

**FemiliPNG Australia Incorporated**  
**A.B.N 41 706 886 372**

**Financial Statements**

**For the Year Ended 30 June 2024**

**FemiliPNG Australia Incorporated**

**A.B.N 41 706 886 372**

**Contents**  
**For the Year Ended 30 June 2024**

	Page
<b>Financial Statements</b>	
Members' Report	1
Auditor's Independence Declaration	3
Statement of Profit or Loss and Other Comprehensive Income	4
Statement of Financial Position	5
Statement of Changes in Equity	6
Statement of Cash Flows	7
Notes to the Financial Statements	8
Committee Members' Declaration	15
Independent Audit Report	16

# **FemiliPNG Australia Incorporated**

**ABN 41 706 886 372**

## **Members' Report**

### **For the Year Ended 30 June 2024**

The members present their report, together with the financial statements of FemiliPNG Australia Incorporated for the year ended 30 June 2024.

#### **Members**

The following persons were officers of the incorporated association during the financial year and to the date of this report, unless otherwise stated:

Shelley Mallett – Chairperson.

Stephen Howes – Former Chairperson.

His Excellency John Kali – Resigned as Deputy Chairperson on 26 June 2024.

Tom Sloan – Resigned as Treasurer and appointed Deputy Chairperson on 22 September 2024.

Mehere Maladina – Secretary.

Robin Davies – Committee Member.

Fiona Gunn – Committee Member.

Matthew Oxenham – Committee Member from 13 October 2024.

Sue Sadauskas – Resigned as a Committee Member.

#### **Principal Activities**

The principal activity of the association was to support and promote the work of Femili PNG to assist the survivors of family and sexual violence in Papua New Guinea to access the services they need.

#### **Significant Changes**

There were no significant changes to the operations of the association in the year under review.

#### **Operating Results**

In the 2024 financial year the association reported an operating profit of \$129,774.

A loss of \$24,024 was reported in the previous financial year.

#### **Subsequent Events**

There have been no events since 30 June 2024 that may significantly affect the operations of the association or the carrying value of its assets and liabilities.

**FemiliPNG Australia Incorporated**

**ABN 41 706 886 372**

**Members' Report**

**For the Year Ended 30 June 2024**

**Auditors Independence Declaration**

The Auditor's Independence Declaration in accordance with Section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012 for the year ended the 30 June 2024 has been received and can be found on page 3 of the financial report.

Signed in accordance with a resolution of the association.



.....  
Shelley Mallett - Chairperson



.....  
Tom Sloan – Deputy Chairperson

Date: 28 October 2024

**FemiliPNG Australia Incorporated**

**A.B.N 41 706 886 372**

**Auditor's Independence Declaration under s 60-40 of the Australian Charities and  
Not-for-profits Commission Act 2012 to the Committee Members of  
FemiliPNG Australia Incorporated**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2024, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

  
PKF Canberra

  
Ross Di Bartolo  
Partner  
Registered Company Auditor

Dated: 28.10.2024.

# FemiliPNG Australia Incorporated

A.B.N 41 706 886 372

## Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2024

	Note	2024 \$	2023 \$
<b>Revenue</b>			
Monetary donations and gifts		388,675	305,137
Non-Monetary donations and gifts		16,590	9,330
Bequests		-	-
Grants - Department of Foreign Affairs and Trade		277,000	277,119
Grants - Other Australian		449,884	-
Australian Foundations		50,000	50,000
Commercial income		53,917	24,996
Other income		90,909	77,337
Interest income		8,758	-
	4	1,335,733	743,919
<b>Expenditure</b>			
International Aid and Development Programs:			
• Funds to Femili PNG		(187,300)	(318,108)
• Project Activities		(413,744)	-
Program Support Costs		(293,892)	(191,591)
Community Education		(2,485)	(3,691)
Fundraising Costs			
• Public		(63,076)	(99,298)
• Government		(122,651)	-
Accountability and Administration	5	(73,927)	(120,175)
Non-monetary expenditure		(16,590)	(9,330)
Commercial Activities		(32,294)	(25,750)
<b>Total expenditure</b>		<b>(1,205,959)</b>	<b>(767,943)</b>
<b>Profit/(Loss) before income tax</b>		<b>129,774</b>	<b>(24,024)</b>
Income tax expense		-	-
<b>Profit/(Loss) from continuing operations</b>		<b>129,774</b>	<b>(24,024)</b>
<b>Profit/(Loss) for the year</b>		<b>129,774</b>	<b>(24,024)</b>
<b>Total comprehensive income for the year</b>		<b>129,774</b>	<b>(24,024)</b>

The accompanying notes form part of these financial statements.

