

CATHOLIC MISSION

(THE WORK OF THE PONTIFICAL MISSION SOCIETIES)

FINANCIAL REPORT

FOR THE YEAR ENDED 31 MARCH 2021

CATHOLIC MISSION
FINANCIAL REPORT
FOR THE YEAR ENDED 31 MARCH 2021

CONTENTS	Page
Responsible Personal Declaration	1
Statement of Comprehensive Income	2
Statement of Financial Position	3
Statement of Changes in Equity	4
Statement of Cash Flows	5
Notes to the Financial Statements	6 - 13
Auditor's Independence Declaration	14
Independent Auditor's Report	15 - 17

RESPONSIBLE PERSON'S DECARATION FOR THE YEAR ENDED 31 MARCH 2021

The Responsible Persons have determined that Catholic Mission is not a reporting entity. The Responsible Persons have determined that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

The Responsible Persons declare that:

1. The financial statements and notes, as set out on pages 2 to 13;
 - a. Comply with Accounting Standards as detailed in Note 1 to the financial statements and the Australian Charities and Not-for-profits Commissions Act 2012; and
 - b. Give a true and fair view of Catholic Mission's financial position as at 31 March 2021 and of its performance for the year ended on that date in accordance with the accounting policies describes in Note 1 to the financial statements.
2. In the Responsible Person's opinion there are reasonable grounds to believe that the entity will be able to pay its debts as and when they become due and payable.

This declaration is made for and on behalf of the National Council of Catholic Mission in Australia and is signed for on behalf of the Responsible Persons by:



Fr Brian Lucas

National Director

Dated at North Sydney this 10th day of June 2021

CATHOLIC MISSION

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Year Ended 31 March 2021 \$	Year Ended 31 March 2020 \$
Revenue			
Donations		11,770,969	13,386,947
Bequests		922,809	1,981,128
Interest revenue		71,397	233,399
Distribution & dividend income		124,238	203,377
Rental & sundry income		40,386	109,318
Immersion income		-	918,890
Other income		230,620	405,492
Gain on revaluation		615,618	-
Government grant		1,656,565	-
Total revenue	2	15,432,602	17,238,551
Expenses			
Employee expenses	3	5,171,307	5,050,824
Administration expenses		278,275	267,752
Depreciation and amortisation		223,949	242,946
Entertainment expenses		7,027	17,356
Event costs		4,399	158,145
Information technology		510,952	411,069
Insurance		61,688	70,224
Mail service		377,143	400,788
Marketing expenses		229,670	230,239
Occupancy costs		297,285	307,604
Online content services		9,370	10,665
Printing fees		281,835	380,075
Professional fees		265,556	357,663
Resources		45,401	74,094
Travel expenses - Immersion		1,558	565,389
Travel expenses - Other		13,170	166,968
Unrealised investment loss		-	396,491
Other expenses		118,385	3,559
		<u>7,896,970</u>	<u>9,111,851</u>
SURPLUS FOR THE YEAR BEFORE FAIR VALUE ADJUSTMENT		7,535,632	8,126,700
Loss on revaluation of investment property	9	-	(570,000)
SURPLUS FOR THE YEAR		7,535,632	7,556,700
OTHER COMPREHENSIVE INCOME			
Other Comprehensive Income		-	-
Total Other Comprehensive Income		<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME		7,535,632	7,556,700

The accompanying notes form part of these financial statements

CATHOLIC MISSION

STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2021

	Notes	Year Ended 31 March 2021 \$	Year Ended 31 March 2020 \$
CURRENT ASSETS			
Cash and Cash Equivalents	4	12,219,110	3,385,666
Investments	5	7,520,459	15,705,568
Trade and Other Receivables	6	110,585	314,766
Prepayments		215,845	297,972
TOTAL CURRENT ASSETS		20,065,999	19,703,972
NON-CURRENT ASSETS			
Plant and Equipment	7	110,997	118,359
Intangible Assets	8	137,202	247,819
Investment Property	9	3,990,000	3,990,000
TOTAL NON-CURRENT ASSETS		4,238,199	4,356,178
TOTAL ASSETS		24,304,198	24,060,150
CURRENT LIABILITIES			
Other Liabilities & Accruals	10	355,563	494,754
Provisions	11	729,948	746,346
Loans	12	3,000	3,000
TOTAL CURRENT LIABILITIES		1,088,511	1,244,100
NON-CURRENT LIABILITIES			
Provisions	11	66,533	57,253
TOTAL NON-CURRENT LIABILITIES		66,533	57,253
TOTAL LIABILITIES		1,155,044	1,301,353
NET ASSETS		23,149,154	22,758,797
EQUITY			
Reserves & Retained Earnings	14	13,126,110	13,103,870
Distributable Funds	13	10,023,044	9,654,927
TOTAL EQUITY		23,149,154	22,758,797

