



General Sir  
**John Monash**  
Foundation

ABN 78 099 065 184

# AUDITED ANNUAL FINANCIAL REPORT

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30 JUNE 2021

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# DIRECTORS' REPORT

The Directors present their report together with the financial report of the General Sir John Monash Foundation ("the Foundation") for the financial year ended 30 June 2021, and the auditor's report thereon.

## DIRECTORS

The following persons were directors of the Foundation during the financial year:

Director		Date appointed as a Director
Ms Jillian Segal AO <sup>1</sup>	Chairman	21 November 2008
Mr Steven Skala AO	Deputy Chairman	17 May 2010
Ms Lee Liberman <sup>2</sup>	Deputy Chairman	10 December 2014
Professor Peter Darvall AO <sup>3</sup>		10 March 2011
Ms Tonianne Dwyer <sup>4</sup>		30 November 2020
Mr Stephen Gerlach LLB AM		13 October 2011
Ms Carolyn Kay	Co-Chair, Investment, Audit & Risk Committee	1 January 2015
Mr Leon Kempler AM <sup>3</sup>		9 November 2010
Mrs Jan McCahey	Co-Chair, Investment, Audit & Risk Committee	6 March 2012
Mr Peter Nash <sup>4</sup>		30 November 2020
Professor Alan Robson AO CitWA		5 October 2011
Dr Mark Schembri	National Panel Chair <sup>4</sup>	29 February 2016
Mrs Wendy Simpson OAM		8 December 2014
Professor Paul Wellings CBE <sup>4</sup>		30 November 2020

<sup>1</sup> Ms Jillian Segal AO was elected as Chairman on the 17<sup>th</sup> May 2010.

<sup>2</sup> Ms Lee Liberman was elected as a second Deputy Chairman on the 30<sup>th</sup> November 2020.

<sup>3</sup> Professor Peter Darvall AO and Mr Leon Kempler AM retired from the Board on the 30<sup>th</sup> November 2020.

<sup>4</sup> Ms Tonianne Dwyer, Mr Peter Nash and Professor Paul Wellings CBE were elected to the Board on the 30<sup>th</sup> November 2020.

<sup>5</sup> Dr Mark Schembri retired as National Panel Chair on the 8<sup>th</sup> June 2021.

## WHAT WE DO

The Foundation was incorporated on 14 December 2001 for the principal activity to raise funds for and administer the General Sir John Monash Scholarships. The Foundation's mission is to invest in outstanding Australians from all fields of endeavour who demonstrate remarkable qualities of leadership and the ability to deliver outcomes for Australia and inspire others for the benefit of the nation.

### *John Monash Scholars*

There are now 215 Scholars who have been awarded a John Monash Scholarship. 160 of the Scholars have completed their studies. 98 Scholars have returned to Australia and taken up positions in industry, government and academia.

The John Monash Scholars meet regularly both in Australia and overseas. In FY21, Scholars' events were held in person in Melbourne, Canberra, Cambridge, London and New York. Due to the pandemic, virtual catch ups were held frequently for Scholars from various cohorts, in particular regional hubs such as the UK and US, and through open sessions for Scholars around the globe to join and connect to share experiences during a time of physical isolation.

### *John Monash Scholarship Recipients 2021*

13 John Monash Scholarship winners were selected from the 360 applications received. The Presentation Ceremony was held in March 2021 at Government House, Yarralumla, Canberra hosted by His Excellency General the Honourable David Hurley AC DSC (Retd), Governor-General of the Commonwealth of Australia.

## **DIRECTORS' REPORT (continued)**

### **REVIEW OF OUR OPERATIONS FOR FY21**

#### *Overall financial position*

The Foundation has maintained a strong financial position with equity (net assets) of \$50.4m (FY20: \$47.2m). Total assets were \$55.0m (FY20: \$51.4m) of which \$54.9m were invested in cash, term deposits and managed funds.

#### *Significant changes to the state of affairs*

There were no significant changes in the nature of the Foundation's activities this financial year.

#### *Operating results for the year*

As detailed in this report, the surplus for the period ended 30 June 2021 amounted to \$3.3m (FY20: \$10.0m). The results in FY20 included financial support totalling \$12.5m for three new perpetual scholarships. The Foundation did not receive any new perpetual scholarship donations in the current financial year.

#### *Funding commitments received this financial year*

The Foundation secured funding commitments of \$2.6m during the financial year including:

- The Judith Neilson Foundation funded three new three-year scholarships;
- Mr Tim Fairfax AC committed to support a new scholarship in honour of Dame Quentin Bryce;
- The John and Anna Belfer Trust committed to three years of scholarship to be awarded to a Scholar who chooses to study at The Hebrew University of Jerusalem;
- La Trobe University, Macquarie University, University of Adelaide and University of New South Wales re-affirmed their commitment to the Australian Universities' Consortium John Monash Scholarship by renewing their agreements; and
- The Chairman's Circle of private donors had 4 new members join this year making it a total of 26 members.

These new financial commitments, together with current committed supporters and income from our investments will enable the Foundation to award at least 12 Scholarships in 2022.

## **DIRECTORS' REPORT (continued)**

### **REVIEW OF OUR OPERATIONS FOR FY21 (continued)**

#### *Likely developments*

The Foundation will continue to raise funds for and administer its postgraduate scholarships through FY21. It is anticipated that:

- The Investment, Audit and Risk Committee will continue to focus on the Foundation's investment strategy. In November 2020, the Foundation appointed BlackRock as its Investment Manager, Advisor and second Fund Manager, and during FY21 invested in the BlackRock Enhanced Cash Fund and BlackRock Tactical Growth Fund. This is in addition to the long-standing investment the Foundation has with Schroders. The Board will review and further develop its investment governance having appointed BlackRock Investment Management (Australia) Limited as its investment manager.
- Fundraising initiatives will be pursued with a target group of State Governments, corporations, foundations, universities and private individuals. The Foundation acknowledges the challenges over the last twelve months in fundraising activities which may impact on its fundraising results in the short term.
- Scholar events and activities are expected to continue to be held in Australia and overseas on a regular basis in person if allowed or virtually, in accordance with COVID-19 enforced restrictions.

