

Hawthorn Football Club Foundation

ABN 25 846 648 328



**Financial Statements
For the year ended 31 October 2017**

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Financial Statements
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Hawthorn Football Club Foundation
Statement of Financial Position
As at 31 October 2017

	Note	2017 \$	2016 \$
Current Assets			
Cash and Cash Equivalents	2	4,688,672	2,000,746
Total Current Assets		<u>4,688,672</u>	<u>2,000,746</u>
Total Assets		<u>4,688,672</u>	<u>2,000,746</u>
Current Liabilities			
Trade and Other Payables		132,500	-
Total Current Liabilities		<u>132,500</u>	<u>-</u>
Total Liabilities		<u>132,500</u>	<u>-</u>
Net Assets		<u>4,556,172</u>	<u>2,000,746</u>
Trust Funds			
Settlement Sum	3	100	100
Retained Profits	3	4,556,072	2,000,646
Total Trust Funds		<u>4,556,172</u>	<u>2,000,746</u>

The accompanying notes form part of these financial statements.

**Hawthorn Football Club Foundation
Statement of Comprehensive Income
For the year ended 31 October 2017**

	2017	2016
	\$	\$
Revenue		
Donations	2,649,321	2,000,489
Interest received	53,401	292
	2,702,722	2,000,781
Expenditure		
Bank Charges	-	135
ASF Fees	134,546	-
Acquitted Funds	12,750	-
	147,296	135
Operating Profit / (Loss)	2,555,426	2,000,646
Other comprehensive income	-	-
Total comprehensive income	2,555,426	2,000,646

The accompanying notes form part of these financial statements.

**Hawthorn Football Club Foundation
Trust Funds Statement
For the year ended 31 October 2017**

	2017	2016
	\$	\$
Trust Funds		
Balance at Beginning of Year	2,000,746	-
Settled Sum	-	100
Surplus from operations	2,555,426	2,000,646
Distributions	-	-
	<u>4,556,172</u>	<u>2,000,746</u>

The accompanying notes form part of these financial statements.

Hawthorn Football Club Foundation
Statement of Cash Flows
For the year ended 31 October 2017

	2017	2016
	\$	\$
Cash flows from operating activities		
Cash receipts in the course of operations	2,649,321	2,000,489
Cash payments in the course of operations	(14,796)	(135)
Dividends and distributions received	-	-
Interest received	53,401	292
Net cash inflow from operating activities	2,687,926	2,000,646
Cash flows from investing activities		
Net cash inflow from investing activities	<u>-</u>	<u>-</u>
Cash flows from financing activities		
Receipt of settlement sum	-	100
Net cash inflow from financing activities	<u>-</u>	<u>100</u>
Net increase in cash and cash equivalents	2,687,926	2,000,746
Cash and cash equivalents at the beginning of the financial year	<u>2,000,746</u>	<u>-</u>
Cash and cash equivalents at the end of the financial year	<u>4,688,672</u>	<u>2,000,746</u>

Hawthorn Football Club Foundation
Notes to the Financial Statements
For the year ended 31 October 2017

1. Summary of Significant Accounting Policies

(a) Basis of Preparation

Hawthorn Football Club Foundation Nominees Pty Ltd (the Trustee) has prepared the financial statements of the Hawthorn Football Club Foundation (the Trust) on the basis that the Trust is a non-reporting entity because there are no users dependent on general purpose financial statements. The financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the trust deed, the *Public Ancillary Fund Guidelines 2011*, the information needs of stakeholders and for the basis of preparation of the income tax return.

The financial statements have been prepared in accordance with the significant accounting policies disclosed below which the Trustee has determined are appropriate to meet the needs of users.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes, and comply with all relevant measurement and recognition requirements of Australian Accounting Standards. The financial statements are presented in Australian dollars, which is the trust's functional currency.

The financial reporting period is from 1 November 2016 to 31 October 2017.

(b) Cash and Cash Equivalents

Cash and cash equivalents comprise cash at bank and on hand and highly liquid cash deposits.

(c) Revenue and Other Income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the entity and specific criteria relating to the type of revenue as noted below, has been satisfied. Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates. All revenue is stated net of the amount of goods and services tax (GST). Donation income is generally recognised upon receipt.

(d) Australian Sports Foundation (ASF) Fees

Australian Sports Foundation fees are costs borne by the trust which are expensed as they are incurred on an accruals basis.

(e) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the Statement of Financial Position.

(f) Going Concern

The financial statements have been prepared on the going concern basis of accounting, which assumes the Trust will be able to realise its assets and discharge its liabilities in the ordinary course of business.

The directors of the Trustee believe that it is appropriate to prepare the financial report on a going concern basis because of the expected continued support of the Hawthorn Football Club Limited (HFC) in the foreseeable future.

