

Sir Robert & Lady Mollie Askin Charities Trust

ABN 18 335 871 034

Special Purpose Annual Financial Statements

For the year ended 30 June 2015

Sir Robert & Lady Mollie Askin Charities Trust

ABN 18 335 871 034

Special Purpose Annual Financial Statements

For the year ended 30 June 2015

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Sir Robert & Lady Mollie Askin Charities Trust

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Financial statements for the year ended 30 June 2015

Statement of comprehensive income

	Note	2015 \$	2014 \$
Revenue and other income			
Investment income	2(e), 3	1,059,689	426,582
Other income	2(e), 4	65,788	68,837
Net gain/(loss) on disposal of available-for-sale investments	2(g)	(29,374)	806,226
Total revenue and other income		1,096,103	1,301,645
Expenditure			
Co-Trustee Commission		45,683	42,037
Professional fees	2(f), 5	4,920	4,760
Management & administration costs	2(f)	22,740	16,513
Donations paid	2(f)	407,013	354,487
Total expenditure		480,356	417,797
Net surplus for the year		615,747	883,848
Other comprehensive income			
Net changes in fair value of available-for-sale financial investments		(692,084)	(336,987)
Other comprehensive income for the year		(692,084)	(336,987)
Total comprehensive income for the year		(76,337)	546,861
Trust funds at beginning of the year		8,598,419	8,051,558
Trust funds at end of the year		8,522,082	8,598,419

The statement of comprehensive income is to be read in conjunction with the attached notes.

Sir Robert & Lady Mollie Askin Charities Trust

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Financial statements for the year ended 30 June 2015

Statement of financial position

	Note	2015 \$	2014 \$
Assets			
Current assets			
Cash and cash equivalents	2(c), 6	194,769	440,028
Income receivable	2(h),	763,371	217,181
Other receivables	2(i), 8	65,620	72,999
Total current assets		1,023,760	730,208
Non-current assets			
Available-for-sale financial investments	2(c), 7	7,547,653	7,919,111
Total non-current assets		7,547,653	7,919,111
Total assets		8,571,413	8,649,319
Liabilities			
Current liabilities			
Other payables	2(j), 9	49,331	50,901
Total current liabilities		49,331	50,901
Total liabilities		49,331	50,901
Net assets		8,522,082	8,598,419
Funds			
Trust Funds		8,522,082	8,598,419
Total trust funds		8,522,082	8,598,419

The statement of financial position is to be read in conjunction with the attached notes.

Sir Robert & Lady Mollie Askin Charities Trust

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Financial statements for the year ended 30 June 2015

Notes to the financial statements

1. Change of trustee

The Trustee of the Trust from 1 March 2015 is Perpetual Trustee Company Limited (the "Trustee"), a fully owned subsidiary of Perpetual Limited. Prior to 1 March 2015, the Trustee of the Trust was Trust Company (Australia) Limited. The Trustee's registered office is Level 12, Angel Place, 123 Pitt Street, Sydney NSW 2000.

2. Statement of significant accounting policies

(a) Basis of preparation

Statement of compliance

This special purpose financial statement has been prepared for distribution to the Trustee and to satisfy the requirements of the Trust Deed and the Australian Charities and Not-for-profits Commission Act 2012. The accounting policies used in the preparation of this report are, in the opinion of the Trustee, appropriate to meet the needs of the Trustee.

The financial statements have also been prepared on an accruals basis and are based on historical costs, except for investments, which have been measured at market values.

The requirements of Accounting Standards issued by the Australian Accounting Standards Board and other professional reporting requirements do not have mandatory applicability to the Trust in relation to the year ended 30 June 2015 because the Trustee has determined that the Trust is not a reporting entity. However, the Trustee has determined that in order for the financial statements to present fairly the Trust's results of operations and state of affairs, the requirements relating to the measurement, recognition and classification of assets, liabilities, revenue and expenses should be complied with, except as noted in these policies as a result of the requirements of the Trust Deed.

The financial report does not include the disclosure requirements of the following pronouncements having a material effect:

- > AASB 7 *Financial Instruments: Disclosures*
- > AASB 107 *Statement of Cash Flows*
- > AASB 110 *Events after the Reporting Period*
- > AASB 132 *Financial Instruments: Presentation*

As the Trust is not a reporting entity, the Trust does not comply with IFRS. The accounting policies have been applied consistently to all periods presented in these financial statements. The financial statements were approved by the Trustee on the date of signing of the Trustees' Declaration.