#### *Coronavirus (COVID-19) continues to Impact the Foundation*

##### *Performance of the Foundation's investment portfolio*

The COVID-19 pandemic continues to impact the Foundation's operations and investments. This financial year has seen a general improvement in the value of the Foundation's long term investment portfolio. The Foundation adopts a conservative approach to managing investments with the aim of generating medium term growth while protecting capital value. Its investment strategy is overseen by the Investment, Audit and Risk Committee and approved by the Board.

##### *Government Economic Packages*

The Foundation continued to be eligible for the economic support packages granted by the Commonwealth Government and the Victorian Government in FY21. The Foundation received for the period ended 30 June 2021 \$123,500 from the Commonwealth Government's Boosting cash flow and JobKeeper packages and \$10,000 from the Victorian Government Business Expansion Package. These amounts were recognised as Other Income in accordance with AASB 1058 Income of NFP Entities.

##### *2022 Scholar Selection Process and Impact to Scholars*

The Foundation's office continues to operate offsite during the enforced lockdown periods. Depending on the restrictions imposed due to COVID-19 and the imposed lockdowns, the Foundation may have to conduct the 2022 Scholar Selection First Round panel interviews virtually. The Foundation continues to monitor the Government announcements and restrictions and will make further changes to the process as required. The safety and wellbeing of all volunteers and candidates and Scholars involved with the Foundation and the process are of utmost importance. The Foundation is in regular contact with all Scholars monitoring that they remain safe and well during this pandemic. All Scholars who deferred their overseas studies in the past have, or will resume their studies in the coming financial year.

##### *Events subsequent to reporting date*

In the interval between the end of the financial year and the date of this report there has not been any adverse item, transaction or event of a material and unusual nature likely, in the opinion of the Directors of the Foundation, to affect significantly the operations, the results of those operations, or the state of affairs of the Foundation, in future financial years. However, the Foundation continues to monitor the economic and other impacts of the COVID-19 pandemic as they may impact the Foundation's operations.

**DIRECTORS' REPORT (continued)**  
**REVIEW OF OUR OPERATIONS FOR FY21 (continued)**

**DIRECTORS' MEETINGS**

The following table sets out the number of directors' meetings (including meetings of Board committees) held during the year ended 30 June 2021 and the number of meetings attended by each director.

Directors	Position	Board		Investment Audit and Risk Committee	
		<sup>6</sup> A	<sup>7</sup> B	<sup>6</sup> A	<sup>7</sup> B
Ms Jillian Segal AO <sup>1</sup>	Chairman	5	5	-	4
Mr Steven Skala AO	Deputy Chairman	5	5	-	-
Ms Lee Liberman <sup>2</sup>	Deputy Chairman	5	5		
Professor Peter Darvall AO <sup>3</sup>		3	3		
Ms Tonianne Dwyer <sup>4</sup>		2	2	1	1
Mr Stephen Gerlach AM		5	5	4	2
Ms Carolyn Kay	Investment, Audit and Risk Co-Chair	5	5	4	4
Mr Leon Kempler AM <sup>3</sup>		3	3		
Mrs Jan McCahey	Investment, Audit and Risk Co-Chair	5	5	4	4
Mr Peter Nash <sup>4</sup>		2	2		
Professor Alan Robson AO CitWA		5	5		
Dr Mark Schembri	National Panel Chair <sup>4</sup>	5	4		
Mrs Wendy Simpson OAM		5	3		
Professor Paul Wellings CBE <sup>3</sup>		2	2		

<sup>1</sup> Ms Jillian Segal AO was elected as Chairman on the 17<sup>th</sup> May 2010.

<sup>2</sup> Ms Lee Liberman was elected as a second Deputy Chairman on the 30<sup>th</sup> November 2020.

<sup>3</sup> Professor Peter Darvall AO and Mr Leon Kempler AM retired from the Board on 30 November 2020.

<sup>4</sup> Ms Tonianne Dwyer, Mr Peter Nash and Professor Paul Wellings CBE were appointed to the Board on 30 November 2020. Ms Tonianne Dwyer was appointed to the Investment, Audit and Risk Committee on 2 March 2021.

<sup>5</sup> Dr Mark Schembri retired as National Panel Chair on the 8<sup>th</sup> June 2021.

<sup>6</sup> A = number of meetings eligible to attend.

<sup>7</sup> B = number of meetings attended.

**COMPANY PARTICULARS**

**Registered office**

General Sir John Monash Foundation  
Bennelong House  
9 Queen Street  
Melbourne, VIC 3000

**DIRECTORS' REPORT (continued)**  
**COMPANY PARTICULARS**

***Company Secretary***

The Company Secretary, Mr Chuan Tan, was appointed to the role on 28 February 2018.

***Members' guarantee***

The Foundation is a company limited by guarantee incorporated under the Corporations Act 2001. If the Company is wound up, each member is required to contribute a maximum of \$20 towards meeting any outstanding obligations of the Company. At 30 June 2021 the number of members was 53 (FY20: 50).

***Indemnification***

The Foundation has agreed to indemnify the current and former directors and senior officers of the Foundation against all liabilities to another person (other than the Foundation or a related body corporate) that may arise from their position in the Foundation, except where the liability arises out of conduct involving a lack of good faith. The agreement stipulates that the Foundation will meet the full amount of any such liabilities, including legal fees, costs and expenses.

Since the end of the previous financial year, the Foundation has not indemnified or made a relevant agreement for indemnifying against a liability any person who is or has been an auditor of the Foundation.

***Insurance premiums***

During the financial year, the Foundation paid premiums to insure directors and officers of the Foundation. The professional liability insurance paid in respect of directors and officers for the year ended 30 June 2021 was \$8,094 (FY20: \$8,093).

