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**ANNUAL  
REPORT  
2018**

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# 1.

## ABOUT SHAREGIFT AUSTRALIA

### Our vision

That giving by Australian shareholders becomes a major revenue stream for the charitable sector.

### Our purpose

To make it easy and cost effective for shareholders to donate shares and share-related proceeds, and thereby grow philanthropic giving in Australia.

We are an independent, non-profit established to unlock under-utilised share capital to create an innovative stream of charitable funding.

Put simply, we realise and consolidate proceeds from different share activity – for example the sale of share parcels, dividend reinvestment plan residuals and corporate action share issues – aggregate the proceeds and distribute funds to charity.

Our power lies in the macro effect we have by consolidating multiple sources of capital. Collaboration with ShareGift has the potential to become an industry standard for Australia's leading companies.

ShareGift is the only service of its kind in Australia. As at 30 June 2018, ShareGift has distributed more than \$1.64 million to over 470 charities.

# 2.

## CHAIR AND CEO REPORT



L to R: Barb Hurley, Kate Griffiths, Cilla Boreham, Anna Draffin, Stephen Dear, Fiona Avery

In 2018, ShareGift's Board of Directors continued to focus on strategy and activities to build sustainability, amid changing market conditions.

Our emphasis on the ASX listed sector continued, as we believe that scale is possible from consolidated engagement across corporate transactions, dividend reinvestment plan residuals, dividend giving and other company-led activities. At the same time, we attracted philanthropic support for a new digital project, streamlined our operations and introduced a new approach to aggregate charitable funding, to promote efficiency both for ShareGift and our recipient charities.

ASX listed companies continue to express an appetite for ShareGift's services and we are encouraged by and grateful for Wesfarmers' leadership in providing its shareholders with a charitable giving option through the Coles demerger transaction in collaboration with ShareGift. We believe partnerships such as these can generate value for shareholders at minimal (or no) cost, improve share registry maintenance, and create innovative, corporate social responsibility (CSR) leadership.

We also commenced the first stage of our new digital strategy, which introduced a new digital platform to improve operational efficiencies and

# CHAIR AND CEO REPORT

enable ShareGift to work with trading brokers and share registries at scale. Our thanks to the RE Ross Trust for their generous support of this pilot project.

While ShareGift reached some important milestones within this reporting period, long-term sustainability within the rapidly changing financial sector remains a key challenge. There is also a need to maintain the balance between investing in operations (such that we can grow and increase the benefit to Australian charities) and consistent levels of charitable distributions. We remain committed to operating as efficiently as possible, while recognising that the organisation requires resources to meet governance and regulatory standards, and to invest in pilot opportunities that may produce long-term returns for the community.

Results from our annual shareholder survey provided valuable customer feedback. Pleasingly, customer satisfaction remains very high (100%). Relief from administrative burden (76%) and the employment of ShareGift's funds for charitable purpose (40%) remained the two clear motivations for shareholder's engagement in our services. The motivation to nominate a specific charity for funding consideration declined from previous years: 16% felt it was very important (down from 33% in 2016) while 40% were content to defer to ShareGift (up from 35% in 2016). Further results from the survey are available on page 5.

## Community returns

ShareGift Australia's cumulative distributions to 30 June 2018 now total more than \$1.64 million to over 470 charities.

This year, ShareGift adopted a new approach to its charitable distribution cycle, whereby charitable distributions are considered on an annual basis after the completion of, rather than prior to, year-end results (as was previous practice). However, the Board has implemented a staged transition of this cycle, commencing with the announcement of \$9,800 in charitable funding distributed in June 2018, followed by a distribution in December 2018 (to be captured in our 2019 report).

A complete list of recipient charities funded over the past 10 years is available on page 7 of this report (as at 30 June 2018).

## Financial position

We are focussed on sustainability – containing operating costs and investing in growth opportunities – which is a continual challenge for a small, not-for-profit organisation. We are encouraged by ShareGift's increasing profile within the securities market over the past year, however, will continue to seek corporate and philanthropic support to leverage the business development opportunities on offer.