Functional and presentation currency

The financial report is presented in Australian dollars, which is the functional currency of the Trust.

Use of estimates and judgement

It was concluded that judgements made by management in the application of Australian Accounting Standards did not have a significant effect on the financial report. No estimates with a significant risk of material adjustment in the next year were noted.

Sir Robert & Lady Mollie Askin Charities Trust

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Financial statements for the year ended 30 June 2015

Notes to the financial statements (continued)

(b) Income tax

The Trust is exempt from income tax as it is a Charity established under an instrument of trust or a will for a charitable purpose and is registered with the Australian Charities and Not-for-profits Commission.

(c) Valuation of available-for-sale financial investments

Assets are included in the Statement of Financial Position at net market value as at balance date and movements in the net market value of investment assets are recognised in the Statement of Comprehensive Income in the periods in which they occur.

The Trust recognises financial assets on the date it becomes party to the contractual provisions of the asset. Costs of realisation are not included in the determination of net market value.

Net market values have been determined as follows:

Listed equities and other listed securities

Australian listed equities are valued at the last trade price quoted on the Australian Securities Exchange as at the close of the last business day of the reporting period or, lacking any sales, at the last available price.

Shares that are primarily traded on overseas exchanges are generally valued at the last trade price at the close of trading at the end of the period on their respective exchanges, and those values are then translated into Australian dollars at the application exchange rate as at valuation date.

Certain costs incurred in acquiring investments such as brokerage and stamp duty are capitalised in the initial cost of investments.

Unit trusts and managed investments

Unit trusts and managed investments are valued at the redemption price, or other valuation as advised by the investment managers, as at the last business day of the reporting period and are based on the net market values of the underlying investments. The price is exclusive of any implicit distribution due on the investment.

Unit values denominated in foreign currency are translated into Australian dollars as at the valuation date.

Fixed income securities

Fixed income securities are valued as at the last business day of the reporting period with reference to the face value of the security or, if such prices are not readily available, either at cost or at price for securities of comparable maturity, quality and type.

Cash and cash equivalents

Cash and cash equivalents include deposits held at call with a bank or financial institution and other highly liquid investments with short periods to maturity (that is, less than twelve months from the date of issue).

The net changes in the fair value of available-for-sale investments are included in the statement of comprehensive income as 'Other Comprehensive Income'.

Sir Robert & Lady Mollie Askin Charities Trust

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Financial statements for the year ended 30 June 2015

Notes to the financial statements (continued)

(d) Goods and services tax

Revenue, expenses and the cost of the acquisition of assets are recognised gross of the amounts of Goods and Services Tax (GST), with the refundable component of the GST disclosed as a separate revenue item.

Receivables and payables are recognised inclusive of GST.

The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the statement of financial position.

(e) Revenue recognition

Revenue is recognised when the Trust is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Investment income

Investment income comprises interest, dividends and distributions from managed funds. All investment income is recognised on an accruals basis.

Other income

Other income comprises refund of franking credits and GST.

(f) Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to a particular category they have been allocated to activities on a basis consistent with the use of the resources.

Professional fees

Professional fees for the year relate to payments for professional accounting, auditing and consultancy services rendered to the Trust during the year.

Management and administration costs

Management and administration costs are those incurred in connection with the administration of the Trust, its investments and compliance with constitutional and statutory requirements.

Donations paid

Donations paid relate to payments to eligible entities during the year as resolved by the Trustees of the Trust.

(g) Net gain on disposal of available-for-sale investments

The gain or loss on disposal of all non-current assets and available-for-sale financial investments have been determined as the difference between the carrying amount of the asset at the time of the disposal and the net proceeds on disposal.

(h) Investment income receivable

Investment income receivable relates to distributions from the Trust's available-for-sale financial investments, which were paid post year-end but relates to the last quarter of the current reporting period.

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Financial statements for the year ended 30 June 2015

Notes to the financial statements (continued)

(i) Other receivables

Other receivables comprise refund of franking credits for the current reporting period but received post year-end.

(j) Other payables

Other payables comprise fees for professional services rendered for the current reporting period but paid post year-end.