CATHOLIC MISSION

Statement of Changes in Equity As at 31 March 2021

	Retained Earnings	Reserves	Distributable Funds	Total Equity
	\$	\$	\$	\$
Balance as at 1 April 2019	-	13,673,870	7,511,605	21,185,475
Surplus	7,556,700	-	-	7,556,700
Distribution - Overseas	-	-	(5,113,456)	(5,113,456)
Distribution - Home Mission Fund	-	-	(869,922)	(869,922)
Transfers to / (from Reserves)	(7,556,700)	(570,000)	8,126,700	-
Total Comprehensive	-	(570,000)	2,143,322	1,573,322
Balance as at 31 March 2020	-	13,103,870	9,654,927	22,758,797
Balance as at 1 April 2020	-	13,103,870	9,654,927	22,758,797
Surplus	7,535,632	-	-	7,535,632
Distribution - Overseas	-	-	(6,311,400)	(6,311,400)
Distribution - Home Mission Fund	-	-	(833,875)	(833,875)
Transfers to / (from Reserves)	(7,535,632)	22,240	7,513,392	-
Total Comprehensive	-	22,240	368,117	390,357
Balance as at 31 March 2021	-	13,126,110	10,023,044	23,149,154

The above statement of changes in equity should be read in conjunction with the accompanying notes.

CATHOLIC MISSION

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Year Ended 31 March 2021 \$	Year Ended 31 March 2020 \$
Cash Flow from Operating Activities			
Cash received from donations		12,700,432	15,368,074
Interest and dividends received		195,635	436,776
Cash received from other revenue		468,533	1,648,883
Cash received from government grants		1,656,565	-
Cash paid to employees and suppliers		(7,855,140)	(9,105,609)
Net cash generated from operating activities	15 (b)	7,166,025	8,348,124
Cash Flow used in Investing Activities			
Payments for the acquisition of fixed assets		(105,971)	(201,863)
Payments for investments in trust		(1,000,000)	-
Net cash generated used in investing activities		(1,105,971)	(201,863)
Cash Flow used in Other Activities			
Distribution paid to Funds		(7,145,275)	(6,199,467)
Net cash used in other activities		(7,145,275)	(6,199,467)
(Decrease)/increase in Cash and Cash Equivalents during the Year		(1,085,221)	1,946,794
Cash and cash equivalents at beginning of the financial year		15,328,116	13,381,322
Cash and cash equivalents at the end of the financial year	15 (a)	14,242,895	15,328,116

CATHOLIC MISSION

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2021

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES:

a) Basis of Preparation

Catholic Mission, the name under which Pontifical Mission Societies operate, carries on its activities as defined in the Societies' Regulations for Australia 2006. The responsible persons consist of member of the National Council and the names of the members of this body are contained at Note 1(f).

In the opinion of the National Council, Catholic Mission is not a reporting entity. The financial report has been drawn up as a special purpose financial report for use by the National Council and to fulfil its duties under the Statute of the Pontifical Mission Societies 2005, the Regulations for Australia 2006 and to satisfy the financial report preparation requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

This financial report have been prepared in accordance with the recognition and measurement requirements all all the Australian Accounting Standards and Interpretations issues by the Australian Accounting Standards Board (AASB) and the disclosure requirements of the following standards;

- AASB 101 Presentation of Financial Statements
- AASB 107 Statement of Cash Flows
- AASB 108 Accounting policies, changes in accounting estimates and errors.
- AASB 110 Events after the Balance sheet date
- AASB 136 Impairment of Assets
- AASB 1048 Interpretation of Standards

This financial report is in respect to the activities of the Catholic Mission only and has been prepared on an accrual basis of accounting using the historical cost convention and a going concern assumption. It does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following specific accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of these statements.