Partnerships and an efficient cost base are critical to ShareGift's ability to offer its services to the community. The Board warmly thanks our new corporate supporters, Ernst & Young and Ashurst, our continuing corporate supporters JBWere, Baillieu, Evans & Partners and King & Wood Mallesons, and the industry support of the Australian Shareholders' Association and the ASX Group.





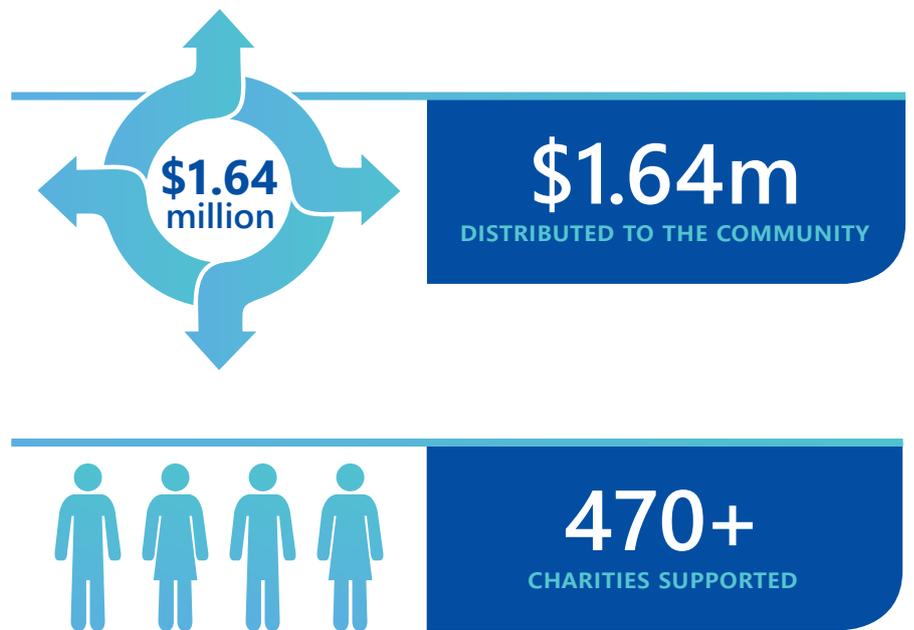


# 3.

## OUR IMPACT

ShareGift Australia is celebrating 10 years as a unique non-profit established to generate a new source of funding for Australian charities.

The following charities have shared in a combined total of over \$1.64 million of funding as at 30 June 2018. In determining our funding, the Directors of ShareGift are guided by nominations received from participating shareholders and ASX listed companies.



### \$100,000–\$50,000

Community Hubs Australia  
Médecins Sans Frontières  
Australia <sup>^</sup>

Salvation Army: via

Salvation Army–Eastern Territory  
(NSW;QLD)

Salvation Army–Southern  
Territory (VIC;SA;TAS;WA;NT)

Salvation Army (Red Shield  
Appeal)

### \$50,000–\$30,000

Australian Conservation  
Foundation

Cancer Council: via \*

Cancer Council Australia

Cancer Council NSW

Cancer Council NT

Cancer Council QLD

Cancer Council SA

Cancer Council VIC

Cancer Council WA

<sup>^</sup> A recipient of funding in the year ending 30 June 2018

\* Grouped under affiliated charity brand, but note all are individually registered charities in their own right

# OUR IMPACT

Caritas Australia  
Fred Hollows Foundation  
Oxfam Australia  
*RSPCA: via \**  
RSPCA Australia  
RSPCA Darwin Regional Branch Inc  
RSPCA NSW  
RSPCA QLD  
RSPCA SA  
RSPCA WA  
Stop The Traffik  
**Tasmanian Land Conservancy Fund ^**

## \$30,000–\$10,000

Adventist Development and Relief Agency (ADRA Australia)  
*Alzheimer's Australia: via*  
Alzheimer's Australia  
Alzheimer's Australia NSW  
Alzheimer's Australia WA Ltd

*Anglicare Australia: via \**  
Anglicare Australia  
Anglicare NSW  
Anglicare VIC

