

Notes to the Financial Statements

For the Year Ended 31 December 2020

18 Related Parties

The Association's main related parties are as follows:

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any Committee Member (whether executive or otherwise) of that entity are considered key management personnel.

Key management personnel of the Association during the year were as follows:

- Mouhamad Chmait (President/Principal);
- Hossam Chmait (Vice President/Employee);
- Nada Zahab (Treasurer/Secretary/Vice Principal);
- Sam Cannavo (Committee Member/Acting Principal);
- Radwan Chmait (Committee Member);
- Mohamed Ali (Committee Member); and
- Rayan Yassine (Committee Member).

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

Other related parties of the Association

- Khyas Pty Ltd, owned and operated by:
 - Mouhamad Chmait;
 - Nada Zahab;
 - Hossam Chmait; and
 - Radwan Chmait.
- SC Education Consultancy owned and operated by:
 - Sam Cannavo
- Baldovan Building, owned and operated by a relation of:
 - Hossam Chmait; and
 - Radwan Chmait.
- Kamal Chmait;
- Khaled El Sabsabi;
- Ahmed Ali;
- Fatma Saraya;
- Anwar Tradie;
- Ali Ali; and
- Wasem Ali.

Transactions with related parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

The following transactions occurred with related parties during the year:

	Sales	Purchases	Wages	Balance outstanding		
	\$	\$	\$	Owed to the Association	Owed by the Association	Bad debts allowance
				\$	\$	\$
Key management personnel	20,621	-	349,344	100	-	-
Other related parties	14,002	257,209	5,173	1,644	10,374	1,072
	34,622	257,209	354,517	1,744	10,374	1,072

19 Events after the end of the Reporting Period

The financial statements were authorised for issue on 28 June 2021 by the Committee Members.

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

20 Statutory Information

The registered office and principal place of business of the Association is:

Young Muslim Association Incorporated
14 Lachlan Street
YOUNG NSW 2594

Young Muslim Association Incorporated
ABN: 67 744 523 765

COMMITTEE MEMBERS DECLARATION

For the Year Ended 31 December 2020

The Committee Members declare that in their' opinion:

- i) there are reasonable grounds to believe that the Association is able to pay all of its debts, as and when they become due and payable; and
- ii) the financial statements and notes satisfy the requirements of the Australian Accounting Standards Reduced Disclosure Requirements, *Associations Incorporation Act (NSW) 2009* , and the *Associations Incorporation Regulation (NSW) 2016*.

Committee Member  Hossam Chmait

Committee Member  Waseem Ali

Dated: 20 August 2021

Young Muslim Association Incorporated

ABN: 67 744 523 765

INDEPENDENT AUDITOR'S REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

Report on the Audit of the Financial Statements

Disclaimer of Opinion

We were engaged to audit the financial statements of the Young Muslim Association Incorporated, which comprises the statement of financial position as at 31 December 2020, 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 Declaration.

We do not express an opinion on the financial statements of the Young Muslim Association Incorporated. Because of the significance of the matters described in the Basis for Disclaimer of Opinion section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

Basis for Disclaimer of Opinion

Management and those charged with governance are responsible for maintaining proper books and records to allow the financial statements to be prepared and subsequently audited. Management and those charged with governance are also responsible for maintaining a level of internal control deemed necessary to allow the financial statements to be free from material misstatement, whether due to fraud or error.

Based on our findings during the engagement, it was evident the Association has significant deficiencies in its internal control environment and was unable to provide sufficient and appropriate documentation in support of the transactions, balances and disclosures contained within the financial statements.

Due to the significant deficiencies in internal controls and limitations imposed on our scope, we were unable to complete audit procedures necessary to reduce our engagement risk to an acceptable low level.

We therefore are unable to form an opinion on the Association's financial statements for the year ended 31 December 2020.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management of the Association are responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the *Associations Incorporation Act 2009 (NSW)*, and for such internal control as management determine is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management are responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of preparation unless management either intend to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's financial reporting process.

Young Muslim Association Incorporated

ABN: 67 744 523 765

INDEPENDENT AUDITOR'S REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

Auditor's Responsibilities for the Audit of the Financial Statements

Our responsibility is to conduct an audit of the financial statements in accordance with Australian Auditing Standards and to issue an auditor's report. However, because of the matters described in the *Basis for Disclaimer of Opinion* section of our report, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on the financial statements.

We are independent of the Association in accordance with 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 statements in Australia.

We have also fulfilled our other ethical responsibilities in accordance with the Code.

National Audits Group Pty Ltd
Authorised Audit Company



Danielle Nye
Registered Company Auditor

Dated: 20 August 2021

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