**LEAD AUDITOR'S INDEPENDENCE DECLARATION**

A copy of the lead auditor's independence declaration in accordance with subdivision 60-C section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* is set out on page 1.

This report is made in accordance with a resolution of the directors:



Ms Jillian Segal AO  
Chairman



Mrs Jan McCahey  
Director and Co-Chair: Investment Audit and Risk  
Committee

21 September 2021

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# Auditor's Independence Declaration under subdivision 60-C section 60-40 of Australian Charities and Not-for-profits Commission Act 2012

To: the directors of General Sir John Monash Foundation

I declare that, to the best of my knowledge and belief, in relation to the audit for the financial year ended 30 June 2021 there have been:

- i. no contraventions of the auditor independence requirements as set out in the Australian Charities and Not-for-profits Commission Act 2012 in relation to the audit; and
- ii. no contraventions of any applicable code of professional conduct in relation to the audit.

*KPMG*

KPMG

*K. Rowswell*

Kate Rowswell  
*Partner*  
Melbourne  
21 September 2021



# STATEMENT OF SURPLUS OR DEFICIT AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2021

	Ref.	2021 \$	2020 \$
Funding revenue	A1	1,861,584	14,069,731
Other income		133,500	95,000
Employee expenses		(561,465)	(635,476)
Scholarships awarded	A2	(2,152,500)	(2,525,000)
Other expenses		(232,350)	(339,510)
Total operating expenses	A2	<u>(2,946,315)</u>	<u>(3,499,986)</u>
Results from operational activities		<u>(951,231)</u>	10,664,745
Finance income		4,242,126	1,718,137
Finance expenses		-	(2,400,900)
Net financing income/(loss)	B1	<u>4,242,126</u>	<u>(682,763)</u>
Surplus before income tax expense		3,290,895	9,981,982
Income tax expense		-	-
Surplus for the year		<u>3,290,895</u>	<u>9,981,982</u>
Other comprehensive income		-	-
Total comprehensive income for the year		<u>3,290,895</u>	<u>9,981,982</u>

The Statement of Surplus or Deficit and Other Comprehensive Income should be read in conjunction with the accompanying notes.

# STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2021

	Ref.	2021 \$	2020 \$
<b>Current assets</b>			
Cash and cash equivalents	C1(ii)	3,963,938	8,214,885
Investments	B1,C1(ii)	1,831,425	10,032,098
Other receivables	C1(ii)	128,016	181,103
<b>Total current assets</b>		<b>5,923,379</b>	<b>18,428,086</b>
<b>Non-current assets</b>			
Investments	B1	49,108,409	33,001,894
Property, plant and equipment		6,034	8,378
<b>Total non-current assets</b>		<b>49,114,443</b>	<b>33,010,272</b>
<b>Total assets</b>		<b>55,037,822</b>	<b>51,438,358</b>
<b>Current liabilities</b>			
Trade and other payables		2,605,404	2,260,571
Employee benefits		45,536	45,946
<b>Total current liabilities</b>	C1(iii)	<b>2,650,940</b>	<b>2,306,517</b>
<b>Non-current liabilities</b>			
Trade and other payables		1,902,500	1,955,000
Employee benefits		40,201	23,555
<b>Total non-current liabilities</b>	C1(iv)	<b>1,942,201</b>	<b>1,978,555</b>
<b>Total liabilities</b>		<b>4,593,641</b>	<b>4,285,072</b>
<b>Net assets</b>		<b>50,444,181</b>	<b>47,153,286</b>
<b>Equity</b>			
Retained surplus	D1	13,904,181	10,613,286
Endowment reserve	D1	36,540,000	36,540,000
<b>Total equity</b>		<b>50,444,181</b>	<b>47,153,286</b>

Trade and other payables include an amount of \$33,600 payable to the Australian Taxation Office ("ATO"). This relates to the JobKeeper Extension 1 payment that the ATO paid to the Foundation in error. The Foundation has contacted the ATO and will repay this amount once settlement instructions are provided.

The Statement of Financial Position should be read in conjunction with the accompanying notes.

# STATEMENT OF CHANGES IN EQUITY

## FOR THE YEAR ENDED 30 JUNE 2021

	<b>Endowment reserve</b>	<b>Retained surplus</b>	<b>Total</b>
	\$	\$	\$
<b>Ref.</b>			
Balance as at 1 July 2019	<b>24,040,000</b>	<b>13,131,304</b>	<b>37,171,304</b>
Surplus for the year	-	9,981,982	9,981,982
Other comprehensive income	-	-	-
<b>Total comprehensive income</b>	<b>-</b>	<b>9,981,982</b>	<b>9,981,982</b>
Transfers to endowment reserve			
Capital donations	D1 12,500,000	(12,500,000)	-
<b>Total transfers to endowment reserve</b>	<b>12,500,000</b>	<b>(12,500,000)</b>	<b>-</b>
Balance as at 30 June 2020	<b>36,540,000</b>	<b>10,613,286</b>	<b>47,153,286</b>
Balance as at 1 July 2020	<b>36,540,000</b>	<b>10,613,286</b>	<b>47,153,286</b>
Surplus for the year	-	3,413,395	3,413,395
Other comprehensive income	-	-	-
<b>Total comprehensive income</b>	<b>-</b>	<b>3,413,395</b>	<b>3,413,395</b>
Transfers to endowment reserve			
Capital donations	D1 -	-	-
<b>Total transfers to endowment reserve</b>	<b>-</b>	<b>-</b>	<b>-</b>
Balance as at 30 June 2021	<b>36,540,000</b>	<b>14,026,681</b>	<b>50,566,681</b>

The Statement of Changes in Equity should be read in conjunction with the accompanying notes.