Critical accounting estimates

The preparation of the financial statements required the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. These critical accounting estimates and judgements are disclosed within the relevant notes, specifically Plant and equipment (Note 7), Intangible assets (Note 8), Investment property (Note 9), and Provisions (Note 11).

b) Revenue

Donations and Bequests

Donations and bequests are recognised when deposited to the donation accounts either directly or from transferring all amounts deposited to the accounts of the Diocesan Offices. There is an inherent risk associated with the operating environment of Catholic Mission whereby it relies on the controls and process of external parties to undertake the counting and receipting of cash receipts.

- The vast majority of cash received by Catholic Mission is collected, counted and banked by local Parish Churches on Catholic Mission's behalf;
- Catholic Mission does not handle the cash collected in Parishes and relies on individual Parishes' internal controls for cash handling; and
- The Parish cash handling processes are outside the control of Catholic Mission.

Therefore it is the responsible persons view that it is impractical to establish controls over the collection of cash receipts from fundraising prior to its entry into the books and records and therefore impacts the assertion of the completeness of revenue collected.

Interest and dividends are recognised when received.

Service contract and programme income are recognised generally at a point in time when there is an enforceable contract with specific performance obligations. Amounts received where the performance obligations have not yet been met are recognised as programme funding liabilities received in advance in accordance with the terms of the relevant agreements. Where service contracts are not enforceable and or dont have specific performance obligations are recognised when the revenue is received.

CATHOLIC MISSION

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2021

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES:

c) Financial Instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Catholic Mission - Australia commits itself to either purchase, sell or accept as a bequested assets (ie 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 recognised in profit or loss immediately.

Classification and subsequent measurement

(i) Financial assets at fair value through profit or loss

Financial assets are classified at "fair value through profit or loss" when they are either held for trading for the purpose of short-term profit taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying value being included in profit or loss.

(ii) Financial assets at amortised cost

Financial assets at amortised cost are non-derivative financial assets with fixed or determinable payments solely of principal and interest on specified dates. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

(iii) Financial liabilities

Non-derivative financial liabilities other than financial guarantees are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial liability is derecognised.

(iv) Impairment

At each reporting date, Catholic Mission assesses whether there is objective evidence that a financial asset or liability has been impaired. Impairment losses are recognised in profit or loss immediately.

d) Impairment of Assets

At the end of each reporting period, the entity reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is recognised in profit or loss.

e) Taxation

Catholic Mission is a charity registered with the Australian Charities and Not-for-profits Commission and is exempt from income tax under section 50-5 of the *Income Tax Assessment Act 1997*.

f) Members of the National Council

The National Council consists of the following members;

Fr Brian Lucas	Chair Person
Peter Gates	Secretary
Marion Gambin	Committee Member
Bishop Michael McCarthy	Committee Member (resigned 26 August 2020)
Shane Mackinlay	Committee Member

g) New, revised or amending Accounting Standards and Interpretations adopted

No new, revised or amending accounting standards and interpretations have been adopted during the period.

CATHOLIC MISSION

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2021

	Year Ended 31 March 2021	Year Ended 31 March 2020
	\$	\$
2 REVENUE		
Donations	11,770,969	13,386,947
Bequests received	922,809	1,981,128
Immersion	-	918,890
Other services	58,280	384,547
Interest revenue	71,397	233,399
Distribution & dividend income	124,238	203,377
Rental & sundry income	40,386	109,318
Foreign exchange gains	165,686	9,303
Gain on revaluation	615,618	-
Other income	6,654	11,642
Government grant	1,656,565	-
	<u>15,432,602</u>	<u>17,238,551</u>
3 EXPENSES		
Employee expenses		
Wages & salaries	4,647,670	4,381,356
Superannuation	440,871	404,070
Other employee benefits	82,766	265,398
	<u>5,171,307</u>	<u>5,050,824</u>
Foreign exchange gains	165,686	9,303
Foreign exchange losses	118,603	2,664
Net foreign exchange gain/(loss)	<u>47,083</u>	<u>6,640</u>
4 CASH AND CASH EQUIVALENTS		
Cash at bank	12,204,735	3,373,110
Cash on hand	14,375	12,556
	<u>12,219,110</u>	<u>3,385,666</u>
Accounting policy for 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.		
5 INVESTMENTS		
Term Deposits	2,023,785	11,942,450
Equity Trusts - fair value	4,479,633	3,058,779
Listed and Other Investments -fair value	1,017,041	704,339
	<u>7,520,459</u>	<u>15,705,568</u>
6 TRADE AND OTHER RECEIVABLES		
Trade Debtors	12,429	64,425
GST Receivables	24,341	17,918
Other Receivables	73,815	232,423
	<u>110,585</u>	<u>314,766</u>
Accounting policy for trade and other receivables		
Trade receivable and other debtors include amounts due from Catholic Mission's programs and other Diocesan Offices.		

