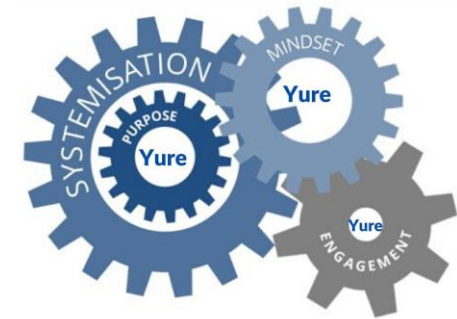
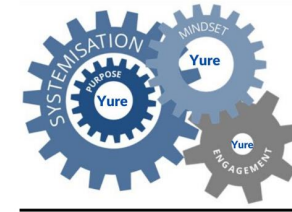


USMAA Audit Report & Financial Statements, Notes & Recommendations

Client Audited:	United Sri Lankan Muslim Association Of Australia
Audit Period:	Year 2020/21 - 12 Months Ending June 2021
Client ABN No:	16 207 175 319
Client Address:	PO Box 5194, Brandon Park, Vic 3150
Agreed Service:	Audit Report Only
Audit Report Provider:	Yure Business Solutions
Audit Reporting Entity:	Share Global Pty Ltd T/A Yure Business Solutions
Audit Reporting Entity ABN:	28 102 279 827
Audit Report Provider Address:	Suite 2803/63 Whiteman Street, Southbank 3006
Audit Reporting Entity Membership:	Member – Chartered Accountants Aus and NZ
Audit Engagement Term:	Only One Year (2020/21)
Audit Fees:	\$600 plus GST – Subsidized Rates
Audit Report Completed:	17 July 2021

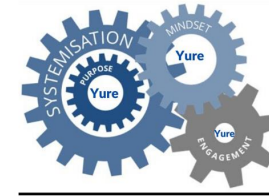


USMAA Overview



- As per the Australian Business Register, USMAA is a Charity, Not-For-Profit Organization
- USMAA is registered with ACNC – Australian Charities and Not-for profits Commission
- Australian resident, operating out of the State of Victoria jurisdiction
- USMAA has a Charity concession status – hence exempt from GST and Income Tax Obligations

Audit Report

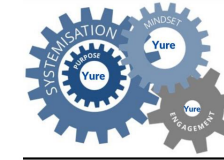


- Audit of the statements as of 30 June 2021 has been concluded. The financial statements being Profit & Loss and Balance Sheet Statements.
- The preparation and finalization of these financial statements are the responsibility of the client's management.
- Auditor responsibility is limited to expressing an opinion on these financial statements based on generally accepted standard audit procedures.
- Procedure standards require obtaining reasonable assurance of the transactions and activities within these financial statements.
- Audit procedures seek to determine and provide assurance of transactions being free of material mis-statements.
- An audit includes examining, on a test basis, evidence and documentation supporting the amounts and disclosures in the financial statements.
- An audit also includes assessing the accounting principles used and estimates made by management, as well as evaluating the overall financial statement presentation.
- In planning and performing audit procedures, consideration is given to client's internal controls, quality of management membership, internal accounting and cash management procedures for the purpose of expressing an opinion on the financial statements and not to provide assurance on the internal controls over financial reporting.
- Notes have been prepared by us by obtaining information from transactions reviews, disclosures and interviews with management.
- **In our opinion, the financial statements referred to above present fairly and accurately, in all material respects, the financial position of the organization as of 30th June 2021.**
- **Only for the purposes of internal control improvements, we have made some recommendations, wherever possible.**
- This report is intended solely for the information and use of client management and client membership.
- This report is not intended for unauthorized parties and maybe disclosed only at the sole discretion and responsibility of management.

