

The LBW Trust

(a charitable institution)

ABN 86 357 910 732

**Annual Financial Report
for the year ended 30 June 2016**

**The LBW Trust
Financial Statements
for the year ended 30 June 2016**

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AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE BOARD OF THE LBW TRUST

I declare that to the best of my knowledge and belief, during the year ended 30 June 2016 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

MITCHELL & PARTNERS
CHARTERED ACCOUNTANTS



Glenn Merchant FCA
Registered Company Auditor

Signed this 2nd day of January 2017.

The LBW Trust
Statement of Comprehensive Income
for the year ended 30 June 2016

	Note	2016 \$	2015 \$
Revenue from ordinary activities		360,592	256,641
Other expenses from ordinary activities		<u>(104,136)</u>	<u>(88,617)</u>
Surplus from ordinary activities before income tax		256,456	168,024
Income tax expense relating to ordinary activities		<u>-</u>	<u>-</u>
Surplus from ordinary activities after income tax		256,456	168,024
Distribution to beneficiaries		<u>(237,097)</u>	<u>(219,899)</u>
Accumulated Excess / (Deficit) at the end of the year		19,359	(51,875)

The Statement of Comprehensive Income should be read in conjunction with the notes to the financial statements.

**The LBW Trust
Statement of Financial Position
as at 30 June 2016**

	Note	2016 \$	2015 \$
CURRENT ASSETS			
Cash and cash equivalents	2	251,565	195,152
Trade and other debtors	3	440	1,387
Total assets		<u>252,005</u>	<u>196,539</u>
CURRENT LIABILITIES			
Trade and other payables	4	36,106	-
Total liabilities		<u>36,106</u>	<u>-</u>
Net assets		<u>215,899</u>	<u>196,539</u>
Represented by			
TRUST FUNDS			
Total accumulated funds	5	<u>215,899</u>	<u>196,539</u>

The Statement of Financial Position should be read in conjunction with the notes to the financial statements.

The LBW Trust
Notes to the financial statements
for the year ended 30 June 2016

NOTE 1 STATEMENT OF COMPLIANCE

In the opinion of the directors of the trustee company, The LBW Trust ("the trust") is not a reporting entity as there are no users dependent on general purpose financial statements. The financial report of the trust has been drawn up as a special purpose financial report for distribution to the members.

The special purpose financial statement has been prepared in accordance with the requirements of the recognition and measurement aspects of all applicable Australian Accounting Standards ("AASBs") adopted by the Australian Accounting Standards Board ("AASB") , and other authoritative pronouncements of the AASB that have a material effect.

Basis of preparation

The financial report is presented in Australian dollars.

The trust has not elected to early adopt any revised accounting standards.

The financial report is prepared on an historical cost basis.

The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which for the basis of making the judgements about carrying values of assets and liabilities that are not really apparent from other sources. Actual results may differ from these estimates. These accounting policies have been consistently applied by the trust.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision only affects that period, or in a period of the revision and future periods if the revision affects both current and future periods.

The accounting policies set out below have been applied consistently to all periods presented in the financial report, unless otherwise stated.

(a) Revenue recognition

Revenue comprises donations received from donors to the trust. Interest revenue is recognised as it is accrued.

(b) Trading Expenses

Trading expenses include expenses of the trust to external parties for organising various charity events.

(c) Taxation

The trust has achieved a Charitable Institution Status from the ATO.

Pursuant to the Charitable Status, the trust has access to the following concessions:

- Income tax exemption under Subdivision 50-B of the Income Tax Assessment Act 1997
- GST concessions under Division 176 of A New Tax System (Goods and Services Tax) Act 1999
- FBT rebate under section 123E of the Fringe Benefits Tax Assessment Act 1986

Hence, no tax liability is recognised in the Balance Sheet.

(d) Receivables

Debtors are carried at amounts due. The collectability of debts is assessed at balance date and specific provision is made for any identified doubtful accounts.

(e) Payables

Liabilities are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the trust. Trade accounts payable are normally settled within 60 days.

The LBW Trust
Notes to the financial statements
for the year ended 30 June 2016

	2016	2015
	\$	\$
NOTE 2 CASH AND CASH EQUIVALENTS		
Current		
NAB - Operating Account	39,125	20,188
NAB - Business Cash Maximiser	<u>212,440</u>	<u>174,964</u>
	<u>251,565</u>	<u>195,152</u>
NOTE 3 TRADE AND OTHER DEBTORS		
Current		
Currency Exchange International	-	397
Annual Dinner expenses overpaid	440	-
LBW Gift Trust re Golf Day Fees	<u>-</u>	<u>990</u>
	<u>440</u>	<u>1,387</u>
NOTE 4 TRADE AND OTHER PAYABLES		
Current		
Income in advance	20,000	-
LBW Gift Trust	<u>16,106</u>	<u>-</u>
	<u>36,106</u>	<u>-</u>
NOTE 5 ACCUMULATED FUNDS		
Retained surplus at the beginning of the year	196,539	248,414
Surplus/(deficit) from ordinary activities	<u>19,359</u>	<u>(51,875)</u>
Retained surplus at the end of the year	<u>215,899</u>	<u>196,539</u>

DIRECTORS' DECLARATION

The directors of the trustee company declare that The LBW Trust (ABN: 86 357 910 732) is not a reporting entity and this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

The directors of the trustee company declare that:

- 1 the trust is not a reporting entity;
- 2 the financial statements and notes, as set out on pages 1 to 6, present fairly the trust's financial position as at 30 June 2016 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
- 3 there are reasonable grounds to believe that The LBW Trust will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors of the trustee company.