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 Taxation 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.

CATHOLIC MISSION

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2021

	Year Ended 31 March 2021	Year Ended 31 March 2020
	\$	\$
7 PLANT AND EQUIPMENT		
Furniture & Fittings	62,018	59,019
Less: Accumulated Depreciation	(56,058)	(49,872)
	5,960	9,147
Lease Improvements	113,673	113,673
Less: Accumulated Depreciation	(113,673)	(113,340)
	-	333
Office Equipment	161,371	146,148
Less: Accumulated Depreciation	(135,887)	(116,033)
	25,484	30,115
Computer Equipment	343,951	293,829
Less: Accumulated Depreciation	(270,950)	(227,722)
	73,001	66,107
Vehicles	114,188	114,188
Less: Accumulated Depreciation	(107,636)	(101,531)
	6,552	12,657
TOTAL PLANT AND EQUIPMENT	110,997	118,359

a) Movements in Carrying Amount

	Balance at Beginning of the year	Additions	Depreciation Expenses	Carrying Amount at the End of the Year
	\$	\$	\$	\$
Furniture & Fittings	9,147	2,999	(6,186)	5,960
Lease Improvements	333	-	(333)	-
Office Equipment	30,115	15,223	(19,854)	25,484
Computer Equipment	66,107	50,122	(43,228)	73,001
Vehicles	12,657	-	(6,105)	6,552
	118,359	68,344	(75,706)	110,997

Accounting policy for Plant and Equipment

Plant and equipment includes expenditure that is directly attributable to the acquisition of the item. Plant and equipment is held to meet the service delivery objectives of Catholic Mission rather than to earn revenue or for capital appreciation and is accounted for in accordance with AASB119 *Property, Plant and Equipment*.

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

Depreciation on plant and equipment is calculated using the straight line method to allocate their cost over their estimated useful lives as follows;

- Furniture & Fittings 5 - 10 years
- Lease improvements 5 - 15 years
- Office equipment 3 - 5 years
- Computer equipment 3 - 5 years
- Vehicles 5 years

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Gain and losses on disposals are determined by comparing proceeds with the carrying amount and are included in profit or loss.

CATHOLIC MISSION

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2021

	Year Ended 31 March 2021	Year Ended 31 March 2020
	\$	\$
8 INTANGIBLE ASSETS		
Computer Software	910,818	873,400
Less: Accumulated Amortisation	(773,616)	(625,581)
	<u>137,202</u>	<u>247,819</u>

Intangible assets have a finite useful lives. The current amortisation charges for intangibles assets are included under "depreciation and amortisation expense" per the Statement of Profit & Loss. Computer software is amortised over a 3 year period.

9 INVESTMENT PROPERTY

Opening fair value	3,990,000	4,560,000
Fair value impairment	-	(570,000)
Investment Property - closing fair value	<u>3,990,000</u>	<u>3,990,000</u>

The carrying value of the Investment Property is held at the valuation assessment of the Council Members and is internally reviewed annually to ensure it is not in excess of the recoverable amount of the investment property. The recoverable amount requires judgement and estimates to be used as the recoverable amount is assessed on the basis of the expected net cash flows that will be received from the investment property. During the current period, management reassessed the valuation of the investment property, with the following key judgements and estimates used to derive the valuation:

- Anticipated reduction in rental income over the 6 months immediately following year end
- Capitalisation rate applied being consistent with the prior period independent valuation obtained.

