

**Special Purpose Financial Statements (Financial Report)**

**FEMILI PNG**

**for the year ending 30<sup>th</sup> June 2022**

**FEMILI PNG**  
**Special Purpose Financial Report**

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**EXECUTIVE MANAGEMENT DECLARATION**

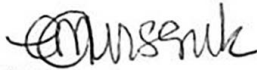
**We confirm that the funds received by Femili PNG have been expended and accounted for in accordance with conditions set out in the Partner Agreements with Pacific Women and Oil Search Foundation.**

**We confirm that the accompanying Special Purpose Financial Report for Femili PNG represents a valid statement of Receipts and Payments for the year ended 30<sup>th</sup> June 2022 and the cash balance of funds at 30<sup>th</sup> June 2022.**

**Dated this 18th day of November 2022**



.....  
**Stephen Howes**  
**Chair**  
**Femili PNG**



.....  
**Anna Wissink**  
**Treasurer**  
**Femili PNG**



.....  
**Daisy Plana**  
**CEO**  
**Femili PNG**



# Raja & Associates

REGISTERED PUBLIC ACCOUNTANTS, AUDITORS, MANAGEMENT CONSULTANTS & TAX AGENTS

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## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FEMILI PNG INC (Femili) FOR THE YEAR ENDED 30<sup>th</sup> JUNE 2022

### Qualified Opinion

We have audited the Special Purpose Financial Report (Financial Statements) consisting of Statement of Receipts and Payments, Statement of Financial position of Femili for the year ended **30<sup>th</sup> June 2022** and accompanying notes to the financial statements.

In our opinion, except for the effects of the matter described in the **Basis of qualified opinion** of our report

- the financial statements present fairly the financial position arising from cash transactions of the Femili **at 30<sup>th</sup> June 2022** and the cash received and expenses paid during the period then ended on the basis of accounting described in Note 1.

### Basis of Qualified Opinion

As stated in Note 1, Femili's policy is to prepare its financial statements based on cash receipts and payments, consequently, certain revenues and the related assets are recognized when received rather than when earned and certain expenses are recognized when paid rather than when the obligation is incurred. Accordingly, the accompanying statement of financial position is not intended to present the financial position and results of operations in accordance with generally accepted accounting principles.

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial statements* section of our report. We are independent of Femili PNG in accordance with the ethical requirements that are relevant to our audit of the financial report in Papua Guinea, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

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

### Basis of Accounting and Restriction on Distribution and Use

The Financial Statements have been prepared for distribution to members and to satisfy the reporting requirements of Femili, and/ or Government of Australia's Department of Foreign Affairs & Trade (DFAT). We disclaim any assumption of responsibility for reliance on this audit report or the financial statements to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

**Management’s Responsibilities for the Financial statements**

The Management is responsible for the preparation and fair presentation of the financial statements and for such internal control as the Management determines is necessary to enable the preparation of the financial statements that is free from material misstatement, whether due to fraud or error.

**Auditor’s Responsibility for the Audit of the Financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs 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 statements.

As part of an audit in accordance with the International Standards on Auditing, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, 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 Femili’s internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Executive Management.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves a true and fair view.

We communicate with those charged with governance 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.

Dated 18th day of November 2022.

**Raja & Associates**



.....  
**Kuhaseelan Rajadurai**  
Registered Auditor  
Registered under the Accountants Act 1996

**FEMILI PNG**  
**STATEMENT OF RECEIPTS AND PAYMENTS**  
**FOR THE YEAR ENDED 30TH JUNE 2022**

	1 July 2020 to 30 June 2021		1 July 2021 to 30 June 2022	
	(PGK)	(PGK)	(PGK)	(PGK)
<b>RECEIPTS</b>				
	<b>(Note 1h)</b>			
Pacific Women (DFAT)	4,487,699		4,471,741	
Bel Isi (OSF)	1,931,209		2,627,215	
UN Women Spotlight	1,188,268		-	
UNDP Spotlight	403,799		479,662	
UNDP Covid Support	275,632		-	
Kokoda Track Foundation	203,400		256,580	
Dep't of Justice and Attorney General	100,000		50,000	
ANCP			238,005	
Mundango Abroad			105,534	
Other funds raised	129,695		327,405	
<b>Total funds received</b>		<b>8,719,702</b>		<b>8,556,143</b>
<b>LESS PAYMENTS</b>				
<b>SET UP AND EQUIPMENT PURCHASES (Note 1a)</b>				
6-1001 Computer and digital equipment	56,324		26,632	
6-1005 Office furniture	58,539		14,376	
6-1008 Mobile phones	12,784		4,602	
6-1009 House furniture	1,268		2,505	
6-1010 Vehicle purchase	255,760		-	
6-1011 Office fit out	20,888		656	
6-1012 Security fit out	241,235		40	
		<b>646,797</b>		<b>48,810</b>
<b>OPERATIONAL COSTS</b>				
6-2001 Rental and utilities	430,096		315,133	
6-2003 Staff travel	171,126		221,727	
6-2004 Audit and accounting	35,669		33,834	
6-2006 Ongong vehicle costs	135,544		141,512	
6-2007 Stationary and general office	139,375		132,034	
6-2008 Security expenses	44,838		54,929	
6-2009 Insurance	20,002		23,396	
6-2010 IT recurrent costs	86,846		127,174	
6-2011 Bank charges	2,108		1,460	
6-2013 Phone bills	79,025		87,861	
6-2015 Technical expertise	11,000		255,312	
6-2016 Repatriation	105,498		171,175	
6-2017 Legal advice and assistance	6,220		38	
6-2018 Outreach and IEC	121,370		100,835	
6-2019 Case meetings and coordination	17,500		31,397	
6-2020 Staff care	68,751		96,691	
6-2021 Training and exchange	285,801		739,437	
6-2022 Research	193		33,604	
6-2023 Partner resourcing allocations	206,448		486,363	
6-2024 Governance and planning	956		2,097	
6-2025 Staff training	35,215		103,592	
6-2026 Fundraising expenses	2,930		2,320	
6-2028 Direct assistance	382,639		358,311	
		<b>2,389,149</b>		<b>3,520,229</b>
<b>PERSONNEL COSTS</b>				
6-3001 Staff salaries	2,779,289		3,119,982	
6-3002 Staff insurance	102,176		145,352	
6-3003 Relocation and other hiring costs	15,344		35,692	
		<b>2,896,809</b>		<b>3,301,026</b>
Exchange and cash losses		-		-
<b>Total payments</b>		<b>5,932,755</b>		<b>6,870,066</b>
<b>TOTAL SURPLUS/(DEFICIT)</b>		<b>2,786,947</b>		<b>1,686,077</b>