MALCOLM ALEXANDER

Director

Dated at Sydney this 27th day of January 2017



Mitchell & Partners
CHARTERED ACCOUNTANTS

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF THE LBW TRUST
A.B.N. 86 357 910 732**

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report, of THE LBW TRUST, which comprises the balance sheet as at 30 June 2016, profit and loss statement, notes comprising a summary of significant policies and other explanatory information, and the directors of (the trustees') declaration.

Trustee's Responsibility for the Financial Report

The trustees of the trust 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 to the financial report is appropriate to meet the requirements of the *Australian Charities and Not for Profits Commission Act 2012* (ACNC Act) and is appropriate to meet the needs of the trustees. The trustee's responsibility also includes such internal control as the trustees 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.

Auditor's Responsibility

Our responsibility is to express an opinion on:-

1. the financial report based on our audit
2. the fund and the trustee's compliance with *Australian Charities and Not for Profits Commission Act 2012* (ACNC Act) based on the compliance engagement.

Our audit has been conducted in accordance with applicable Standards on Assurance Engagements to provide reasonable assurance that the trustees of the fund have complied, in all material respects, with the requirements of the *Australian Charities and Not for Profits Commission Act 2012* (ACNC Act).

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation of the financial report that gives a true and fair view 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 the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the trustees, as well as evaluating the overall presentation of the financial report.

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

Independence

In conducting our audit, we have complied with the independence requirements of Australian professional ethical pronouncements.

Auditor's Opinion

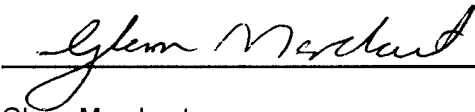
In our opinion,

- (a) The financial report of THE LBW TRUST has been prepared in accordance with the trust deed and Division 60 of the *Australian Charities and Not for Profits Commission Act 2012*, including:
 - (i) Giving a true and fair view of the fund's financial position as at 30 June 2016 and of its performance for the year ended on that date: and
 - (ii) Complying with Australian Accounting Standards to the extent described in Note 1, and Division 60 of the *Australian Charities and Not for Profits Commission Act 2012*.
- (b) LBW (AUSTRALIA) LTD (in its capacity as trustee of The LBW Trust) have complied, in all material respects, with the requirements of the *Australian Charities and Not for Profits Commission Act 2012* for the year ended 30 June 2016.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the trustees' financial reporting responsibilities under the ACNC Act. As a result, the financial report may not be suitable for another purpose.

Name of Firm: MITCHELL & PARTNERS
Chartered Accountants

Name of Partner: 
Glenn Merchant

Address: Suite 3, Level 2, 66 Clarence Street, SYDNEY NSW 2000

Dated this 27th **day of** January, 2017

**The LBW Trust
Income Statement
for the year ended 30 June 2016**

	Note	2016 \$	2015 \$
Income			
Golf Day		42,320	36,785
Gifts / Donations		20,363	745
Annual Dinner		295,433	215,195
Interest received		2,477	3,916
		<u>360,592</u>	<u>256,641</u>
Expenses			
Golf Day		14,320	13,690
Annual Dinner		79,438	60,918
Bank and Merchant Fees		2,843	2,607
ASIC Annual Company Review		354	45
Insurance		2,200	2,817
Secretarial and Rent		4,140	7,700
Other Expenses		842	840
		<u>104,136</u>	<u>88,617</u>
Net surplus/(deficit)		256,456	168,024
Distribution to Beneficiaries			
Student Tuition fees		237,097	219,899
Accumulated surplus/(Deficit)		<u>19,359</u>	<u>(51,875)</u>

The Income Statement should be read in conjunction with the notes to the financial statements.

The LBW Trust

Statement of Cashflows for the year ended 30 June 2016 (unaudited)

	2016	2015
	\$	\$
Receipts from operating activities	395,212	251,337
Distributions for education & payments to suppliers	(341,276)	(308,901)
Interest, dividends & distributions received	2,477	3,916
Net cashflow from operating activities	<u>56,413</u>	<u>(53,648)</u>
Cashflows from investing activities	<u>-</u>	<u>-</u>
Net increase/(decrease) in cash held	56,413	(53,648)
Cash at beginning of the financial year	<u>195,152</u>	<u>248,800</u>
Cash at the end of the financial year	<u>251,565</u>	<u>195,152</u>