

The LBW Trust

(a charitable institution)

ABN 86 357 910 732

**Annual Financial Report
for the year ended 30 June 2020**

The LBW Trust
Financial Statements
for the year ended 30 June 2020

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AUDITOR'S INDEPENDENCE DECLARATION
UNDER AUSTRALIAN CHARITIES AND NOT FOR PROFITS COMMISSION ACT 2012
SECTION 60-40
TO THE TRUSTEES OF THE LBW TRUST

As lead auditor for the audit of The LBW Trust (A.B.N. 86 357 910 732) for the year ended 30 June 2020, I declare that, to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of The LBW Trust and any entities it controlled during the period.

MITCHELL & PARTNERS
Chartered Accountants



Glenn Merchant CA
Partner

Sydney, NSW
Dated this *1st* day of January, 2021

The LBW Trust
Statement of Comprehensive Income
for the year ended 30 June 2020

	Note	2020	2019
		\$	\$
Revenue from ordinary activities		723,405	678,009
Other expenses from ordinary activities		<u>(342,385)</u>	<u>(268,370)</u>
Surplus from ordinary activities before income tax		381,020	409,639
Income tax expense relating to ordinary activities		<u>-</u>	<u>-</u>
Surplus from ordinary activities after income tax		381,020	409,639
Distribution to beneficiaries		<u>(373,528)</u>	<u>(338,010)</u>
Accumulated Excess / (Deficit) at the end of the year		7,492	71,629

The Statement of Comprehensive Income should be read in conjunction with the notes to the financial statements.

The LBW Trust
Statement of Financial Position
as at 30 June 2020

	Note	2020	2019
		\$	\$
CURRENT ASSETS			
Cash and cash equivalents	2	701,328	662,551
Trade and other debtors	3	3,000	-
Total assets		<u>704,328</u>	<u>662,551</u>
CURRENT LIABILITIES			
Trade and other payables	4	341,051	302,266
Provisions	5	-	4,500
Total liabilities		<u>341,051</u>	<u>306,766</u>
Net assets		<u>363,277</u>	<u>355,785</u>
Represented by			
TRUST FUNDS			
Total accumulated funds	6	<u>363,277</u>	<u>355,785</u>

The Statement of Financial Position should be read in conjunction with the notes to the financial statements.

The LBW Trust
Notes to the financial statements
for the year ended 30 June 2020

NOTE 1 STATEMENT OF COMPLIANCE

In the opinion of the directors of the trustee company, The LBW Trust ("the trust") is not a reporting entity as there are no users dependent on general purpose financial statements. The financial report of the trust has been drawn up as a special purpose financial report for distribution to the members.

The special purpose financial statement has been prepared in accordance with the requirements of the recognition and measurement aspects of all applicable Australian Accounting Standards ("AASBs") adopted by the Australian Accounting Standards Board ("AASB") , and other authoritative pronouncements of the AASB that have a material effect.

Basis of preparation

The financial report is presented in Australian dollars.

The trust has not elected to early adopt any revised accounting standards.

The financial report is prepared on an historical cost basis.

The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which for the basis of making the judgements about carrying values of assets and liabilities that are not really apparent from other sources. Actual results may differ from these estimates. These accounting policies have been consistently applied by the trust.

The 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 if the revision only affects that period, or in a period of the revision and future periods if the revision affects both current and future periods.

The accounting policies set out below have been applied consistently to all periods presented in the financial report, unless otherwise stated.

(a) Revenue recognition

Revenue comprises donations received from donors to the trust. Interest revenue is recognised as it is accrued.

(b) Trading Expenses

Trading expenses include expenses of the trust to external parties for organising various charity events.

(c) Taxation

The trust has achieved a Charitable Institution Status from the ATO.

Pursuant to the Charitable Status, the trust has access to the following concessions:

- Income tax exemption under Subdivision 50-B of the Income Tax Assessment Act 1997
- GST concessions under Division 176 of A New Tax System (Goods and Services Tax) Act 1999
- FBT rebate under section 123E of the Fringe Benefits Tax Assessment Act 1986

Hence, no tax liability is recognised in the Balance Sheet.

(d) Receivables

Debtors are carried at amounts due. The collectability of debts is assessed at balance date and specific provision is made for any identified doubtful accounts.

(e) Payables

Liabilities are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the trust. Trade accounts payable are normally settled within 60 days.

The LBW Trust
Notes to the financial statements
for the year ended 30 June 2020

	2020 \$	2019 \$
NOTE 2 CASH AND CASH EQUIVALENTS		
Current		
NAB - Operating Account	199,607	11,509
Women for Change	322,631	272,080
Term Deposit - Kakenya's Dream	-	-
Alder Business Card	-	(44)
PayPal	101	771
NAB - Business Cash Maximiser	10,513	275,421
Batting for Change	168,476	102,814
	<u>701,328</u>	<u>662,551</u>
NOTE 3 TRADE AND OTHER DEBTORS		
Current		
Trade and other debtors	3,000	-
Annual Dinner expenses overpaid	-	-
	<u>3,000</u>	<u>-</u>
NOTE 4 TRADE AND OTHER PAYABLES		
Current		
Income in advance	265,000	292,789
June PAYG Withholding Payable	6,079	9,477
Superannuation Payable	2,273	-
Trade Creditor	67,699	-
	<u>341,051</u>	<u>302,266</u>
NOTE 5 PROVISIONS		
Current		
Provision for Employee Entitlement	-	4,500
	<u>-</u>	<u>4,500</u>
NOTE 6 ACCUMULATED FUNDS		
Retained surplus at the beginning of the year	355,785	284,155
Surplus/(deficit) from ordinary activities	7,492	71,630
Prior Year Adjustment	-	-
Retained surplus at the end of the year	<u>363,277</u>	<u>355,785</u>