USMAA – Earnings Statement & Performance

As of 30 June 2021

Cash Reporting Basis



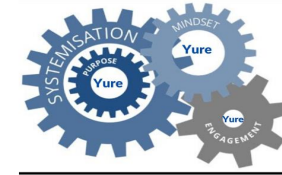
Profit & Loss Summary	2015	2016	2017	2018	2019	2020	2021
Income	A\$	A\$	A\$	A\$	A\$	A\$	A\$
Subscriptions						6,960	5,244
Grants						666	2,225
Events and Programs						31,549	6,606
Covid Fundraisers						2,945	6,160
Other Income						-	9,857
Total Income	59,152	71,588	49,495	40,953	51,299	42,120	30,092
Total Expenses	40,398	64,388	51,533	37,315	33,083	23,728	19,254
Net Earnings / (Loss)	18,754	7,200	- 2,038	3,638	18,216	18,393	10,838



USMAA – Balance Sheet Performance

As of 30 June 2021

Charts – Year On Year

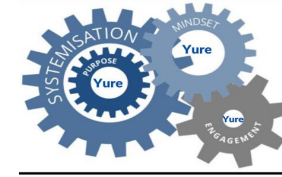


Balance Sheet	2015	2016	2017	2018	2019	2020	2021
Assets	A\$	A\$	A\$	A\$	A\$	A\$	A\$
Total Cash & Bank	54,124	40,939	63,179	64,775	81,911	64,626	69,581
Burial Sites	67,630	76,967	78,693	72,579	94,159	98,295	102,120
Trade Debtors						- 270	- 270
Net Plant & Equipment	2,184	5,328	5,119	4,494	5,648	5,058	5,082
Total Assets	123,938	123,234	146,991	141,848	181,718	167,709	176,513
Total Liabilities	5,813	4,115	33,351	22,764	24,548	152	150
Shareholder Equity	118,125	119,119	113,640	119,084	157,170	167,558	176,363



Auditor – Notes (1 of 9)

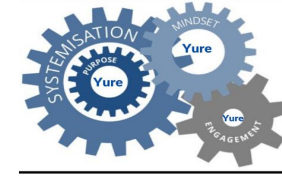
As of 30 June 2021



Member Subscriptions	YE2021	YE2020	% LY
Received	\$ 5,244	\$ 6,960	75%
Member subscriptions are at 75% collection rate compared to Last Year.			
Based on ACTUAL approximate membership levels, the membership collection stands at 41.1%			
Membership Type	Members	Membership Fee	Annual Fee
Family	150	75	11,250
Single	25	40	1,000
Family Pensioner	12	30	360
Single Pensioner	5	20	100
Students	5	10	50
Totals - this is the potential collection			12,760
Fee Collected			5,244
Fee Collected - %			41.1%
Auditor Recommendations			
Support needs to be given to the USMAA community by every member by paying subs in a timely manner as the level of collection is well below par. MC is there to initiate and send reminders but the whole membership is responsible for this poor collection.			

Auditor – Notes (2 of 9)

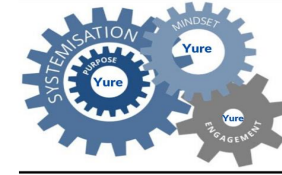
As of 30 June 2021



Grants Income	YE2021	YE2020	% LY
Received	2,225	666	334%
This mainly belongs to a grant of \$2,000 received under Seniors Grant Income.			
Senior Grants Account	A\$		
Income	2,000		
Spend	2,262		
Surplus / (Gap)	(262)		
Zakat & Fitra Collection Program	YE2021	YE2020	% LY
Received	2,688	1,852	145%
Program Costing	A\$		
Income	2,688		
Spend	2,728		
Surplus / (Gap)	(40)		

Auditor – Notes (3 of 9)

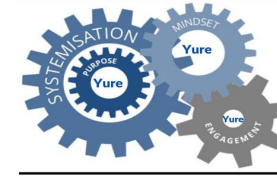
As of 30 June 2021



Eid Ul Fitr 2021 Event	YE2021	YE2020	% LY
Received	1,810	-	
Program Costing	A\$		
Income	1,810		
Spend	2,174		
Surplus / (Gap)	(365)		
Covid Collection Program	YE2021	YE2020	% LY
Received	6,160	2,945	209%
Program Costing	A\$		
Income	6,160		
Spend	6,410		
Surplus / (Gap)	(250)		