**FEMILI PNG  
STATEMENT OF FINANCIAL POSITION  
AS OF 30TH JUNE 2022**

	YEAR ENDING 30TH JUNE 2021 (PGK)	YEAR ENDING 30TH JUNE 2022
<b>START OF YEAR NET POSITION</b>	<b>(Note 1c)</b>	
Cash on hand - PNG	16,883	21,862
Cash in bank - PNG	1,445,179	3,775,237
Net out pending cheques - PNG	4,739	38,686
Cash in bank - Canberra, Australia	290,600	661,703
GST refunds owed	(Note 1d) 71,633	186,387
	<u>1,819,556</u>	<u>4,606,503</u>
<b>PLUS SURPLUS/(DEFICIT)</b>	<u>2,786,947</u>	<u>1,686,077</u>
<b>END OF YEAR NET POSITION</b>	<u><u>4,606,503</u></u>	<u><u>6,292,580</u></u>
 <b>REPRESENTED BY</b>		
Cash on hand - PNG	21,862	16,522
Cash in bank - PNG	3,775,237	5,300,412
Net out pending cheques - PNG	38,686	62,320
Cash in bank - Canberra, Australia	661,703	702,622
GST refunds owed	(Note 1d) 186,387	335,344
	<u>4,606,503</u>	<u>6,292,580</u>

**FEMILI PNG**  
**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2022**

**1. STATEMENT OF ACCOUNTING POLICIES**

**Reporting Entity**

The reporting entity is Femili PNG, which is a non-profit organisation registered under Associations Incorporation Act.

Femili PNG runs case management centres (CMC) in Lae, Port Moresby and Goroka to assist survivors of family and sexual violence (FSV). In addition, Femili PNG works with communities, service providers, schools, government officials and businesses to provide training and outreach on FSV, related laws, referral pathways to assist survivors, child safety and breaking the cycle of violence.

Friends of Femili PNG, the support group for Femili PNG, is audited separately and is not included in the Financial statements.

**Basis of preparation**

These special purpose financial statements have been prepared on a cash basis. Hence, present obligations to transfer economic benefits as a result of past events are not recognized in the accounts.

The reporting currency is Papua New Guinea Kina (K).

These financial statements have been prepared on the basis that Femili PNG is a going concern. This assumption places reliance on the fact that Femili PNG will continue to receive grants, donations and sponsorships and funding from DFAT and other sources.

**a) Acquisition of Property, Plant and Equipment**

All fixed assets acquired are expensed and recorded in the asset register.

**b) Depreciation on Property, Plant and Equipment**

Depreciation is not charged on the fixed assets.

**c) Cash and Cash Equivalents**

Cash is considered to be cash in hand, in transit and at current accounts in banks held in PNG and Australia, net of pending cheques.

**d) Goods & Services Tax (GST)**

On October 20th 2015, Femili PNG was exempted from paying GST by Internal Revenue Commission (IRC), this was renewed on the 6<sup>th</sup> December, 2021. Payments are shown exclusive of GST and GST paid is shown separately as an asset "GST refunds owed", valued at K335,344 as of 30 June 2022. An initial refund has been obtained from IRC, and further refunds have been sought.

**e) Income Tax**

Femili PNG is exempted from income tax under the Papua New Guinea Income Tax act, as such tax effect accounting procedures are not followed.



**FEMILI PNG**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2022**

**g) Foreign currency translation**

All foreign expenses and foreign funds received and transferred have been translated at an exchange rate of A\$=2.3452PGK for the months of July 2021 to June 2022.

**h) Income**

During the year Femili received the following major receipts under respective partner agreements.

<b>Donor</b>	<b>Project/Partner Agreement Name</b>	<b>Amount Received (K) 2022</b>	<b>Amount Received (K) 2021</b>
Department of Foreign Affairs & Trade (DFAT)	Pacific Women ( Cardno)	4,471,741	4,487,699
Oil Search Foundation	Bel Isi Program	2,627,215	1,931,209
United Nations Development Program(UNDP)	Spotlight Initiative in PNG-	479,662	403,799
UN Women	Spotlight Initiative in PNG-		1,188,268
United Nations Development Program(UNDP)	Support to FSV Core service providers and survivors in Lae & Port Moresby during COVID-19.		275,632
Kokoda Track Foundation	Project Zero: Addressing Gender-Based Violence and Child Protection in rural PNG	256,580	203,400
Department of Justice and Attorney General	DJAG – MOU on Cooperation in Prevention, Protection and Information Sharing on Gender-Based Violence	50,000	100,000
Department of Foreign Affairs and Trade – Australian Aid Program - ANCP	Support Goroka Outpost continuation	238,005	-

Reported income figures exclude funds raised in-kind.