# FemiliPNG Australia Incorporated

A.B.N 41 706 886 372

## Statement of Financial Position

As at 30 June 2024

	Note	2024 \$	2023 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	6	811,672	1,064,522
Trade and other receivables	7	8,207	5,315
<b>TOTAL CURRENT ASSETS</b>		<b>819,879</b>	<b>1,069,837</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant equipment & right of use asset		-	-
<b>TOTAL NON-CURRENT ASSETS</b>		<b>-</b>	<b>-</b>
<b>TOTAL ASSETS</b>		<b>819,879</b>	<b>1,069,837</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	8	87,219	23,426
Employee provisions		21,258	14,898
Deferred revenue	9	95,079	544,964
<b>TOTAL CURRENT LIABILITIES</b>		<b>203,556</b>	<b>583,288</b>
<b>NON-CURRENT LIABILITIES</b>			
		-	-
<b>TOTAL LIABILITIES</b>		<b>203,556</b>	<b>583,288</b>
<b>NET ASSETS</b>		<b>616,323</b>	<b>486,549</b>
<b>EQUITY</b>			
General reserve		209,242	209,242
Retained earnings		407,081	277,307
<b>TOTAL EQUITY</b>		<b>616,323</b>	<b>486,549</b>

The accompanying notes form part of these financial statements.

# FemiliPNG Australia Incorporated

A.B.N 41 706 886 372

## Statement of Changes in Equity For the Year Ended 30 June 2024

	Retained Earnings	General Reserve	Total
	\$	\$	\$
<b>2024</b>			
Balance at 1 July 2023	277,307	209,242	486,549
Profit/(loss) for the current year	129,774	-	129,774
Transfer	-	-	-
<b>Balance at 30 June 2024</b>	<b>407,081</b>	<b>209,242</b>	<b>616,323</b>

	Retained Earnings	General Reserve	Total
	\$	\$	\$
<b>2023</b>			
Balance at 1 July 2022	450,573	60,000	510,573
Profit/(loss) for the current year	(24,024)	-	(24,024)
Transfer	(149,242)	149,242	-
<b>Balance at 30 June 2023</b>	<b>277,307</b>	<b>209,242</b>	<b>486,549</b>

The accompanying notes form part of these financial statements.



# FemilIPNG Australia Incorporated

A.B.N 41 706 886 372

## Statement of Cash Flows For the Year Ended 30 June 2024

	2024	2023
Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from customers	895,289	1,232,426
Payments to suppliers and employees	(1,156,897)	(758,931)
Net cash provided by/(used in) operating activities	<u>(261,608)</u>	<u>473,495</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of property, plant and equipment	<u>-</u>	<u>-</u>
Net cash provided by/(used in) investing activities	<u>-</u>	<u>-</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Interest received	<u>8,758</u>	<u>-</u>
Net cash provided by/(used in) financing activities	<u>8,758</u>	<u>-</u>
Net increase/(decrease) in cash and cash equivalents held	(252,850)	473,495
Cash and cash equivalents at beginning of year	<u>1,064,522</u>	<u>591,027</u>
Cash and cash equivalents at end of financial year	<u>6</u> <u>811,672</u>	<u>1,064,522</u>

The accompanying notes form part of these financial statements.

# **FemiliPNG Australia Incorporated**

**A.B.N 41 706 886 372**

## **Notes to the Financial Statements**

**For the Year Ended 30 June 2024**

The financial report covers FemiliPNG Australia Incorporated as an individual entity. FemiliPNG Australia Incorporated is a not-for-profit Association, registered and domiciled in Australia.

Comparatives are consistent with prior years, unless otherwise stated.

### **1 Basis of Preparation**

FemiliPNG Australia Incorporated applies Australian Accounting Standards – Simplified Disclosures as set out in AASB 1060: General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Simplified Disclosures of the Australian Accounting Standards Board and the Australian Charities and Not-for-profits Commission Act 2012. FemiliPNG Australia Incorporated is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements except for the cash flow information, have been prepared on an accruals basis and are based on historic costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

### **2 Summary of Significant Accounting Policies**

#### **(a) Revenue and other income**

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the Association and specific criteria relating to the type of revenue as noted below, has been satisfied. Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

#### **Grant revenue**

Grant revenue is recognised in the statement of profit or loss and other comprehensive income when the Association obtains control of the grant, it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

When grant revenue is received whereby the Association incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

#### **Monetary Donation**

Monetary donations are recognised at the time the funds are received.

#### **Non – Monetary Donations**

In line with the ACFID Code of Conduct, the value of material volunteer services received in-kind is disclosed in the Statement of Profit or Loss and Other Comprehensive Income. Material voluntary services are valued using the job descriptions and relative rates of pay detailed in the Recognised Development Expenditure Guidelines published by DFAT at: <https://dfat.gov.au/about-us/publications/documents/rdenotes.doc>.

