
Annual Report

The Annie Danks Trust

30 June 2020

Prepared by EHH Chartered Accountants & Advisors

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Compilation Report

The Annie Danks Trust For the year ended 30 June 2020

We have compiled the accompanying special purpose financial statements of The Annie Danks Trust as a Discretionary (Non-reporting) Trust, which comprise the balance sheet as at 30 June 2020, the profit and loss, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is to provide information relating to the performance and financial position of the trust that satisfies the information needs of the Directors of the Trustee Company and of the Beneficiaries.

1. Trustees' Responsibility

You are solely responsible for the information contained in the special purpose financial statements and have determined that the basis of accounting adopted is appropriate to meet your needs.

2. Our Responsibility

On the basis of information provided by you, we have compiled the accompanying special purpose financial statements in accordance with the basis of accounting adopted and APES 315: Compilation of Financial Information.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which you provided, in compiling the financial statements. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

The special purpose financial statements were compiled exclusively for your benefit. We do not accept responsibility to any other person for the contents of the special purpose financial statements.

EHH Chartered Accountants & Advisors

Suite 11, 431 Burke Road, Glen Iris VIC 3146



Lindsay Egan

14 January 2021

Trustees Declaration

The Annie Danks Trust For the year ended 30 June 2020

I declare that the trust is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements

I declare that:

1. the financial statements and notes, as set out herein present fairly the trust's financial position as at 30 June 2020 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements; and
2. in my opinion there are reasonable grounds to believe that the trust will be able to pay its debts as and when they become due and payable.



Graeme Danks

Dated this 14th day of January 2021

Profit and Loss

The Annie Danks Trust For the 12 months ended 30 June 2020

	Jun-20	Jun-19
Income		
Income - Investment		
Adjustment (Advisor)	95	-
Distributions (Advisor)	49,391	61,687
Dividends (Advisor)	45,919	71,978
Imputation Credits (ATO)	16,660	27,051
Interest - Cash held (Advisor)	899	6,730
Total Income - Investment	112,963	167,447
Income - Other		
Interest - Business Account	419	347
Interest - Term Deposits	14,950	20,043
Total Income - Other	15,369	20,390
Total Income	128,332	187,837
Gross Profit	128,332	187,837
Less Operating Expenses		
Accountancy Fees	3,388	2,926
Administration Costs	9,083	7,605
Bank Charges	256	294
Investment - Advisor Fee	9,481	10,060
Investment - SMA Fee	4,912	5,726
Total Operating Expenses	27,121	26,612
Operating Profit	101,211	161,226
Non-operating Income		
Extraordinary Items		
GST Recouped for prior years	3,281	-
Total Extraordinary Items	3,281	-
Total Non-operating Income	3,281	-
Net Profit	104,492	161,226

Notes

This statement is to be read in conjunction with the Notes to the Financial Statements and the accompanying Compilation Report. The financial year ended 30 June 2020 is the first year the Trust has recouped GST paid on expenses. The financial statements for the year ended 30 June 2020 reflect the GST recouped in relation to expenses paid in prior year as a one-off extraordinary income.

The financial statements for the year ended 30 June 2020 and beyond reflect 25% of the GST paid in the expenses as shown being the GST portion that cannot be recouped.

The financial statements for the year ended 30 June 2019 and prior years reflect 100% of the GST paid in the expenses as shown.