10 TRADE AND OTHER PAYABLES

Creditors and Accruals	325,563	450,754
Other	30,000	44,000
	<u>355,563</u>	<u>494,754</u>

Accounting policy for trade and other payables

Trade and other payable represent the liability outstanding at the end of the reporting period for goods and services received by Catholic Mission during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

11 PROVISIONS

Current		
Provision for Annual Leave	442,717	401,200
Provision for Long Service Leave	252,292	312,143
Other Provisions	34,939	33,003
	<u>729,948</u>	<u>746,346</u>

Non-Current

Provision for Long Service Leave	66,533	57,253
	<u>66,533</u>	<u>57,253</u>

Accounting policy for employee entitlements

Provision has been made for employee benefits based on current statutory and/or contractual entitlements whichever is greater for all staff employed by the company. All provisions are measured at their nominal amount with those expected to be settled within 12 months being measured using the remuneration rates, including on costs, expected to apply at the time of settlement, while those expected to be settled beyond 12 months, including long service leave, which is provided from the earliest date upon which each employee may become entitled, being measured at the remuneration rates, including on costs, applying at balance date. In determining these provisions it is assumed that at the date of this report future increases in remuneration rates and the relevant discount factors which would be required to be applied to amounts expected to be settled beyond 12 months would be approximately equal with no material impact arising from any difference that may exist between the remuneration rate and the discount factor.

12 LOANS

Millennium Mission Funds Loans	<u>3,000</u>	<u>3,000</u>
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CATHOLIC MISSION

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2021

	Year Ended 31 March 2021	Year Ended 31 March 2020
	\$	\$
13 DISTRIBUTABLE FUNDS		
Fund Balance at Beginning of Year	9,654,927	7,511,605
Net Operating Results	8,116,284	9,642,220
<u>Distribution</u>		
<u>Disbursements from Previous Years Income</u>		
Home Mission Fund	(833,875)	(869,922)
Overseas	(6,311,400)	(5,113,456)
	(7,145,275)	(5,983,378)
<u>Funds Disbursed During Year</u>		
Current Year's Transfer to Reserves	(22,240)	570,000
Community Education	(627,735)	(2,097,487)
Forward Exchange (Loss) / Gain	47,083	11,967
	368,117	2,143,322
Closing Balance	10,023,044	9,654,927
<u>Breakdown of Distributable Funds by Works</u>		
Work with church leaders (including St Peter Apostle)	1,935,986	1,950,451
Work with children (including Children's Mission)	5,102,485	5,101,121
Work with communities (including Propagation of the Faith)	2,904,225	2,539,589
Managed Funds	80,348	63,766
	10,023,044	9,654,927
<u>Reconciliation of Net Operating Results to Total Comprehensive Income</u>		
Net Operating Results	8,116,284	9,642,220
Community Education	(627,735)	(2,097,487)
Forward Exchange (Loss) / Gain	47,083	11,967
Total Comprehensive Income	7,535,632	7,556,700

CATHOLIC MISSION

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2021

	Education and Formation Reserve		St Peter Apostle Burse Fund		Other		Total	
	Year Ended 31 March 2021	Year Ended 31 March 2020	Year Ended 31 March 2021	Year Ended 31 March 2020	Year Ended 31 March 2021	Year Ended 31 March 2020	Year Ended 31 March 2021	Year Ended 31 March 2020
	\$	\$	\$	\$	\$	\$	\$	\$
14 OTHER RESERVES								
Balance at Beginning of Year	449,784	449,784	548,646	559,643	12,105,440	12,094,443	13,103,870	13,103,870
Portion of Current Year Bequest Donations transferred to / (withdrawn) from Reserve Fund:	-	-	-	-	-	13,441	-	13,441
Less / Add: Adjustment for Increases / (decrease) in Holding Value at the end of the Year	-	-	22,240	(10,997)	-	(2,444)	22,240	(13,441)
Net Change in the Year	-	-	22,240	(10,997)	-	10,997	22,240	-
Balance at End of Year	449,784	449,784	570,886	548,646	12,105,440	12,105,440	13,126,110	13,103,870

Reserve Funds

Bursaries received are initially brought to account as income and then transferred to the reserve funds. The principal is not available for distribution, however income that accrues on the principal is available for distribution from the reserve funds. The movements in the reserve funds are made on the following basis;

Education and Formation Reserve - The fund will be used for the purpose of expanding the mission formation and education program as promised to the Sisters of Mercy.

