32	26,984.83
CURRENT LIABILITIES		
Unspent Funds - Zakaat	52,935.54	7,364.09
Unspent Funds - Emergency	-	1,807.15
Unspent Funds - Interest	7,049.70	1,355.84
Unspent Funds - Fitra	404.60	95.00
Total Current Liabilities	60,389.84	10,622.08
NET ASSETS	40,994.48	16,362.75
FOUNDATION EQUITY		
Accumulated Surplus	40,994.48	16,362.75
Total Foundation Equity	40,994.48	16,362.75



STATEMENT OF CHANGES IN TRUST EQUITY FOR THE YEAR ENDED 30 JUNE 2011

	Accumulated Surplus \$	Total \$
Opening Balance 25 March 2009	-	-
Accumulated Surplus	16,362.75	16,362.75
Closing Balance 30 June 2010	16,362.75	16,362.75
Opening Balance 30 June 2010	16,362.75	16,362.75
Accumulated Surplus	24,631.73	24,631.73
Closing Balance 30 June 2011	40,994.48	40,994.48

CASH FLOW STATEMENT FOR YEAR ENDED 30 JUNE 2011

	Note	2011 \$	2010 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Donations received		348,897.98	152,178.64
Distributions paid		(261,630.07)	(134,479.84)
Payments to suppliers		(2,188.42)	(1,393.97)
Net Cash Provided / (Used) by Operating Activities	3.a	85,079.49	16,304.83
CASH FLOWS FROM INVESTING ACTIVITIES			
Net Cash Provided / (Used) by Investing Activities		-	-
CASH FLOWS FROM FINANCING ACTIVITIES			
Net Cash Provided / (Used) by Financing Activities		-	-
Net Increase in Cash Held		85,079.49	16,304.83
Cash at the beginning of the period		16,304.83	-
Cash at the End of the Period	3.b	101,384.32	16,304.83



NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of this financial report are presented below and have been consistently applied unless otherwise stated.

The financial report has been prepared on an accruals basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

(a) Income Tax:

The Foundation is exempt from income tax in accordance with the provisions of Section 50 of the Income Tax Assessment Act 1997 accordingly no liability is recognised.

(b) Cash and Cash Equivalents:

Cash and cash equivalents include 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 balance sheet.

(c) Founder and Trustees:

Founder:

- Shummis Deen Rane

Trustees:

- Haroon Deen
- Hussin Goss
- Ismail Cajee
- Janeth Deen
- Osman Rane
- Yusuf Khatree
- Yousuf Meer



(e) Revenue

In accordance with the Trust Deed, where a donation is received for a specific fund, those donations are held as a liability and only recognized as income when the conditions of the Trust Deed are satisfied.

All other income is recognized as general income of the Foundation.

All income is inclusive of Goods and Services Tax.

(f) Goods and Services Tax

The Foundation is not registered for Goods and Services Tax (GST), accordingly all income and expenditure that is subject to GST is shown as GST inclusive.

	2011 \$	2010 \$
NOTE 2: AUDITORS REMUNERATION		
Audit Fee	440.00	-

NOTE 3: CASH FLOW INFORMATION

a. reconciliation of cash flows from surplus

Surplus Attributable to the Foundation	24,631.73	16,362.75
Non Cash Items:		
Depreciation	-	-
Changes in assets and liabilities		
(Increase) / decrease in case loans	10,680.00	(10,680.00)
Increase / (decrease) in unallocated funds	49,767.76	10,622.08
	85,079.49	16,304.83

b. reconciliation of cash

Cash at Bank - Zakaat	33,069.44	7,019.09
Cash at Bank - Emergency	14,034.12	1,777.15
Cash at Bank - General Funds	47,697.75	6,092.75
Cash at Bank - Interest	5,965.21	1,355.84
Cash at Bank - Fitra	617.80	60.00
	101,384.32	16,304.83



TRUSTEES' DECLARATION

The Trustees of the foundation declare that:

1. the financial statements and notes, as set out on pages two to six, present fairly the Foundation's financial position as at 30 June 2011 and its performance for the year ended on that date in accordance with the Trust Deed dated the 25 March 2009, the Australian Accounting Standards (including Australian Accounting Interpretations); and
2. in the trustees' opinion there are reasonable grounds to believe that the foundation 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 Trustees of the Foundation.

Haroon Deen

Hussin Goss

Ismail Cajee

Janeth Deen

Osman Rane

Yusuf Khatree

Yousuf Meer

Dated this day of 2011.



INDEPENDENT AUDIT REPORT

To the Trustees of Muslim Charitable Foundation

Scope

The financial report and Trustees' responsibility

The financial report comprises the income statement, balance sheet, cash flow statement, accompanying notes to the financial statements, and the Trustees' declaration for the **Muslim Charitable Foundation** (the Foundation) for the year ended **30 June 2011**.

The Trustees of the Foundation are responsible for the preparation and true and fair presentation of the financial report in accordance with the Trust Deed dated the 25 of March 2009. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

Audit Approach

We conducted an independent audit in order to express an opinion to the Trustees of the Foundation. Our audit was conducted in accordance with Australian Auditing Standards, in order to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgment, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

We performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the Trust Deed dated the 25 March 2009, including compliance with Accounting Standards and other mandatory financial reporting requirements in Australia, a view which is consistent with our understanding of the company's financial position, and of their performance as represented by the results of their operations and cash flows.

We formed our audit opinion on the basis of these procedures, which included:

- examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report, and
- assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the Trustees.

While we considered the effectiveness of the Trustee's internal controls over financial reporting when determining the nature and extent of our procedures, our audit was not designed to provide assurance on internal controls.

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements.



INDEPENDENT AUDIT REPORT (continued)

To the Trustees of Muslim Charitable Foundation

Qualification

As the Foundation is receiving anonymous donations, it is not practicable for the Trustees to maintain an effective system of internal control over the receipt of donations until their initial entry in the accounting records. Accordingly our audit in relation to donations was limited to amounts banked and recorded in the financial statements.

Audit Opinion

In our opinion, except for the effects, if any, on the financial report of the matter referred to in the qualification paragraph, the financial report of the Muslim Charitable Foundation is in accordance with:

- a. the Trust Deed dated the 25 March 2009, including:
 - i. giving a fair view of the foundation's financial position as at 30 June 2011 and of their performance for the year ended on that date; and
 - ii. complying with Accounting Standards in Australia.
- b. other mandatory professional reporting requirements in Australia.

Jason O'Connor B.Com CPA

Registered Company Auditor No. 353931

Liability limited by a scheme approved under Professional Standards Legislation

Dated this day of 2011.

Jason O'Connor B.Com CPA

P.O. Box 5480
BRENDALE DC QLD 4500

Telephone: (07) 3040 5320
Mobile: 0402 32 7773

Email: auditor@jocpa.com.au