

**Sir Robert & Lady Mollie Askin Charities Trust**

ABN 18 335 871 034

**Special Purpose Annual Financial Statements**

For the year ended 30 June 2016

# Sir Robert & Lady Mollie Askin Charities Trust

ABN 18 335 871 034

## Special Purpose Annual Financial Statements

For the year ended 30 June 2016

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# Sir Robert & Lady Mollie Askin Charities Trust

ABN 18 335 871 034

Financial statements for the year ended 30 June 2016

## Statement of comprehensive income

	Note	2016 \$	2015 \$
<b>Revenue and other income</b>			
Investment income	2(e), 2	543,276	1,059,689
Other income	2(e), 3	69,810	65,788
Net gain/(loss) on disposal of available-for-sale investments	2(g)	1,838	(29,374)
<b>Total revenue and other income</b>		<b>614,924</b>	<b>1,096,103</b>
<b>Expenditure</b>			
Co-Trustee Commission		-	45,683
Professional fees	2(f), 4	5,061	4,920
Management & administration costs	2(f)	44,671	22,740
Donations paid	2(f)	329,101	407,013
<b>Total expenditure</b>		<b>378,833</b>	<b>480,356</b>
<b>Net surplus for the year</b>		<b>236,091</b>	<b>615,747</b>
<b>Other comprehensive income</b>			
Net changes in fair value of available-for-sale financial investments		(157,935)	(692,084)
<b>Other comprehensive income for the year</b>		<b>(157,935)</b>	<b>(692,084)</b>
<b>Total comprehensive income for the year</b>		<b>78,156</b>	<b>(76,337)</b>
<b>Trust funds at beginning of the year</b>		<b>8,522,081</b>	<b>8,598,418</b>
<b>Trust funds at end of the year</b>		<b>8,600,237</b>	<b>8,522,081</b>

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

# Sir Robert & Lady Mollie Askin Charities Trust

ABN 18 335 871 034

Financial statements for the year ended 30 June 2016

## Statement of financial position

	Note	2016 \$	2015 \$
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	2(c), 5	88,781	194,769
Income receivable	2(h)	340,274	763,370
Other receivables	2(i), 7	66,173	65,620
<b>Total current assets</b>		<b>495,228</b>	<b>1,023,759</b>
<b>Non-current assets</b>			
Available-for-sale financial investments	2(c), 6	8,108,555	7,547,652
<b>Total non-current assets</b>		<b>8,108,555</b>	<b>7,547,652</b>
<b>Total assets</b>		<b>8,603,783</b>	<b>8,571,411</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Other payables	2(j), 8	3,546	49,331
<b>Total current liabilities</b>		<b>3,546</b>	<b>49,331</b>
<b>Total liabilities</b>		<b>3,546</b>	<b>49,331</b>
<b>Net assets</b>		<b>8,600,237</b>	<b>8,522,081</b>
<b>Funds</b>			
Trust Funds		8,600,237	8,522,081
<b>Total trust funds</b>		<b>8,600,237</b>	<b>8,522,081</b>

*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 2016

## Statement of cash flows

	Note	2016 \$	2015 \$
<b>Cash flows from operating activities</b>			
Investment income		966,373	521,297
Other income		69,257	73,168
Donations paid		(329,101)	(407,013)
Trustee fees paid		(90,319)	(26,669)
Accounting & audit fees paid		(5,198)	(5,522)
Capital commission paid		-	(685)
Co-trustee commissions paid		-	(42,037)
<b>Net cash inflow from operating activities</b>		<b>611,012</b>	<b>112,539</b>
<b>Cash flows from investing activities</b>			
Payments for purchase of investments		(902,000)	(1,722,779)
Proceeds from sale of investments		185,000	1,364,982
<b>Net cash outflow from investing activities</b>		<b>(717,000)</b>	<b>(357,798)</b>
<b>Net increase/(decrease) in cash</b>		<b>(105,988)</b>	<b>(245,259)</b>
Cash and cash equivalents at the beginning of the financial year		194,769	440,028
<b>Cash and cash equivalents at the end of the financial year</b>		<b>88,781</b>	<b>194,769</b>

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

# Sir Robert & Lady Mollie Askin Charities Trust

ABN 18 335 871 034

Financial statements for the year ended 30 June 2016

## Notes to the financial statements

### 1. 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 2016 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 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.

#### (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.

# Sir Robert & Lady Mollie Askin Charities Trust

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Financial statements for the year ended 30 June 2016

## Notes to the financial statements (continued)

### (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 2016

## 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, with the exception of dividends which is recognised when the dividend has been paid, or in the case of dividend reinvestment schemes, when the dividend is credited to the benefit of the Trust.

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.