# STATEMENT OF CASH FLOWS

## FOR THE YEAR ENDED 30 JUNE 2021

	Ref.	2021 \$	2020 \$
<b>Cash Flows from operating activities</b>			
Cash received from benefactors	A1	1,861,584	14,069,731
Cash received from Government grants		133,500	95,000
Cash paid to suppliers, employees and scholars		(2,588,492)	(3,309,274)
<b>Net cash (used in)/provided by operating activities</b>		<b>(593,408)</b>	<b>10,855,457</b>
<b>Cash Flows from investing activities</b>			
Acquisition of property, plant and equipment		2,344	3,505
Interest received		95,020	94,067
Dividends/investment income received		2,945,787	1,630,181
Acquisition of investments		(6,700,690)	(10,685,852)
Disposal of investments		-	-
<b>Net cash provided (used in)/by investing activities</b>		<b>(3,657,539)</b>	<b>(8,958,099)</b>
<b>Cash Flows from financing activities</b>			
		-	-
<b>Net (decrease)/increase in cash and cash equivalents</b>		<b>(4,250,947)</b>	<b>1,897,358</b>
Cash and cash equivalents at the beginning of the financial year		8,214,885	6,317,527
<b>Cash and cash equivalents at the end of the financial year</b>	C1 (ii)	<b>3,963,938</b>	<b>8,214,885</b>

The Statement of Cash Flows should be read in conjunction with the accompanying notes.

## A. WHERE DO OUR FUNDS COME FROM AND HOW ARE THEY SPENT?

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This section explains the main sources of our revenue and items of expenditure and how those are measured in accordance with relevant accounting standards.

### A1. WHAT ARE OUR SOURCES OF REVENUE?

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Our primary sources of revenue are from Federal and State Government, corporations, universities and the private philanthropic sector. This revenue funds scholarships and other support provided to our scholars.

	2021 \$	2020 \$
Revenue from operating activities		
Federal and State Governments	-	10,000,000
Australian Universities Consortium	430,000	360,000
Corporations	870,000	650,000
Private donors	561,584	3,059,731
Total revenue from operating activities	<u>1,861,584</u>	<u>14,069,731</u>

#### *What are the relevant accounting policies?*

Revenue is recognised under AASB 1058 Income of Not-for-Profit Entities at fair value when the amount of the contribution is received.

Contributions from the Government towards the Endowment Fund or Scholarship awards are recognised as income when the Foundation receives them or becomes entitled to receive them.

Donations and bequests to enable the Foundation to fulfil its objectives to select and award scholarships and administer its scholarship program are recognised as revenue when received.

## A2. WHERE HAS THE FUNDING BEEN SPENT?

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The Foundation's mission is to provide postgraduate scholarships for Australian Scholars to study overseas. Additionally, we support and mentor the Scholar community both past and present. We have incurred the following expenses relating to these activities over the course of this financial year. Employee expenses have been allocated across the range of our activities.

	2021	2020
	\$	\$
<b>Operating activities</b>		
Scholarships and Scholar related expenses	<b>2,401,559</b>	2,811,346
Fundraising, promotion and profiling expenses	<b>285,221</b>	345,338
Administration expenses	<b>259,535</b>	343,302
<b>Total expenditure from operating activities</b>	<b>2,946,315</b>	<b>3,499,986</b>

Scholarships and scholar related expenses have enabled the following:

	2021	2020
	\$	\$
Scholarships awarded	<b>2,152,500</b>	2,525,000
Scholar selection process	<b>97,121</b>	105,239
Presentation of new Scholars	<b>15,151</b>	13,134
Scholar Travel Allowance	<b>18,852</b>	29,732
Ongoing support of Scholar community	<b>117,935</b>	138,241
<b>Total Scholarships and Scholar related expenses</b>	<b>2,401,559</b>	<b>2,811,346</b>

## A2. WHERE HAS THE FUNDING BEEN SPENT? (continued)

In 2021, 13 scholarships were awarded across a diverse field of study and universities of study.

Scholarship Winner	Proposed Degree	University	Field of Study
Lauren Bennett	Doctoral Training Programme	University College London	Design of Future, Sustainable Cities
Dr Mark Chia	PhD	University College London	Medical Research and Health Policy (AI in Health)
Peter Clarke	Doctor of Musical Arts	City University of New York	Fine Arts (Music)
Jessica Coldrey	Master of Humanitarian Engineering and Management	Warwick University	Humanitarian Infrastructure
Alice Crawford	Master in Public Administration	Harvard University	Domestic Policy/Modern Slavery
Captain Amrinder Ghuman	MBA	London Business School	Defence Infrastructure
Bronte Gosper	Master of Arts in Oral History	Columbia University	Humanities/Arts (Documentary Making)
Dr Ashray Gunjur	PhD	University of Cambridge	Medical Research and Health Policy
Lieutenant Hannah Phelps	PhD	University of British Columbia	Atmospheric Science
Emily Ragus	PhD	University of Amsterdam	Crisis Management
Holli Sargeant	PhD	University of Cambridge	Law (Emergent Technologies)
Dr Brett Shannon	PhD	University of Illinois	Medical Research and Health Policy
Daniel Yore	Master in Public Administration	University College London	Education Policy

The 2021 John Monash Scholars' Presentation Ceremony was held at Government House, Yarralumla, Canberra in March 2021.

## B. WHAT RESOURCES DO WE HAVE AND HOW DO WE MANAGE THEM?

### B1. INVESTMENTS

The principal objective of the Foundation's investment strategy is to maximise the financial return from investments within a framework of minimising the risk of capital losses. Minimisation of the risk of capital losses will be through diversification of the investment portfolio with prudent asset allocation.