**Hawthorn Football Club Foundation
Notes to the Financial Statements
For the year ended 31 October 2017**

	2017	2016
	\$	\$
2. Cash and Cash Equivalents		
Cash on Hand	100	100
Cash at Bank	638,925	569
Cash Deposit Trust	4,049,647	2,000,077
	4,688,672	2,000,746

Cash on Hand represents the settlement sum of the trust.

3. Trust Funds

Settlement Sum	100	100
Retained Profits	4,556,072	2,000,646
Reserves	-	-
Total Trust Funds	4,556,172	2,000,746

4. Trust Details

The principal place of business is:

Waverley Park
3/2 Stadium Circuit
Mulgrave VIC 3170

Hawthorn Football Club Foundation was established on 10th March 2016 and was endorsed to access Income Tax Exemption and endorsed as a Deductible Gift Recipient on 10th March 2016. It is a Public Ancillary Fund. The trust is domiciled in Australia and is a not-for-profit entity.

Expenditure relating to the establishment and administration of the trust is met by the Hawthorn Football Club Limited.

The principal purpose of the trust is the payment or application of funds solely for the purpose of providing money, property or benefits to or for Eligible Entities, or the establishment of Eligible Entities as the Trustee decides in accordance with the Public Ancillary Guidelines.

**Hawthorn Football Club Foundation
Trustee's Declaration
For the year ended 31 October 2017**

In the opinion of the directors of the Trustee, the trust is not a reporting entity because there are no users dependent on general purpose financial reports. This special purpose financial report has been prepared in accordance with the trust deed, and with the accounting policies outlined in Note 1 to the financial statements.

The directors of the Trustee company declare that:

1. the financial statements and notes, as set out in the financial report present fairly the trust's financial position as at 31 October 2017 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 the directors' 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.

This declaration is made in accordance with a resolution of the Board of Directors:



Christopher Voigt
Director

Maria Lui
Director

Dated this 5th day of April 2018

**Hawthorn Football Club Foundation
Trustee's Declaration
For the year ended 31 October 2017**

In the opinion of the directors of the Trustee, the trust is not a reporting entity because there are no users dependent on general purpose financial reports. This special purpose financial report has been prepared in accordance with the trust deed, and with the accounting policies outlined in Note 1 to the financial statements.

The directors of the Trustee company declare that:

1. the financial statements and notes, as set out in the financial report present fairly the trust's financial position as at 31 October 2017 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 the directors' 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.

This declaration is made in accordance with a resolution of the Board of Directors:

Christopher Voigt
Director



Maria Lui
Director

Dated this 5th day of April 2018



Independent Auditor's Report

To the trustee of Hawthorn Football Club Foundation

Opinion

We have audited the **Financial Statements** of Hawthorn Football Club Foundation (the Trust).

In our opinion, the accompanying Financial Statements present fairly, in all material respects, the financial position of the Trust as at 31 October 2017, and of its financial performance and its cash flows for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements.

The **Financial Statements** comprise:

- Statement of financial position as at 31 October 2017
- *Statement of comprehensive income, Trust funds statement, and Statement of cash flows* for the year then ended
- Notes including a summary of significant accounting policies

Basis for opinion

We conducted our audit in accordance with *Australian Auditing Standards*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Statements* section of our report.

We are independent of the Trust 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 fulfilled our other ethical responsibilities in accordance with the Code.

Emphasis of matter – basis of preparation and restriction on use and distribution

We draw attention to Note 1 to the Financial Statements, which describes the basis of preparation.

The Financial Statements have been prepared to assist the trustee of Hawthorn Football Club Foundation to meet the requirements of the Trust Deed, the Public Ancillary Fund Guidelines 2011 and the information needs of stakeholders.

As a result, the Financial Statements and this Auditor's Report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.



Our report is intended solely for the trustee of Hawthorn Football Club Foundation and should not be used by or distributed to parties other than the trustee of Hawthorn Football Club Foundation. We disclaim any assumption of responsibility for any reliance on this report, or on the Financial Statements to which it relates, to any person other than the trustee of Hawthorn Football Club Foundation or for any other purpose than that for which it was prepared.

Responsibilities of Trustees for the Financial Statements

The Trustees are responsible for:

- the preparation and fair presentation of the Financial Statements in accordance with the financial reporting requirements of the Hawthorn Football Club Foundation Trust Deed and have determined that the basis of preparation described in Note 1 is appropriate to meet the needs of the Trustee
- implementing necessary internal control to enable the preparation of Financial Statements that are free from material misstatement, whether due to fraud or error
- assessing the Trust's ability to continue as a going concern. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate the Trust or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the Financial Statements

Our objective is:

- to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error; and
- to issue an Auditor's Report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with *Australian Auditing Standards* will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

A further description of our responsibilities for the audit of the Financial Statements is located at the *Auditing and Assurance Standards Board* website at: http://www.auasb.gov.au/auditors_files/ar3.pdf. This description forms part of our Auditor's Report.

KPMG

Melbourne

5 April 2018