Auditor – Notes (4 of 9)

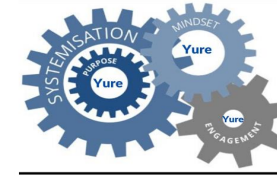
As of 30 June 2021



Reserve Clearing Account	YE2021	YE2020	% LY
Income	9,857	-	
<p>This is a new account created to clear out anomalies and legacy items appearing in the Balance Sheet. It was necessary to clear out these credits appearing in the Balance Sheet as it raises a lot of queries by members and auditors and had never been cleared out by previous MCs.</p> <p>Thankfully, this is a profit to the P&L (not a Loss) although it is not a Cash Profit.</p>			
Subscriptions and Dues	YE2021	YE2020	% LY
Expenses	1,074	3,129	34%
Subscriptions Details:	A\$		
QuickBooks - Annual Subs	480	480	100%
Zoom membership	231	231	100%
Major Website Upgrade		2,390	0%
SSL Certificate USMAA Website	286	28	1021%
Zoom AGM/SGM	77		
Total Spend	\$ 1,074	\$ 3,129	

Auditor – Notes (5 of 9)

As of 30 June 2021

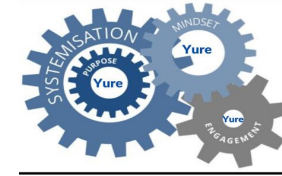


Bank - Main Operating Account	YE2021	YE2020	% LY
Balance	\$ 7,660	\$ 7,931	97%
This is the main operating bank account for the USMAA MC membership.			
There are two payment authorising signatories to this account.			
Bank Reconciliation	A\$		
Balance as per Bank Statement	7,660		
Balance as per Final Accounts	7,660		
Surplus / (Gap)	0		
The Auditor has verified the balance as per Bank Statement as at 30 June 2021.			
Janaza Bank Account	YE2021	YE2020	% LY
Balance	\$ 15,485	\$ 11,485	135%
This is the main operating bank account for the Janaza Committee account.			
There are two payment authorising signatories to this account.			
Bank Reconciliation	A\$		
Balance as per Bank Statement	15,485		
Balance as per Final Accounts	15,485		
Surplus / (Gap)	0		
The Auditor has verified the balance as per Bank Statement as at 30 June 2021.			

MCCA Fund Account	YE2021	YE2020	% LY
Balance	\$ 20,999	\$ 20,138	104%
This is a SAVINGS Reserve account belonging to USMAA membership.			
Presently there is only one signatory. The auditor has recommended at least 2 signatories for this account. It is the understanding of the auditor that 2 or 3 more account holders are being added.			
Bank Reconciliation	A\$		
Balance as per Bank Statement	-		
Balance as per Final Accounts	20,999		
Surplus / (Gap)	(20,999)		
The Auditor has NOT yet verified the balance as per Bank Statement as at 30			
USMAA Centre Account	YE2021	YE2020	% LY
Balance	\$ 25,049	\$ 25,072	100%
This is a Savings account preserved solely for the future USMAA Centre Project.			
There are two payment authorising signatories to this account.			
Bank Reconciliation	A\$		
Balance as per Bank Statement			
Balance as per Final Accounts	25,049		
Surplus / (Gap)	(25,049)		
The Auditor has NOT yet verified the balance as per Bank Statement as at 30			

Auditor – Notes (6 of 9)

As of 30 June 2021



Burial Sites Valuation	YE2021	YE2020	% LY
Asset Value of Burial Sites	\$ 102,120	\$ 98,295	104%
Burial Site Revaluation Reserve	\$ 29,837	\$ 22,012	136%

This is an Asset Account of the burial plots purchased by Janaza Committee. Janaza committee is authorised to buy plots and then make it available to members at market price.

At Year End, the Janaza committee prepares a market valuation and this is recorded in the Accounts. Hence the change in value of these plots are recorded in the Balance Sheet as a Revaluation Reserve in the Equity Section.