	2021 \$	2020 \$
<b>Current investments</b>		
Term deposits (maturity greater than three months)	1,831,425	10,032,098
<b>Total Current investments</b>	<u>1,831,425</u>	<u>10,032,098</u>
<b>Non-current investments</b>		
<i>Fair value through profit and loss</i>		
Managed funds	49,108,409	33,001,894
<b>Total Non-current investments</b>	<u>49,108,409</u>	<u>33,001,894</u>
<b>Total investments</b>	<u>50,939,834</u>	<u>43,033,992</u>

Income derived from investments and other financial assets are as follows:

	2021 \$	2020 \$
<b>Recognised in profit or loss</b>		
Interest on term deposits and cash at bank	95,020	94,067
Distribution income and imputation credits	2,941,955	1,624,070
Net change in fair value of units in managed funds	1,205,151	(2,400,900)
<b>Total net finance (loss)/income</b>	<u>4,242,126</u>	<u>(682,763)</u>

Investments in managed funds are measured at fair market value. The Foundation adopts a conservative approach to managing the assets with the aim of generating medium term growth while protecting capital value. There has not been a significant movement in the value of the holding between the 30 June 2021 and the date of signing this report. Investments in managed funds at 30 June 2021 are all held in the BlackRock Tactical Growth Fund and Schroders Real Return Fund – Professional Class as outlined below (*see C2 Financial Risk Management*).



## **B1. INVESTMENTS (continued)**

### **What are the relevant accounting policies?**

#### **Financial Instruments**

##### *Purchases of financial assets*

Financial assets are recognised by the Foundation on the trade date at which the Foundation becomes a party to the contractual provisions of the instrument.

At initial recognition, the Foundation measures a financial asset at its fair value plus transaction costs that are directly attributable to the asset's acquisition. The Foundation subsequently measures investments in managed funds at fair value.

The Foundation does not enter into transactions involving derivative instruments.

##### *Financial assets measured at fair value*

Investments in units in managed funds are measured at fair value and gains and losses on re-measurement are recognised in profit or loss. The fair value of these investments is determined using the unit price published by the fund manager at reporting date and/or by reference to the underlying instrument's quoted market price in an active market.

#### **Finance Income**

Finance income comprises interest income on funds invested, dividend and distribution income and movements in fair value of units in managed funds. Interest income is recognised as it accrues in profit and loss, using the effective interest method. Dividend and distribution income are recognised in profit and loss on the date that the Foundation's right to receive payment is established, which in the case of quoted securities is the ex-dividend or ex-distribution date.

## C. HOW DO WE MANAGE OUR RISK AND WORKING CAPITAL?

This section explains the risk that the Foundation is exposed to, the policies we apply to reduce those risks and provides the users with information on how we manage our working capital.

### C1. CAPITAL MANAGEMENT

The Foundation's objectives when managing capital are to:

- Safeguard our ability to continue as a going concern to continue to provide scholarships, and
- Maintain an optimal capital structure to support efficient and effective operations.

#### (i) Working Capital

	2021 \$	2020 \$
Current assets	5,923,379	18,428,086
Current liabilities	<b>(2,650,940)</b>	<b>(2,306,517)</b>
Net current assets	<b>3,272,439</b>	<b>16,121,569</b>

#### (ii) Current Assets

	2021 \$	2020 \$
Cash and cash equivalents		
<i>Cash at bank</i>		
Cash accounts	854,637	291,087
Interest bearing deposits (< 3 months term)	<b>3,109,301</b>	<b>7,923,798</b>
Total cash and cash equivalents	<b>3,963,938</b>	<b>8,214,885</b>

	2021 \$	2020 \$
Investments		
Interest bearing deposits (> 3 months terms)	1,831,425	10,032,098
Total investments	<b>1,831,425</b>	<b>10,032,098</b>

	2021 \$	2020 \$
Other receivables		
Interest, dividends, rental bond and distributions receivable	108,558	160,022
Prepayments	19,458	21,081
Total other receivables	<b>128,016</b>	<b>181,103</b>

## C1. CAPITAL MANAGEMENT (continued)

### (iii) Current Liabilities

	2021	2020
	\$	\$
Trade and other payables	2,605,404	2,260,571
Employee entitlements	45,536	45,946
<b>Total Current Liabilities</b>	<b>2,650,940</b>	<b>2,306,517</b>

### (iv) Non-current Liabilities

	2021	2020
	\$	\$
Trade and other payables	1,902,500	1,955,000
Employee entitlements	40,201	23,555
<b>Total Non-current Liabilities</b>	<b>1,942,701</b>	<b>1,978,555</b>

#### *What are the relevant accounting policies?*

##### Financial assets measured at amortised cost

A financial asset is to be measured at amortised cost using the effective interest method and net of any impairment loss, where

- the asset is held within a business model with an objective to hold assets in order to collect contractual cash flows; and
- the contractual terms of the financial asset give rise, on specific dates, to cash flows that are solely payments of principal and interest.

The Foundation's investments in term deposits and its receivables are measured at amortised cost as set out below.

##### Cash and cash equivalents

For cash flow statement presentation purposes, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

##### Term Deposits

Term deposits consist of nine term deposits held at financial institutions. At 30 June 2021, they have stated interest rates between 0.10% to 0.85% and mature in one to twelve months. Four of these term deposits have a maturity term of greater than three months and are classified as Investments.

##### Other receivables

Other receivables are recognised initially at fair value and subsequently measured at amortised cost. Other receivables are presented as current assets unless collection is not expected for more than 12 months after the reporting date. Collectability of other receivables are reviewed on an ongoing basis and any receivables deemed unrecoverable are appropriately impaired.

##### Financial liabilities

The Foundation's liabilities comprise trade and other payables. The Foundation does not enter into transactions involving derivatives and thus has no derivative liabilities.

Trade and other payables are recognised initially at fair value plus any directly attributable transaction costs. Subsequent to initial recognition these financial liabilities are measured at amortised cost using the effective interest rate method. The Foundation derecognises a financial liability when its contractual obligations are discharged or cancelled or expire.

##### Trade and other payables

Trade and other payables represent liabilities for goods and services provided to the Foundation prior to the end of the financial year which are unpaid. The amounts are unsecured and are usually settled within 30 days of recognition. Liability for scholarship stipends that are committed but unpaid as at the end of the financial period are included in trade and other payables. Trade and other payables are presented as current liabilities unless payment is not due within 12 months from the reporting date. The carrying amount of the payable is deemed to reflect fair value. The Foundation derecognises trade and other payables when its contractual obligations are discharged or cancelled or expire.