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Financial statements for the year ended 30 June 2015

Notes to the financial statements (continued)

	Note	2015 \$	2014 \$
3. Investment income			
Interest income from cash-at-bank and short term deposits		10,740	22,181
Distributions from managed funds		1,048,949	404,401
Total investment income	2(e)	1,059,689	426,582
4. Other income			
Refund of franking credits		65,788	68,837
Total other income	2(e)	65,788	68,837
5. Professional fees			
Accountancy fees		3,722	1,760
Auditors' remuneration		1,198	3,000
Total professional fees	2(f)	4,920	4,760
6. Cash and cash equivalents			
Trust Company Cash Fund		0	440,028
Perpetual Cash Account		194,769	0
Total cash and cash equivalents	2(c)	194,769	440,028
7. Available-for-sale financial investments			
Investments in managed funds		7,547,653	7,919,111
Total available-for-sale financial investments	2(c)	7,547,653	7,919,111

Sir Robert & Lady Mollie Askin Charities Trust

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Financial statements for the year ended 30 June 2015

Notes to the financial statements (continued)

	Note	2015 \$	2014 \$
8. Other receivables			
Franking credit refund receivable		65,620	68,837
GST receivable		0	4,162
Total other receivables	2(i)	65,620	72,999
9. Other payables			
Accountancy fee payable		2,750	1,250
Auditors' remuneration payable		898	3,000
Management fee payable		0	4,614
Co-trustee commission payable		45,683	42,037
Total other payables	2(j)	49,331	50,901

Sir Robert & Lady Mollie Askin Charities Trust

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Financial statements for the year ended 30 June 2015

Notes to the financial statements (continued)

10. Related parties and related-party transactions

(a) Trustee

One of the co-trustees, Perpetual Trustee Company Limited (ABN 42 000 001 007), is a wholly owned subsidiary of Perpetual Limited (ACN 000 431 827). The Trustee has entered into agreements with a number of Perpetual Limited subsidiaries who will perform services for the Trust. The fee for these services is paid out of the management fee paid to the Trustee.

(b) Key management personnel

Key management personnel includes persons who were Directors of Perpetual Trustee Company Limited during the year or since the end of the year and up to the date of this report:

Chris Green (Appointed 1 October 2008)
Andrew Thomas (Appointed 29 March 2012, Resigned 15 July 2015)
Paul Prindable (Alternate for Andrew Thomas) (Appointed 29 March 2012, Resigned 8 June 2015)
Mark Smith (Appointed 7 January 2013)
Gillian Larkins (Appointed 7 January 2013)
Glenn Foster (Alternate for Gillian Larkins) (Appointed 25 January 2013)
Joanne Hawkins (Alternate for Gillian Larkins) (Appointed 25 January 2013)
Rodney Ellwood (Alternate for Chris Green) (Appointed 1 November 2013)
Andrew Baker (Appointed 17 August 2015)
Irene Worrell (Appointed 24 September 2015)

Further those who were Directors of The Trust Company (Australia) Limited during the year up to the time of the transfer of Trustee on 1 March 2015 were:

Andrew Cannane (Appointed 23 December 2011)
Chris Green (Appointed 18 December 2013)
Mark Smith (Appointed 24 February 2014)
Gillian Larkins (Appointed 24 February 2-14, Resigned 27 July 2015)
Andrew Thomas (Appointed 24 February 2014, Resigned 15 July 2015)

(c) Key management personnel loan disclosures

The Trust has not made, guaranteed or secured, directly or indirectly, any loans to the key management personnel or their related entities at any time during the reporting period.

(d) Other transactions within the Trust

Apart from those details discussed in this note, no key management personnel have entered into a contract with the Trust since the end of the previous financial year and there were no contracts involving directors' interests existing at year end.

Sir Robert & Lady Mollie Askin Charities Trust

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Financial statements for the year ended 30 June 2015

Notes to the financial statements (continued)

(e) Trustee fees and other transactions

Trustee fees

The Trustee's fee is set at 0.28% per on the first \$236,000 plus 5.50% per annum on the income earned by the Trust (after taking account of GST and reduced input tax credits) and is disclosed in the statement of comprehensive income.

All related party transactions are conducted on normal commercial terms and conditions. The transactions during the year and amounts payable/receivable at year-end between the Trust and the Trustee were as follows:

	2015 \$	2014 \$
Trustee fees paid and payable directly by the Trust	<u>22,740</u>	<u>16,513</u>

Investments

The Trust also held investments in the following schemes which are also managed by the Trustee or its related parties:

	2015 \$	2014 \$
Trust Company Australian Share Fund	890,884	1,998,896
Trust Company Income Fund	2,058,568	2,861,195
Trust Company Bond Fund	1,651,723	2,752,105
Trust Company Diversified Property Fund	754,246	306,915
Perpetual Growth Opportunities Fund	979,475	0
Perpetual Income Opportunities Fund	1,212,759	0
Total related party investments	<u>7,547,655</u>	<u>7,919,111</u>

**Special purpose compilation report to the Trustees of the
Sir Robert & Lady Mollie Askin Charities Trust**

Scope

We have compiled the special purpose financial statements for the Trustees of the abovenamed Trust, which comprises the Statement of Comprehensive Income, Statement of Financial Position, 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 satisfy the requirements of the Trust Deed and/or the reporting requirements for as required by the *Australian Charities and Not-for-profits Commission Act 2012*.