# **Sir Robert & Lady Mollie Askin Charities Trust**

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Financial statements for the year ended 30 June 2016

## **Notes to the financial statements (continued)**

### **(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.

### **(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.

# Sir Robert & Lady Mollie Askin Charities Trust

ABN 18 335 871 034

Financial statements for the year ended 30 June 2016

## Notes to the financial statements (continued)

	Note	2016 \$	2015 \$
<b>2. Investment income</b>			
Interest income from cash-at-bank and short term deposits		4,762	10,740
Distributions from managed funds		538,514	1,048,949
<b>Total investment income</b>	2(e)	<b>543,276</b>	<b>1,059,689</b>
<b>3. Other income</b>			
Refund of franking credits		66,550	65,788
Refund of goods and services tax		3,260	-
<b>Total other income</b>	2(e)	<b>69,810</b>	<b>65,788</b>
<b>4. Professional fees</b>			
Accountancy fees		3,699	3,722
Auditors' remuneration		1,362	1,198
<b>Total professional fees</b>	2(f)	<b>5,061</b>	<b>4,920</b>
<b>5. Cash and cash equivalents</b>			
Perpetual Cash Account		88,781	194,769
<b>Total cash and cash equivalents</b>	2(c)	<b>88,781</b>	<b>194,769</b>
<b>6. Available-for-sale financial investments</b>			
Investments in managed funds		8,108,555	7,547,653
<b>Total available-for-sale financial investments</b>	2(c)	<b>8,108,555</b>	<b>7,547,653</b>

# Sir Robert & Lady Mollie Askin Charities Trust

ABN 18 335 871 034

Financial statements for the year ended 30 June 2016

## Notes to the financial statements (continued)

	Note	2016 \$	2015 \$
<b>7. Other receivables</b>			
Franking credit refund receivable		66,173	65,620
<b>Total other receivables</b>	2(j)	<b>66,173</b>	<b>65,620</b>
<b>8. Other payables</b>			
Accountancy fee payable		2,750	2,750
Auditors' remuneration payable		796	898
Co-trustee commission payable		-	45,683
<b>Total other payables</b>	2(i)	<b>3,546</b>	<b>49,331</b>

# Sir Robert & Lady Mollie Askin Charities Trust

ABN 18 335 871 034

Financial statements for the year ended 30 June 2016

## Notes to the financial statements (continued)

### 9. 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)  
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)

#### (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.

#### (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:

	2016	2015
	\$	\$
Trustee fees paid and payable directly by the Trust	<u>44,671</u>	<u>22,740</u>

# Sir Robert & Lady Mollie Askin Charities Trust

ABN 18 335 871 034

Financial statements for the year ended 30 June 2016

## Notes to the financial statements (continued)

### Investments

The Trust also held investments in the following schemes which are also managed by the Trustee or its related parties. Income receivable from these investments are not included in this disclosure.

	2016 \$	2015 \$
Trust Company Australian Share Fund	1,617,763	890,884
Trust Company Income Fund	2,025,719	2,058,568
Trust Company Bond Fund	1,611,133	1,651,723
Trust Company Diversified Property Fund	816,646	754,246
Perpetual Growth Opportunities Fund	802,363	979,474
Perpetual Income Opportunities Fund	1,234,930	1,212,758
<b>Total related party investments</b>	<b>8,108,554</b>	<b>7,547,653</b>

Income receivable from these investments are not included in this disclosure

**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, Statement of Cash Flows, 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

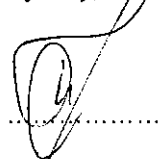
On the basis of information provided by the Trustee, we have compiled the accompanying special purpose financial statements in accordance with *APES 315: Compilation of Financial Information*.

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:

*14/12/16*

# Sir Robert & Lady Mollie Askin Charities Trust

ABN 18 335 871 034

Financial statements for the year ended 30 June 2016

## 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 11, 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 2016 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 1; 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 1; 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: 16 December 2016.



.....  
**Director**

Perpetual Trustee Company Limited







## **Independent auditor's review report to the members of Sir Robert & Lady Mollie Askin Charities Trust**

### **Report on the financial report**

We have reviewed 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 2016, the statement of comprehensive income and the statement of cash flows for the year ended on that date, Notes 1 to 9 comprising a summary of significant accounting policies and other explanatory information and the trustees' declaration of the Trust.

This review report has also been prepared for the members of the Trust 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 financial report that gives a true and fair view in accordance with the Australian Accounting Standards to the extent described in Note 1 and the ACNC and have determined that the basis of preparation described in Note 1 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 the 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 a conclusion on the financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2415 *Review of a Financial Report: Company Limited by Guarantee or an Entity Reporting under the ACNC Act or Other Applicable Legislation or Regulation*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the ACNC, including: giving a true and fair view of the Trust's financial position as at 30 June 2016 and its performance for the year ended on that date; and complying with the Australian Accounting Standards to the extent described in Note 1 and the ACNC. ASRE 2415 requires that we comply with the ethical requirements relevant to the review of the financial report.

A review of a financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



### ***Independence***

In conducting our review, we have complied with the independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

### ***Conclusion***

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the financial report of Sir Robert & Lady Mollie Askin Charities Trust is not 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 2016 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards to the extent described in Note 1 and the *Australian Charities and Not-for-profits Commission Regulation 2013*.

### ***Basis of accounting***

Without modifying our conclusion, we draw attention to Note 1 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

16 December 2016