## C1. CAPITAL MANAGEMENT (continued)

### Employee entitlements

Liabilities for wages and salaries, including superannuation contributions and annual leave expected to be settled within 12 months of the reporting date are measured at the amounts expected to be paid when the liability is settled. Included in the Employee expenses figure of \$561,465 (FY20: \$635,476) in the Statement of Surplus or Deficit and Other Comprehensive Income is \$46,922 (FY20: \$51,716) which represents the Foundation's contribution to Superannuation - Defined Contributions Plans the Foundation paid on behalf of staff.

## C2. FINANCIAL RISK MANAGEMENT

The Foundation's activities expose it to a variety of financial risks: market risks (including price risk and interest rate risk) and liquidity risk. The Foundation's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Foundation.

The Foundation provides payments to its Scholars in Australian dollars and therefore is not exposed to foreign currency risk on these payments. Scholarship stipends are reviewed from time to time, taking into account changes in tuition fees and other factors.

The Foundation holds the following financial instruments:

	2021 \$	2020 \$
<b>Financial assets</b>		
Cash and cash equivalents	<b>3,963,938</b>	8,214,885
Investments	<b>50,939,834</b>	43,033,992
Other receivables	<b>128,016</b>	181,103
<b>Financial liabilities</b>		
Trade and other payables		
Scholarship payments (i)	<b>4,401,560</b>	4,166,180
Other	<b>106,344</b>	49,391

The Foundation has funds invested in Term Deposits and in the BlackRock Tactical Growth Fund and Schroders Real Return Fund – Professional Class.

The Foundation continues its conservative approach in managing its investments to generate medium term growth. The Investment, Audit and Risk Committee meets regularly to review the Foundation's investment performance.

- (i) The liability for scholarship payments of \$4,401,560 includes \$2,499,060 which is payable within 12 months and is included in current liabilities in C1 (iii).

## D. RESERVES

This section provides details of the reserves held, indicating the financial strength of the Foundation.

### D1. RESERVES AND RETAINED SURPLUS

	2021 \$	2020 \$
<b>Retained surplus</b>		
Balance at 1 July	<b>10,613,286</b>	13,131,304
Net surplus for the year	<b>3,290,895</b>	9,981,982
Funds transferred from fair value reserve	-	-
Funds transferred to endowment reserve	-	(12,500,000)
Balance at 30 June	<b>13,904,181</b>	10,613,286
<b>Other reserves and movements</b>		
<i>Endowment reserve</i>		
Balance at 1 July	<b>36,540,000</b>	24,040,000
Funds transferred from Retained surplus	-	12,500,000
Balance at 30 June	<b>36,540,000</b>	36,540,000
<b>Total Equity</b>		
Retained surplus	<b>13,904,181</b>	10,613,286
Endowment reserve	<b>36,540,000</b>	36,540,000
	<b>50,444,181</b>	47,153,286

#### *What are the relevant accounting policies?*

##### *Endowment reserve*

We recognise government grants in accordance with AASB 1058 *Income of NFP entities* which requires government grants to be recognised as revenue when received.

The Foundation's policy is to transfer funds received which are provided for the specific purpose of a perpetual scholarship from Retained surplus to Endowment reserve.

## E. OTHER INFORMATION

This section covers other information that is not directly related to items in the financial statements, including information about related party transactions, significant accounting policies not disclosed elsewhere and other statutory information.

### E1. RELATED PARTIES

#### Directors

The names of persons who were directors of the Foundation at any time during this financial year and unless otherwise indicated were directors for the entire period:

Name		Appointed	Ceased
Ms Jillian Segal AO	Chairman	21 November 2008	-
Mr Steven Skala AO	Deputy Chairman	17 May 2010	-
Ms Lee Liberman	Deputy Chairman	10 December 2014	-
Professor Peter Darvall AO		10 March 2011	30 November 2020
Ms Tonia Dwyer		30 November 2020	-
Mr Stephen Gerlach LLB AM		13 October 2011	-
Ms Carolyn Kay	Co-Chair, Investment, Audit and Risk Committee	1 January 2015	-
Mr Leon Kempler AM		9 November 2010	30 November 2020
Mrs Jan McCahey	Co-Chair, Investment, Audit and Risk Committee	6 March 2012	-
Mr Peter Nash		30 November 2020	-
Professor Alan Robson AO CitWA		5 October 2011	-
Dr Mark Schembri	National Panel Chair	29 February 2016	-
Mrs Wendy Simpson OAM		8 December 2014	-
Professor Paul Wellings CBE		30 November 2020	-

#### Director and Key Management Personnel compensation

	2021	2020
	\$	\$
No income was paid or is payable to any director by the company and any related entity for their services as directors.	Nil	Nil
Employee entitlements	253,177	253,160

#### Directors and Related Entities

In 2011, Foundation Chairman Ms Jillian Segal AO formed the Chairman's Circle, a group of supporters which collectively funds at least one Scholarship each year. During the year, the directors contributed \$40,027 in support of the Chairman's Circle (2020: \$62,000). Some directors contributed a further \$3,450 in additional donations (2020: Nil).

Two directors have in the past donated to the Foundation's Endowment for the establishment of perpetual scholarships. The Foundation Chairman, Ms Jillian Segal AO and her husband Mr John Roth have established a perpetual scholarship to Harvard University. The Foundation Deputy Chairman, Ms Lee Liberman through the Lee Liberman Charitable Foundation has established the Lee Liberman John Monash Scholarships.

Ms Carolyn Kay contributed to the Cultural John Monash Scholarship during the year.

As with the other scholars, the selection of the scholars for the above Scholarships is recommended by the National Selection Panels for decision by the Board.

Apart from the details disclosed in this note, no Director has entered into a material contract with the Foundation since the end of the previous financial year.

## E2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

### Reporting entity

The General Sir John Monash Foundation (“the Foundation”) is a not-for-profit company limited by guarantee. The address of the Foundation’s registered office is Bennelong House, 9 Queen Street, Melbourne, VIC 3000, Australia.

