

Hawthorn Football Club Foundation
ABN 25 846 648 328

Financial Statements
For the period ended 31 October 2016

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Hawthorn Football Club Foundation
Statement of Financial Position
As at 31 October 2016

	Note	2016 \$	2015 \$
Current Assets			
Cash and Cash Equivalents	2	2,000,746	-
Trade and Other Receivables		-	-
Total Current Assets		<u>2,000,746</u>	<u>-</u>
Total Assets		<u>2,000,746</u>	<u>-</u>
Current Liabilities			
Trade and Other Payables		-	-
Total Current Liabilities		<u>-</u>	<u>-</u>
Total Liabilities		<u>-</u>	<u>-</u>
Net Assets		<u>2,000,746</u>	<u>-</u>
Trust Funds			
Settlement Sum	3	100	-
Retained Profits	3	2,000,646	-
Reserves	4	-	-
Total Trust Funds		<u>2,000,746</u>	<u>-</u>

The accompanying notes form part of these financial statements.

**Hawthorn Football Club Foundation
Statement of Comprehensive Income
For the Period ended 31 October 2016**

	2016	2015
	\$	\$
Revenue		
Donations	2,000,489	-
Interest received	292	-
	<u>2,000,781</u>	<u>-</u>
Expenditure		
Audit and Accounting Fees	-	-
Bank Charges	135	-
Filing Fees	-	-
Legal Costs	-	-
Finance Costs	-	-
	<u>135</u>	<u>-</u>
Operating Profit / (Loss)	<u>2,000,646</u>	<u>-</u>
Other comprehensive income	-	-
Total comprehensive income	<u>2,000,646</u>	<u>-</u>

The accompanying notes form part of these financial statements.

**Hawthorn Football Club Foundation
Trust Funds Statement
For the Period Ended 31 October 2016**

	2016	2015
	\$	\$
Trust Funds		
Balance at Beginning of Year	-	-
Settled Sum	100	-
Surplus from operations	-	-
Distributions	-	-
	<u>100</u>	<u>-</u>

The accompanying notes form part of these financial statements.

Hawthorn Football Club Foundation
Notes to the Financial Statements
For the Period ended 31 October 2016

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 purposes of preparation.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The financial statements are presented in Australian dollars, which is the trust's functional currency.

The financial reporting period is from the date of establishment of the Foundation (10 March 2016) to 31 October 2016. As a consequence, all prior period comparative numbers are nil.

(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) 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.

(e) 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 continued support of the Hawthorn Football Club Limited (HFC) which has met all setup and operating costs for the trust and is expected to do so (to the extent necessary) in the foreseeable future.

Hawthorn Football Club Foundation
Notes to the Financial Statements
For the Period ended 31 October 2016

	2016	2015
	\$	\$
2. Cash and Cash Equivalents		
Cash on Hand	100	-
Cash at Bank	569	-
Cash Deposit Trust	2,000,077	-
	2,000,746	-
 Cash on Hand represents the settlement sum of the trust.		
3. Trust Funds		
Settlement Sum	100	-
Retained Profits	2,000,646	-
Reserves	-	-
Total Trust Funds	2,000,746	-
4. Reserves		
Capital Reserve	-	-

5. 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.

All expenses for the establishment and operation of the trust were met by 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 Period Ended 31 October 2016**

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 2016 and its performance for the period 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:



Bruce Stevenson
Director



Christopher Voigt
Director

Dated this 1st day of June 2017



Independent audit report to the trustee of the Hawthorn Football Club Foundation

Report on the financial report

We have audited the accompanying financial report, being a special purpose financial report, of the Hawthorn Football Club Foundation (the trust), which comprises the statement of financial position as at 31 October 2016, and the statement of comprehensive income for the period ended on that date, notes 1 to 5 comprising a summary of significant accounting policies and other explanatory information.

Trustee's responsibility for the financial report

The trustees of the trust are responsible for the preparation and fair presentation of the financial report and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the Hawthorn Football Club Foundation Trust Deed and are appropriate to meet the needs of the trustee. The trustees' responsibility also includes such internal control as the trustee determine necessary to enable the preparation of a financial report that 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 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 entity's preparation and fair presentation of the financial report 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 the accounting policies used and the reasonableness of accounting estimates made by the trustee, as well as evaluating the overall presentation of the financial report.

These procedures have been undertaken to form an opinion whether, in all material respects, the financial report is presented fairly in accordance with the basis of accounting described in Note 1 to the financial statements so as to present a view which is consistent with our understanding of the trusts 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 Accounting Professional and Ethical Standards Board.



Auditor's Opinion

In our opinion:

the financial report presents fairly, in all material respects, the financial position of the Hawthorn Football Club Foundation as of 31 October 2016 and of its financial performance for the period then ended in accordance with the accounting policies described in Note 1 to the financial statements.

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 to assist the 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 report may not be suitable for another purpose.

A handwritten signature of 'KPMG' in blue ink, written in a cursive style.

KPMG

Melbourne

1 June 2017