St Peter Apostle Burse Fund - Investment income earned on the Burses is included in the interest income of the St Peter Apostle Society.

Other Funds - These are reserve funds which are received in the form of donations from time to time and held as reserves until a point at which they are to be released for distribution.

CATHOLIC MISSION

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT FOR THE YEAR ENDED 31 MARCH 2021

		Year Ended 31 March 2021 \$	Year Ended 31 March 2020 \$
15 CASH FLOW INFORMATION	Note		
a) Reconciliation of Cash			
Cash	4	12,219,110	3,385,666
Investment - Term Deposits	5	2,023,785	11,942,450
		<u>14,242,895</u>	<u>15,328,116</u>
b) Reconciliation of net operating results to net cash from operating activities			
Surplus for the Year		<u>7,535,632</u>	<u>7,556,700</u>
Net Operating Result		<u>7,535,632</u>	<u>7,556,700</u>
Adjustments of net operating results to net cash from operating activities:			
Depreciation		223,949	242,946
Purchase of investment units		1,000,000	-
Decrease in value of investment property		-	570,000
(Increase) / decrease in investments		(1,733,555)	322,318
Decrease in receivables and other assets		286,308	128,555
Decrease in payables		(139,191)	(337,198)
Decrease in provisions		(7,118)	(135,197)
Net Cash from Operating Activities		<u>7,166,025</u>	<u>8,348,124</u>

16 AUDITORS REMUNERATION

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

- Audit of the financial report	34,700	34,700
- Other Services	11,800	11,800
	<u>46,500</u>	<u>46,500</u>

17 CONTINGENT LIABILITY

There are no material contingent liabilities that require disclosure.

18 COMMITMENTS

There are no material commitments that require disclosure.

19 SUBSEQUENT EVENTS

There have been no events since 31 March 2021 that may significantly affect Catholic Mission's operations, the results of those operations or the state of affairs in future financial years.

DECLARATION OF INDEPENDENCE BY LEAH RUSSELL TO THE DIRECTORS OF CATHOLIC MISSION

As lead auditor of Catholic Mission for the year ended 31 March 2021, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of section 60-40 of the Australian Charities and Not-for-profit Commission Act 2012 in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.



Leah Russell
Director

BDO Audit Pty Ltd

Sydney, 10 June 2021

INDEPENDENT AUDITOR'S REPORT

To the members of Catholic Mission

Report on the Audit of the Financial Report

Qualified opinion

We have audited the financial report of Catholic Mission (the registered entity), which comprises the statement of financial position as at 31 March 2021, 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 report, including a summary of significant accounting policies, and the responsible entities' declaration.

In our opinion, except for the effects of the matter described in the Basis for qualified opinion section of our report, the accompanying financial report of Catholic Mission (the Registered Entity), is in accordance with Division 60 of the Australian Charities and Not-for-profits Commission Act 2012, including:

- (i) Giving a true and fair view of the registered entity's financial position as at 31 March 2021 and of its financial performance for the year then ended; and
- (ii) Complying with Australian Accounting Standards and Division 60 of the Australian Charities and Not-for-profits Commission Regulation 2013.

Basis for qualified opinion

We draw attention to Note 1(b) to the financial report which describes the revenue recognition policy of Catholic Mission which is common with charities of this type. It has been determined that it is impractical to establish control over the collection of cash receipts from fundraising prior to its entry into its financial records. Accordingly, as the evidence available to us regarding fundraising revenue from this source was limited, our audit procedures with respect to fundraising cash receipts had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion whether the cash receipt revenue of Catholic Mission is complete.

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 (including Independence Standards) (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 qualified opinion.

Emphasis of matter – Basis of accounting

We draw attention to Note 1(a) to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Registered Entity's financial reporting responsibilities under the ACNC Act. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Other information

Those charged with governance are responsible for the other information. The other information obtained at the date of this auditor's report is information included in the Catholic Mission's annual report, 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.