### Share capital

The Foundation is a company limited by guarantee and does not have share capital. If the Foundation is wound up, the Constitution states each member is required to contribute a maximum of \$20 towards meeting any outstanding obligations of the Foundation. There were 53 members at 30 June 2021 (FY20: 50 members).

### Basis for preparation

The financial report is a Tier 2 general purpose financial report which has been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements (AASBs) adopted by the Australian Accounting Standards Board (AASB) and the Australian Charities and Not-for-Profits Commission Act 2012.

### Historical cost convention

The financial statements have been prepared on a historical cost basis, except that investments in units in managed funds are measured at fair value.

### Functional and presentation currency

These financial statements are presented in Australian dollars, which is the Foundation’s functional currency.

### Critical accounting estimates and judgements

The preparation of financial statements in conformity with AASBs requires management to use certain accounting estimates. It also requires management to exercise its judgement in the process of applying the Foundations’ accounting policies. There are no critical accounting estimates and judgements as at 30 June 2021, apart from in relation to the Foundation’s revenue recognition (Note A1) where management have determined that control over such amounts is only established on receipt of the amounts into the Foundation’s bank account, and therefore non-reciprocal revenue is only recognised by the Foundation at this point and not prior, in accordance with *AASB 1058 Income of NFP Entities*.

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 and in any future periods affected.

### Income tax

The Foundation is a tax-exempt entity for the purposes of Division 50 of the Income Tax Assessment Act 1997. In addition, the Foundation is a rebateable employer for the purposes of section 65J of the Fringe Benefits Assessment Act 1986.

## **E2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

### **Employee provisions**

A provision is made for the Foundation's liability for employee benefits arising from services rendered by employees to balance date as follows:

#### **Short-term employee benefits**

Employee benefits that are expected to be settled within one year, have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

#### **Long-term employee benefits**

The liability for long service leave is recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of each reporting period. The Foundation provides for these benefits once an employee has had one year of continuous service.

### **Lease commitments**

The Foundation entered into a three-year non-cancellable lease rental agreement commencing 1 July 2019. The Foundation's lease obligation is at a peppercorn rate of \$1 per annum subject to the Foundation maintaining its Deductible Gift Recipient (DGR) status. The annual payment is not subject to annual review. Payments remaining under the lease is \$1 for FY22. On renewal, the terms of the lease would be renegotiated.

No significant restrictions on the use of the underlying assets have been identified by the Foundation. The Foundation has elected to exercise the option of not valuing the lease at fair value under AASB 16.



## E2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

### New standards and interpretations

A number of new or revised standards, amendments to standards and interpretations are effective for annual reporting period beginning after 1 July 2021 and early adoption is permitted. The Foundation has not early adopted the new or revised standards, amendments to standards or interpretations.

The following amended standards and interpretations are not expected to have a significant impact on the Foundation's consolidated financial statements.

Standard/Interpretation	Effective for annual reporting periods beginning on or after	Expected to be initially applied in the financial year ending
AASB 1060 – General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 entities	1 July 2021	30 June 2022
AASB 2021 – 1 Amendments to Australia Accounting Standards – Transition to Tier 2: Simplified Disclosures for Not-for-Profit Entities	1 July 2021	30 June 2022
AASB 2020 – 3 Amendments to Australia Accounting Standards – Annual Improvements 2018 – 2019 and other Amendments	1 January 2022	30 June 2022
AASB 2020 – 6 Amendments to Australia Accounting Standards – Classification of Liabilities as Current and Non-Current	1 January 2023	30 June 2023
AASB 2021 – 2 Amendments to Australia Accounting Standards – Disclosure of Accounting Policies and Definition of Accounting Estimates	1 January 2023	30 June 2023

## E3. INFORMATION AND DECLARATION TO BE FURNISHED UNDER THE CHARITABLE FUNDRAISING (NSW) ACT 1991 AND REGULATIONS

	2021	2020
	\$	\$
<b>Fundraising income</b>		
Fundraising and donations	1,431,584	3,709,731
Gross proceeds from fundraising appeals	<u>1,431,584</u>	<u>3,709,731</u>
<b>Fundraising costs</b>		
Fundraising, promotion and profiling expenses	(285,221)	(345,338)
Total costs of fundraising appeals	<u>(285,221)</u>	<u>(345,338)</u>
<b>Net surplus from fundraising appeals</b>	<u>1,146,363</u>	<u>3,364,393</u>
Applied as follows:		
<b>Indirect expenditure</b>		
Administration expenses	(259,535)	(343,302)
Total indirect expenditure	<u>(259,535)</u>	<u>(343,302)</u>
	<u>886,828</u>	<u>3,021,091</u>
<b>Reconciliation to Surplus from operations</b>		
Scholarships and Scholar related expenses	(2,401,559)	(2,811,346)
Net finance income	4,242,126	(682,763)
Other income	133,500	95,000
Government and Universities Funding	430,000	10,360,000
	<u>2,404,067</u>	<u>6,960,891</u>
<b>Surplus</b>	<u>3,290,895</u>	<u>9,981,982</u>

### Events subsequent to reporting date

In the interval between the end of the financial year and the date of this report there has not been any adverse item, transaction or event of a material and unusual nature likely, in the opinion of the Directors of the Foundation, to affect significantly the operations, the results of those operations, or the state of affairs of the Foundation, in future financial years. However, the Foundation continues to monitor the economic and other impacts of the COVID-19 pandemic as they may impact the Foundation's operations.

# DIRECTORS' DECLARATION

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In the opinion of the directors of The General Sir John Monash Foundation (the Foundation):


- (a) the financial statements and notes, set out on pages 2 to 21 are in accordance with the Australian Charities and Not-for-Profits Commission Act 2012 and in compliance with the Charitable Fundraising Act (NSW) 1991, including:
  - i) giving a true and fair view of the Foundation's financial position as at 30 June 2021 and of its performance, for the financial year ended on that date; and
  - ii) complying with Australian Accounting Standards - Reduced Disclosure Regime and the Australian Charities and Not-for-Profit Regulations 2013; and
- (b) there are reasonable grounds to believe that the Foundation 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 at Melbourne, 21<sup>st</sup> day of September 2021.