Balance Sheet

The Annie Danks Trust As at 30 June 2020

	30 Jun 2020	30 Jun 2019
Assets		
Current Assets		
ATO - Imputation Credits owing at year end	16,660	27,051
Cash - Business Account	521,338	469,170
Cash - Term Deposits	666,715	651,765
Investment - Distributions declared not yet received by Advisor	22,415	43,973
Investment - Income received by Advisor not yet transferred	58,441	80,637
Total Current Assets	1,285,569	1,272,596
Non-current Assets		
Investment - Advisor Managed Funds		
Investment - Advisor Cash Account	67,522	84,547
Investment - Advisor Cash Management Account	302,476	98,840
Investment - Advisor held funds yet to be transferred	(58,441)	(80,637)
Investment - Advisor Managed Portfolio (at cost)	2,428,353	2,598,085
Total Investment - Advisor Managed Funds	2,739,910	2,700,835
Total Non-current Assets	2,739,910	2,700,835
Total Assets	4,025,479	3,973,432
Liabilities		
Current Liabilities		
GST Account	(519)	-
Total Current Liabilities	(519)	-
Total Liabilities	(519)	-
Net Assets	4,025,998	3,973,432
Equity		
Income Account (Donatable Funds)		
Donatable Funds at beginning of year	1,137,480	1,115,354
Current Year Earnings	104,492	161,226
Donations made during the year	(91,000)	(139,100)
Total Income Account (Donatable Funds)	1,150,972	1,137,480
Trust Capital Account 1 (Initial)		
Share of Estate Annie Danks	62,667	62,667
Total Trust Capital Account 1 (Initial)	62,667	62,667
Trust Capital Account 2 (IPL 2010)		
Cash Received	2,372,568	2,372,568
DBPL shares received	586,858	586,858
IPL shares returned (cost)	(62,667)	(62,667)
Total Trust Capital Account 2 (IPL 2010)	2,896,759	2,896,759

Balance Sheet

	30 Jun 2020	30 Jun 2019
Trust Capital Account 3 (DBPL 2016)		
DBL share proceeds received	485,117	485,117
DBPL shares liquidated	(586,858)	(586,858)
Total Trust Capital Account 3 (DBPL 2016)	(101,742)	(101,742)
Trust Capital Account 4 (Escala)		
2015 Capital Gains (Losses)	(15,297)	(15,297)
2016 Capital Gains (Losses)	(63,424)	(63,424)
2017 Capital Gains (Losses)	13,086	13,086
2018 Capital Gains (Losses)	18,521	18,521
2019 Capital Gains (Losses)	25,382	25,382
2020 Capital Gains (Losses)	39,074	-
Total Trust Capital Account 4 (Escala)	17,342	(21,732)
Total Equity	4,025,998	3,973,432

Notes

This statement is to be read in conjunction with the Notes to the Financial Statements and the accompanying Compilation Report.

Notes to the Financial Statements

The Annie Danks Trust For the year ended 30 June 2020

1. Statement of Significant Policies

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The accounting policies that have been adopted in the preparation of this report are as follows:

1.(a) Income Tax

The income tax expense for the year comprises current income tax expense. Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at reporting date. Current tax liabilities are therefore measured at the amounts expected to be paid to the relevant taxation authority.

1.(b) Inventories

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a first-in, first-out basis and include direct materials, direct labour and an appropriate proportion of variable and fixed overhead expenses.

1.(c) Provisions

Provisions are recognised when the trust has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at reporting date.

1.(d) Cash and Cash Equivalents

Cash and cash equivalents includes 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.

1.(e) Trade Receivables and Other Receivables

Trade receivables and other receivables, including distributions receivable, are recognised at the nominal transaction value without taking into account the time value of money. If required a provision for doubtful has been created.

1.(f) Trade Creditors and Other Payables

Trade creditors and other payables, including bank borrowings and distributions payable, are recognised at the nominal transaction value without taking into account the time value of money.

1.(g) Revenue and Other Income

Revenue is measured at the value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue. Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets, is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established. Revenue recognition relating to the provision of services is determined with reference to the stage of completion of the transaction at reporting date and where outcome of the contract can be estimated reliably. Stage of completion is determined with reference to the services performed to date as a percentage of total anticipated services to be performed. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent that related expenditure is recoverable. All revenue is stated net of the amount of goods and services tax (GST).

1.(h) Goods and Services Tax

For the financial year ended 30 June 2020 and beyond, expenses are recognised net of the amount of recoverable GST. 75% of the amount of GST incurred is recoverable from the Tax Office and 25% of the GST incurred is unrecoverable from The Tax Office. The unrecoverable portion of GST incurred is recognised as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

For the financial year ended 30 June 2019 and earlier, expenses are recognised inclusive of any GST incurred. Any GST recoverable from the Tax Office in relation to the financial year ended 2019 and prior years has been reflected as an extraordinary item in the financial year ended 30 June 2020.

Notes to the Financial Statements

1.(i) Property, Plant and Equipment

Property, plant and equipment are included at cost, or at valuation. All assets, excluding freehold land and buildings held for investment are depreciated over their useful lives to the entity.

1.(j) Finance Leases

Leases are classified as finance leases wherever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.