The Auditor does not review the market valuation itself but reviews the Burial Plot schedule to ensure the market valuation is represented in the Balance Sheet.

Plant, Furniture & Equipment	YE2021	YE2020	% LY
Balance	\$ 5,082	\$ 5,058	100%

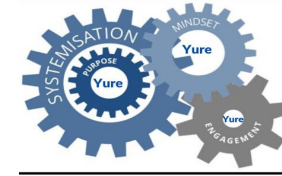
Depreciation has not been provided for the Year Ending June 2021.

The Auditor recommends a depreciation allowance to be made next year.

The Auditor has not reviewed the asset value whether it represents true value of assets and has not sighted any assets. In this instance, MC valuation and opinion of depreciation has been accepted.

Auditor – Notes (7 of 9)

As of 30 June 2021

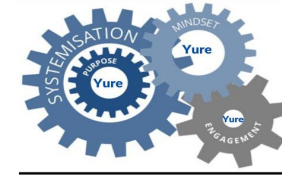


Retained Income	YE2021	YE2020	
Balance Brought Forward	135,688	\$ 117,295	
Net Income in the Year	10,838	18,393	
Balance Carried Forward	146,526	\$ 135,688	
Net Income / Earnings or Loss	YE2021	YE2020	% LY
Net Income	\$ 10,838	\$ 18,393	59%
Summary Of Activities contributing:	YE2021	YE2020	
Normal Operating Activities	404	(2,319)	
Grant Activities	(37)	666	
Covid Fund Raising Program	(250)	(1,505)	
One Off Fund Raising - Building Fund	0	21,395	
Revaluation Reserve Clearing	9,857	0	
Investment Income	865	155	
Net Income	10,839	18,392	

There is a discrepancy of \$270 in earnings between last year Audited and Reported Accounts and what is reported in this year's financial statements for Previous Year (June 20). This discrepancy relates to an amount of \$270 in Trade Debtors arising due change in reporting basis (Cash Vs Accrual). Last Year Accounts were reported on Accrual Basis.

Auditor – Notes (8 of 9)

As of 30 June 2021



Financial Statement Reporting Basis

An examination of accounts and accounting treatment of majority transactions reveals CASH basis reporting of financial statements. Cash basis reporting is most appropriate and suitable for an organisation of this size. Accrual basis accounting can create unnecessary volume of book keeping activities given the nature of the membership and time commitment. The auditor recommends a resolution to change the reporting basis to CASH (if it has not already done so).

Auditor – Notes (10 of 10)
As of 30 June 2021

- ▶ Auditor
- ▶ Recommendations

Auditor Recommendations	Recommend Rating	Recommendations
Goods and supplies		
Payee field when making payments are used		Mention the name of the end supplier/beneficiary in
Any single payment over \$150-499 would require an end supplier (generated) Invoice / Note	Mandatory	Only work with suppliers who can produce an invoice or a written note
Any single payment over \$500 would require an end supplier (generated) Invoice	Mandatory	Only work with suppliers who can produce an invoice
Any single payment between \$80 and \$150 would require an end supplier (generated) Invoice	Optional	Receipts/ Acknowledgement from end supplier are highly recommended
Personal Services		
Payee field when making payments are used		Mention the name of the end supplier/beneficiary in this field
Any single payment over \$150-499 would require an end supplier (generated) Invoice / Note	Mandatory	Only work with suppliers who can produce an invoice or a written note
Any single payment equal to/over \$500 would require an end supplier (generated) Invoice	Mandatory	Only work with suppliers who can produce an invoice
Any single payment between \$80 and \$150 would require an end supplier (generated) Invoice	Optional	Receipts/ Acknowledgement from end supplier are highly recommended
Charity, Appeal and Relief Beneficiaries		
Payee field when making payments are used		Mention the name of the end beneficiary in this field
Any single payment equal to/over \$150 would require a beneficiary received note	Mandatory	Beneficiaries should be requested to provide a Received/Acknowledgement
Any single payment between \$50 and \$150 would require a beneficiary received note	Optional	Beneficiaries may be requested to provide a Received / Acknowledgement