Ms Jillian Segal AO  
Chairman



Mrs Jan McCahey  
Director and Co-Chair: Investment, Audit and  
Risk Committee

# DECLARATION BY CHAIRMAN IN RESPECT OF FUNDRAISING APPEALS

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I, Jillian Segal AO, Chairman of the General Sir John Monash Foundation, declare that in my opinion:

- 1) the financial statements give a true and fair view of all income and expenditure of the Foundation with respect to fundraising appeal activities for the financial year ended 30 June 2021;
- 2) the statement of financial position gives a true and fair view of the state of affairs with respect to fundraising appeal activities as at 30 June 2021;
- 3) the provisions of the Charitable Fundraising Act (NSW) 1991 and Regulations and the conditions attached to the authority have been complied with for the financial year ended 30 June 2021; and
- 4) the internal controls exercised by the Foundation are appropriate and effective in accounting for all income received and applied from any fundraising appeals.

This declaration is made on 21 September 2021.



Ms Jillian Segal AO  
*Chairman*



# Independent Auditor's Report

To the members of General Sir John Monash Foundation

## Report on the audit of the Financial Report

### Opinion

We have audited the **Financial Report**, of General Sir John Monash Foundation (the Foundation).

In our opinion the accompanying Financial Report of the Foundation is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission (ACNC) Act 2012* including:

- i. giving a true and fair view of the Foundation's financial position as at 30 June 2021, and of its financial performance and its cash flows for the year ended on that date; and
- ii. complying with *Australian Accounting Standards – Reduced Disclosure Requirements* and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

The **Financial Report** comprises:

- i. Statement of financial position as at 30 June 2021.
- ii. Statement of surplus and deficit and other comprehensive income, Statement of changes in equity, and Statement of cash flows for the year then ended.
- iii. Notes including a summary of significant accounting policies.
- iv. Directors' declaration
- v. Declaration by the Chairman in respect of fundraising appeals of the Foundation.

### 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 Report* section of our report.

We are independent of the Foundation in accordance with the auditor independence requirements of the *ACNC Act 2012* and the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the Financial Report in Australia. We have fulfilled our other ethical responsibilities in accordance with the Code.



## Other information

Other Information is financial and non-financial information in General Sir John Monash Foundation's annual reporting which is provided in addition to the Financial Report and the Auditor's Report. The Directors are responsible for the Other Information.

The Other Information we obtained prior to the date of this Auditor's Report was the Directors' Report.

Our opinion on the Financial Report does not cover the Other Information and, accordingly, we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the Financial Report, our responsibility is to read the Other Information. In doing so, we consider whether the Other Information is materially inconsistent with the Financial Report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We are required to report if we conclude that there is a material misstatement of this Other Information, and based on the work we have performed on the Other Information that we obtained prior to the date of this Auditor's Report we have nothing to report.

## Responsibilities of the Directors for the Financial Report

The Directors are responsible for:

- i. Preparing the Financial Report that gives a true and fair view in accordance with *Australian Accounting Standards – Reduced Disclosure Requirements and the ACNC*;
- ii. Preparing the Financial Report in accordance with Section 24(2) of the *Charitable Fundraising (NSW) Act 1991* and Regulations;
- iii. Implementing necessary internal control 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; and
- iv. Assessing the Foundation's ability to continue as a going concern and whether the use of the going concern basis of accounting is appropriate. 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 Foundation or to cease operations, or have no realistic alternative but to do so.

## Auditor's responsibilities for the audit of the Financial Report

Our objective is:

- i. to obtain reasonable assurance about whether the Financial Report as a whole is free from material misstatement, whether due to fraud or error; and
- ii. 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 this Financial Report.

As part of an audit in accordance with *Australian Auditing Standards*, we exercise professional judgment and maintain professional skepticism throughout the audit.



We also:

- i. Identify and assess the risks of material misstatement of the Financial Report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ii. Obtain an understanding of internal control relevant to the Audit 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 registered Foundation's internal control.
- iii. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- iv. Conclude on the appropriateness of the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditor's Report to the related disclosures in the Financial Report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's Report. However, future events or conditions may cause the registered Foundation to cease to continue as a going concern.
- v. Evaluate the overall presentation, structure and content of the Financial Report, including the disclosures, and whether the Financial Report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Directors of the registered Foundation regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

In addition we have:

- i. Obtained an understanding of the internal control structure for fundraising appeal activities.
- ii. Examined on a test basis of evidence supporting compliance with the accounting and associated record keeping requirements for fundraising appeal activities pursuant to the *Charitable Fundraising Act (NSW) 1991* and Regulations.

We have not audited on a continuous basis the accounting records relied upon for reporting on fundraising appeal activities. These do not necessarily reflect accounting adjustments after the event or normal year-end financial adjustments required for the preparation of Financial Report such as accruals, prepayments, provisioning and valuations.



## Report on Other Legal and Regulatory Requirements

### Opinion pursuant to the Charitable Fundraising Act (NSW) 1991

In our opinion:

- i. the Financial Report gives a true and fair view of the Foundation's financial result of fundraising appeal activities for the financial year ended 30 June 2021;
- ii. the Financial Report has been properly drawn up, and the associated records have been properly kept for the period from 1 July 2020 to 30 June 2021, in accordance with the *Charitable Fundraising Act (NSW) 1991* and Regulations;
- iii. money received as a result of fundraising appeal activities conducted during the period from 1 July 2020 to 30 June 2021 has been properly accounted for and applied in accordance with the *Charitable Fundraising Act (NSW) 1991* and Regulations; and
- iv. there are reasonable grounds to believe that the Foundation will be able to pay its debts as and when they fall due.

KPMG

Kate Rowswell  
*Partner*

Melbourne

21 September 2021