# FemilIPNG Australia Incorporated

A.B.N 41 706 886 372

## Notes to the Financial Statements For the Year Ended 30 June 2024

### 2 Summary of Significant Accounting Policies

#### (b) Income Tax

The Association is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

#### (c) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). Receivables and payable are stated inclusive of GST.

#### (d) Financial instruments

Financial instruments are recognised initially on the date that the Association becomes party to the contractual provisions of the instrument. On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

##### Financial assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

On initial recognition, the Association classifies its financial assets into the following categories::

- Measured at amortised cost
- Measured at fair value through profit or loss - FVTPL

Financial assets are not reclassified subsequent to their initial recognition unless the Association changes its business model for managing financial assets.

##### *Amortised cost*

Assets measured at amortised cost are financial assets where:

- the business model is to hold assets to collect contractual cash flows; and
- the contractual terms give rise on specified dates to cash flows are solely payments of principal and interest on the principal amount outstanding.

The Association's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position.

Interest income, foreign exchange gains or losses and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

# FemiliPNG Australia Incorporated

A.B.N 41 706 886 372

## Notes to the Financial Statements For the Year Ended 30 June 2024

### 2 Summary of Significant Accounting Policies

#### *Impairment of financial assets*

Impairment of financial assets is recognised on an expected credit loss (ECL) basis for the following assets:

- financial assets measured at amortised cost
- debt investments measured at FVOCI

When determining whether the credit risk of a financial assets has increased significant since initial recognition and when estimating ECL, the Association considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis based on the Association's historical experience and informed credit assessment and including forward looking information.

The Association uses the presumption that an asset which is more than 30 days past due has seen a significant increase in credit risk.

The Association uses the presumption that a financial asset is in default when:

- the other party is unlikely to pay its credit obligations to the Association in full, without recourse to the Association to actions such as realising security (if any is held); or
- the financial assets is more than 90 days past due.

#### *Trade receivables*

Impairment of trade receivables have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses. The Association has determined the probability of non-payment of the receivable and multiplied this by the amount of the expected loss arising from default.

The amount of the impairment is recorded in a separate allowance account with the loss being recognised in finance expense. Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance.

Where the Association renegotiates the terms of trade receivables due from certain customers, the new expected cash flows are discounted at the original effective interest rate and any resulting difference to the carrying value is recognised in profit or loss.

#### *Other financial assets measured at amortised cost*

Impairment of other financial assets measured at amortised cost are determined using the expected credit loss model in AASB 9. On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised. Where the asset has experienced significant increase in credit risk then the lifetime losses are estimated and recognised.

# FemiliPNG Australia Incorporated

A.B.N 41 706 886 372

## Notes to the Financial Statements For the Year Ended 30 June 2024

### 2 Summary of Significant Accounting Policies

#### Financial liabilities

The Association measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

The financial liabilities of the Association comprise trade payables, bank and other loans and lease liabilities.

#### (e) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Company's incremental borrowing rate is used.

#### (f) Employee benefits

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

#### (g) Adoption of new and revised accounting standards

The Association has adopted all standards which became effective for the first time at 30 June 2024, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Association for the current or prior periods.

### 3 Critical Accounting Estimates and Judgments

Those charged with governance make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

#### Key estimates – Performance Obligations Under AASB 15

To identify performance obligations under AASB 15, the requirements included in the grant funding agreement must be sufficiently specific to allow management to determine whether the performance obligations have been satisfied. Management exercises judgement to determine whether the requirements are sufficiently specific by taking into account any conditions specified in the funding agreement, explicit or implicit, regarding the delivery of services. In making this assessment, management considers the nature and type of service and the period of delivery.

# FemiliPNG Australia Incorporated

A.B.N 41 706 886 372

## Notes to the Financial Statements For the Year Ended 30 June 2024

	2024	2023
<b>4 Revenue</b>	<b>\$</b>	<b>\$</b>
Monetary donations and gifts	388,675	305,137
Non-Monetary donations and gifts	16,590	9,330
Grants	726,884	277,119
Australian Foundations	50,000	50,000
Commercial income	53,917	24,996
Other income	90,909	77,337
	<u>1,326,975</u>	<u>743,919</u>
Interest received	8,758	-
	<u>1,335,733</u>	<u>743,919</u>
<b>5 Accountability and Administration</b>		
Audit fee	3,600	3,600
Bank charges	220	91
Governance expenses	13,065	7,422
IT Subscriptions	2,777	2,367
Staff costs	53,223	106,327
Sundry costs	1,042	368
	<u>73,927</u>	<u>120,175</u>
<b>6 Cash and Cash Equivalents</b>		
Cash at Bank	811,672	1,064,522
	<u>811,672</u>	<u>1,064,522</u>
<b>7 Trade and Other Receivables</b>		
CURRENT		
Trade receivables	8,207	5,315
	<u>8,207</u>	<u>5,315</u>
<b>8 Trade and Other Payables</b>	<b>2024</b>	<b>2023</b>
CURRENT	<b>\$</b>	<b>\$</b>
Trade payables	78,133	13,794
Other Payables	9,086	9,632
	<u>87,219</u>	<u>23,426</u>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