The responsibility of the Trustees

The Trustees are solely responsible for the information contained in the special purpose financial statements and have determined that the accounting policies used are consistent with the financial reporting requirements of the abovenamed Trust's Trust Deed and are appropriate to meet the needs of the Trustee.

Our responsibilities

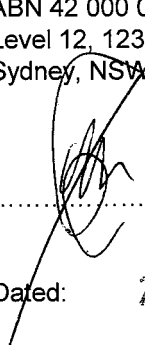
On the basis of information provided by the Trustee, we have compiled the accompanying special purpose financial statements in accordance with *APES 315: Compilation of Financial Information*.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the Trustees provided, into 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 prepared for the benefit for the Trustees of the abovenamed Trust and for the purpose identified above. We do not accept responsibility to any other person for the contents of this special purpose financial statement.

Perpetual Trustee Company Limited

ABN 42 000 001 007
Level 12, 123 Pitt Street
Sydney, NSW 2000



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Dated: 25 FEB 2016

Sir Robert & Lady Mollie Askin Charities Trust

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Financial statements for the year ended 30 June 2015

Trustees' declaration

In the opinion of the Trustees of the Sir Robert & Lady Mollie Askin Charities Trust

- (a) the Trust is not publicly accountable nor a reporting entity;
- (b) the financial statements and notes, set out on pages 1 to 10, are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* including:
 - (i) giving a true and fair view of the financial position of the Trust as at 30 June 2015 and of its performance, as represented by the results of its operations for the financial year ended on that date in accordance with the statement of compliance and basis of preparation described in Note 2; and
 - (ii) complying with Australian Accounting Standards (including Australian Accounting Interpretations), the requirements of the Trust deed and the *Australian Charities and Not-for-profits Commission Regulation 2013* to the extent described in Note 2; and
- (c) there are reasonable grounds to believe that the 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:

Dated:

25 February 2016



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Director

Perpetual Trustee Company Limited



Independent audit report to the members of Sir Robert & Lady Mollie Askin Charities Trust

Report on the financial report

We have audited the accompanying financial report, being a special purpose financial report, of Sir Robert & Lady Mollie Askin Charities Trust (the Trust), which comprises the statement of financial position as at 30 June 2015, and the statement of comprehensive income for the year ended on that date, notes 1 to 10 comprising a summary of significant accounting policies and other explanatory information and the trustees' declaration of the Trust.

This audit report has also been prepared for the members of the Trust in pursuant to *Australian Charities and Not-for-profits Commission Act 2012* and the *Australian Charities and Not-for-profits Commission Regulation 2013* (ACNC).

Trustees' responsibility for the financial report

The Trustees of the Trust are responsible for the preparation of the special purpose financial report that gives a true and fair view in accordance with the ACNC and have determined that the basis of preparation described in Note 2 to the financial statements is appropriate to meet the requirements of the ACNC and is appropriate to meet the needs of the members. The Trustees' responsibility also includes such internal control as the Trustees determine 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 the financial report, being a special purpose financial report, based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, 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 auditor considers internal control relevant to the Trust'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 Trust's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

We performed the procedures to assess whether in all material respects the financial report gives a true and fair view, in accordance with Australian Accounting Standards to the extent described in Note 2 and the ACNC, a true and fair view which is consistent with our understanding of the Trust's financial position and of its performance.

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 the *Australian Charities and Not-for-profits Commission Act 2012*.

Auditor's opinion

In our opinion, the financial report of Sir Robert & Lady Mollie Askin Charities Trust is in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* including:

- (a) giving a true and fair view of the Trust's financial position as at 30 June 2015 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards to the extent described in Note 2 and the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Basis of accounting

Without modifying our opinion, we draw attention to Note 2 to the financial statements, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the ACNC. As a result, the financial report may not be suitable for another purpose.

KPMG

KPMG

Andrew Reeves

Partner

Sydney

25 February 2016