The LBW Trust
For the year ended 30 June 2020

DIRECTORS' DECLARATION

The directors of the trustee company declare that The LBW Trust (ABN: 86 357 910 732) is not a reporting entity and this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

The directors of the trustee company declare that:

- 1 the trust is not a reporting entity;
- 2 the financial statements and notes, as set out on pages 1 to 6, present fairly the trust's financial position as at 30 June 2020 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
- 3 there are reasonable grounds to believe that The LBW 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 of the trustee company.



Director

Dated at *Sydney* this *19th* day of January 2021

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
THE LBW TRUST
A.B.N. 86 357 910 732

Report on the Financial Statements

Opinion

We have audited the financial report of The LBW Trust (the entity) which comprises the statement of comprehensive income for the year ended 30 June, 2020, statement of financial position as at 30 June 2020, notes to the financial statements including a summary of significant accounting policies and other explanatory notes and the statement by the trustees.

In our opinion,

- (a) the accompanying financial report of The LBW Trust has been prepared in accordance with the trust and Division 60 of the *Australian Charities and Not for Profits Commission Act 2012* and the *Corporations Act 2001*, including:
 - giving a true and fair view of the fund's financial position as at 30 June 2020, and of its performance for the year then ended; and
 - complying with Australian Accounting Standards, Division 60 of the *Australian Charities and Not for Profits Commission Regulation 2013*, and the *Corporations Act 2001*.
- (b) LBW (AUSTRALIA) LTD (in its capacity as Trustee of the LBW Trust) have complied, in all material respects, with the requirements of the Australian Charities and Not for Profits Commission Act 2012 for the year ended 30 June, 2020.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 of the financial report which describes the basis of accounting. The financial report has been prepared to assist The LBW Trust in its financial reporting obligations and may not be suitable for another purpose

Basis of Qualified Audit Opinion

Cash proceeds from fundraising activities are a significant source of revenue for the LBW Trust. The Trustees have determined that it is impractical to establish control over the collection of cash monies prior to entry into its financial records and our audit procedures with respect to cash proceeds from fundraising activities had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion whether cash proceeds from fundraising activities for the LBW Trust is complete.

Basis of Opinion

We conducted our audit in accordance with Australian Auditing Standards. 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 entity in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board APES 110: Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Australian Charities and Not for Profits Commission Act 2012* and the *Corporations Act 2001*, which has been given to the Trustees The LBW Trust, would be in the same terms if given to the Trustees as at the time of this auditor's report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Financial Report and Auditor's Report Thereon

The Trustees are responsible for the other information. The other information comprises the information included in the entity's annual report for the year ended 30 June, 2020, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, 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. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report to this regard.

The Responsibility of the Trustees for the Financial Statements

The Trustees of The LBW Trust are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards, the ACNC Act and its regulations, and for such internal control as the Trustees determine is 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.

In preparing the financial report, the Trustees are responsible for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the members either intend to liquidate the entity or to cease operations, or have no realistic alternatives but to do so.

Auditor's Responsibility for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is 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 the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and 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 the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- 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 controls.
- 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 purposes of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Trustees.
- Conclude on the appropriateness of the Trustees' 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 entity'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 entity to cease to continue as a going concern.

We communicate with the responsible entities 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.

We also provide the Trustees with a statement that we have complied with relevant ethical requirements requiring independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

MITCHELL & PARTNERS
Chartered Accountants



Glenn Merchant CA
Partner

Sydney, NSW
Dated this 1st day of January, 2021

The LBW Trust
Income Statement
for the year ended 30 June 2020

	Note	2020	2019
		\$	\$
Income			
Gifts / Donations		35,531	19,509
Annual Dinner		287,896	231,556
Interest received		1,141	1,010
Batting for Change		132,453	212,261
Women for Change		241,733	213,673
Other Revenue		24,651	-
		<u>723,405</u>	<u>678,009</u>
Expenses			
Golf Day		-	-
Annual Dinner		141,100	73,694
Bank and Merchant Fees		734	991
ASIC Annual Company Review		892	195
Insurance		1,154	3,320
Secretarial and Rent		-	-
Other Expenses		9,197	5,899
Accounting & IT		700	558
Staff & Contractors		143,469	118,042
Provision for Employee Entitlement		-	4,500
BFC Expenses		13,473	43,786
WFC Expenses		31,666	17,385
		<u>342,385</u>	<u>268,370</u>
Net surplus/(deficit)		381,020	409,639
Distribution to Beneficiaries			
Student Tuition and related education fees		373,528	338,010
Accumulated surplus/(Deficit)		<u>7,492</u>	<u>71,630</u>

The Income Statement should be read in conjunction with the notes to the financial statements.