# FemiliPNG Australia Incorporated

A.B.N 41 706 886 372

## Notes to the Financial Statements For the Year Ended 30 June 2024

### 9 Deferred Revenue

	2024	2023
CURRENT	\$	\$
Grant for project	95,079	544,964

### 10 Key Management Personnel Disclosures

The totals of remuneration paid to the key management personnel of FemiliPNG Australia Incorporated during the year was as follows:

	2024	2023
	\$	\$
KMP Compensations	119,723	80,000
	119,723	80,000

### 11 Auditors Remuneration

	\$	\$
Audit Services	3,600	3,600
	3,600	3,600

### 12 Related Party Disclosures

Disclosures relating to key management personnel are set out in Note 10.

The committee members do not receive any remuneration for their services.

In 2024 Committee Members, related parties and senior management made donations of \$253,922.53.

# FemilIPNG Australia Incorporated

A.B.N 41 706 886 372

## Notes to the Financial Statements For the Year Ended 30 June 2024

### 13 Financial Risk Management

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

The carrying amount of each category of financial instrument, measured in accordance with AASB 9: *Financial Instruments* as detailed in the accounting policies to these financial statements, are as follows:

		2024	2023
<b>Financial Assets at Amortised Cost</b>	Note	\$	\$
Cash and Cash Equivalents	6	811,672	1,064,522
Trade and Other Receivables	7	8,207	5,315
		<hr/>	<hr/>
		819,879	1,069,837
<b>Financial Liabilities at Amortised Cost</b>			
Trade and Other Payables	8	87,219	23,426
		<hr/>	<hr/>
		87,219	23,426

### 14 Contingent Liabilities

The Association had no contingent liabilities as at the 30 June 2024 and 30 June 2023.

### 15 Commitments

The Association had no commitments for expenditure as at the 30 June 2024 and 30 June 2023.

### 16 Events Occurring After the Reporting Date

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the association, the results of those operations, or the state of affairs of the association in future financial years.



# FemiliPNG Australia Incorporated

A.B.N 41 706 886 372

## Committee Member's Declaration


The Committee members declare that in their opinion:

- the attached financial statements and notes give a true and fair view of the association's financial position as at the 30 June 2024 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the association will be able to pay all of its debts, as and when they become due and payable; and
- the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and other mandatory professional reporting requirements.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*.



Shelley Mallett - Chairperson



Tom Sloan - Deputy Chairperson

Date: 28 October 2024

**FemiliPNG Australia Incorporated  
Incorporated**

Tel +61 2 6257 7500  
canberra@pkf.com.au  
pkf.com.au

**Independent Audit Report to the Members  
of FemiliPNG Australia Incorporated**

**Report on the Audit of the Financial Report**

**Opinion**

We have audited the financial report of FemiliPNG Australia Incorporated (the registered entity), which comprises the statement of financial position as at 30 June 2024, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the committee members' (responsible persons') declaration.

In our opinion the financial report of FemiliPNG Australia Incorporated (the registered entity), has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012 (the ACNC Act)*, including:

- (i) giving a true and fair view of the registered entity's financial position as at 30 June 2024 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards – AASB 1060: General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities and Division 60 of 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 registered entity in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act)* and 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 Code.

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 committee members are responsible for the other information. The other information comprises the information included in the registered entity's annual report for the year ended 30 June 2024 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 materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, 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.

**FemiliPNG Australia Incorporated  
Incorporated**

**Independent Audit Report to the Members  
of FemiliPNG Australia Incorporated**

Tel +61 2 6257 7500  
canberra@pkf.com.au  
pkf.com.au

### **Responsibilities of the Committee Members for the Financial Report**

The committee members of the registered entity are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – AASB 1060: General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-For-Profit Tier 2 Entities and the ACNC Act. The committee member's responsibility also includes such internal control as the committee members determine is necessary to enable the preparation of a 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 committee members are responsible for assessing the registered 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 committee members either intend to liquidate the registered 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 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 the financial report.

As part of an audit in accordance with the 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 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 registered entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee members.
- Conclude on the appropriateness of the committee member's 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 registered 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 registered entity 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.

**FemiliPNG Australia Incorporated  
Incorporated**

**Independent Audit Report to the Members  
of FemiliPNG Australia Incorporated**

Tel +61 2 6257 7500  
canberra@pkf.com.au  
pkf.com.au

We communicate with the committee members 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.

  
PKF Canberra

  
Ross Di Bartolo FCA  
Partner  
Registered Company Auditor

Date: 28.10.2024.