Responsibilities of responsible persons for the Financial Report

The responsible persons of the registered entity are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1(a) to the financial report is appropriate to meet the requirements of the ACNC Act, the reporting requirements under the Statue of the Pontifical Mission Societies 2005 and the Regulations for Australia 2006. The responsible persons' responsibility also includes such internal control as the responsible persons 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 responsible persons are responsible for assessing the registered entity'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 responsible persons 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 the 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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at:

http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf

This description forms part of our auditor's report.

BDO Audit Pty Ltd

BDO


Leah Russell
Director

Sydney, 10 June 2021

CATHOLIC MISSION

STATEMENT OF PROFIT AND LOSS BY DEPARTMENT FOR THE YEAR ENDED 31 MARCH 2021

	Year Ended 31 March 2021 \$	Year Ended 31 March 2020 \$
Donations		
General donations	11,770,969	13,379,890
Bequests	922,809	1,981,128
Total donations	12,693,778	15,361,018
Other income		
Investment income	851,641	(420,396)
Services and other	64,934	1,322,135
Government Grants	1,768,300	-
Total other income	2,684,875	901,739
Overheads		
Corporate Services	686,703	505,646
Communications	623,776	920,144
Donor Relations	745,125	854,370
Fundraising	1,818,678	1,725,780
Governance	285,962	346,162
Human Resources	254,426	202,428
Total overheads	4,414,670	4,554,529
Program delivery		
Community Education	627,735	878,735
Diocesan Support	1,724,009	1,529,940
Immersion	249,364	898,523
Program Support	827,243	844,331
Total program delivery	3,428,351	4,151,528
TOTAL EXPENDITURE	7,843,021	8,706,058
TOTAL COMPREHENSIVE INCOME	7,535,632	7,556,700

CATHOLIC MISSION

SCHEDULE OF DISTRIBUTIONS BY COUNTRY FOR THE YEAR ENDED 31 MARCH 2021

PROPAGATION OF THE FAITH

	Year Ended 31 March 2021 \$	Year Ended 31 March 2020 \$
Australia	777,465	848,939
Bangladesh	58,056	-
Ethiopia	57,846	435,725
Fiji	29,179	-
Ghana	676,087	501,636
India	77,510	87,472
Kampuchea	2,344,374	1,208,963
Laos	250,436	345,612
Myanmar	186,856	218,179
Papua New Guinea	141,523	36,137
Sri Lanka	41,925	-
Thailand	114,224	-
Timor Leste	48,987	-
Uganda	-	132,674
Vatican	283,161	156,250
TOTAL	5,087,629	3,971,588

CHILDREN'S MISSION

Australia	55,000	-
Ethiopia	20,848	-
Ghana	348,103	195,443
India	76,379	142,405
Kampuchea	89,428	130,586
Kenya	94,160	-
Laos	14,416	31,842
Mongolia	2,772	-
Myanmar	64,205	378,486
Papua New Guinea	22,504	-
Philippines	5,000	-
Solomon Islands	55,481	23,697
South Africa	59,072	-
Tanzania	3,500	316,361
Thailand	39,381	55,539
Uganda	71,027	38,507
Vietnam	-	43,067
Zambia	63,994	-
TOTAL	1,085,270	1,355,931

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Australia	1,410	1,922
Ghana	18,987	19,982
India	58,136	61,679
Laos	18,361	18,021
Myanmar	68,774	84,633
Papua New Guinea	19,261	-
Thailand	66,157	57,379
Timor Leste	153,841	163,062
Uganda	-	56,542
Vatican	13,514	-
Vietnam	313,046	19,920
Zimbabwe	32,527	-
TOTAL	764,014	483,141

CATHOLIC MISSION

SCHEDULE OF DISTRIBUTIONS BY COUNTRY FOR THE YEAR ENDED 31 MARCH 2021

MANAGED FUNDS

	Year Ended 31 March 2021 \$	Year Ended 31 March 2020 \$
Rep of Korea	30,000	-
Madagascar	16,110	27,099
Malawi	1,385	2,226
Papua New Guinea	7,000	-
Philippines	146,781	22,228
Palestinian Territory	-	16,970
Uganda	3,303	6,124
Zambia	3,783	3,570
	208,362	78,218

GENERAL (No Society)

Rep of Korea	-	55,000
Madagascar	-	39,500
	-	94,500