Australian Red Cross Society  
Australian Wildlife Conservancy  
Birdlife Australia Ltd.  
Brotherhood of St Laurence  
**Bush Heritage Australia ^**  
Colong Foundation for Wilderness

Epworth Foundation  
Global Development Group  
Greenpeace Australia

*Guide Dogs: via \**  
Guide Dogs NSW & ACT  
Guide Dogs QLD  
Guide Dogs SA & NT  
Guide Dogs VIC

*National Heart Foundation of Australia: via \**  
National Heart Foundation of Australia  
National Heart Foundation of

Australia (NSW Division)  
Queen's College Trust  
*Royal Flying Doctor Service of Australia: via \**  
Royal Flying Doctor Service of Australia  
Royal Flying Doctor Service of Australia (Central Operations)  
Royal Flying Doctor Service of Australia (Queensland Section)  
Royal Flying Doctor Service of Australia (South East Victorian Operations)  
Royal Flying Doctor Service of Australia (Western Operations)  
Smith Family

*St Vincent de Paul Society: via \**  
St Vincent de Paul Society NSW  
St Vincent de Paul Society QLD  
St Vincent de Paul Society VIC  
St Vincent de Paul Society WA

Tear Australia  
Telethon Kids Institute  
Unicef Australia  
Wilderness Society  
World Vision Australia  
Youth Off The Streets

## \$10,000–\$5,000

Amnesty International Australia  
*Arthritis Foundation: via \**  
Arthritis Foundation of Australia  
Arthritis Foundation of QLD  
Arthritis Foundation of WA  
Arthritis NSW  
Asylum Seeker Resource Centre  
Australia For UNHCR  
Australian Cancer Research Foundation  
Australian Himalayan Foundation  
Beyond Blue  
Breast Cancer Network Australia  
Camp Quality  
Care Australia  
CBM Australia  
Centre for Eye Research Australia

^ A recipient of funding in the year ending 30 June 2018

\* Grouped under affiliated charity brand, but note all are individually registered charities in their own right

# OUR IMPACT

## *Diabetes Australia: via \**

Diabetes Australia  
 Diabetes Australia Research Trust (DART)  
 Diabetes NSW

Garvan Institute of Medical Research

**Lifeline Australia** ^

Mahboba's Promise

Mission Australia

## *Motor Neurone Association: via \**

Motor Neurone Association of WA  
 Motor Neurone Disease Association of Australia Inc  
 Motor Neurone Disease Association of NSW  
 Motor Neurone Disease Association of VIC

National Breast Cancer Foundation

Royal Children's Hospital Foundation No. 2 Trust

Royal Institute for Deaf & Blind Children

## *Ronald McDonald House Charities: via \**

Ronald McDonald House–Sydney Children's Hospital House  
 Ronald McDonald House Charities  
 Ronald McDonald House South East QLD

Save The Children Australia

Schizophrenia Research Institute

Total Environment Centre

Vision Australia

Yourtown

## *Uniting Care: via \**

Uniting Care Community Options  
 Uniting Care NSW ACT  
**UnitingCare Health The Wesley Hospital** ^  
 UnitingCare VIC & TAS

A.Q.A Victoria Limited  
 Able Australia Services  
 Aboriginal Literacy Foundation  
 ACT Eden Monaro Cancer Support Group  
 ACT for Kids  
 Adara Development (Australia)  
 AIDS Council of NSW (ACON)  
 Alannah & Madeline Foundation  
 Alfred Foundation  
 Alkira Centre Box Hill  
 Alliance Francaise de Canberra Building Fund  
 Angel Flight Australia  
 Anglicord  
*Animal Welfare League: via \**  
 Animal Welfare League NSW  
 Animal Welfare League QLD  
 Asbestos Diseases Society of Australia  
 Asbestos Victims Association (SA)  
 Assistance Dogs Australia  
*Asthma Foundation: via \**  
 Asthma Foundation of NSW  
 Asthma Foundation QLD  
 Asthma Foundation SA  
 Asthma Foundation VIC  
 Aussie Helpers  
 Austin Hospital  
 Australia and New Zealand Children's Haematology/Oncology Group Inc  
 Australia Huntington's Disease Association QLD  
 Australian Anthrozoology Research Foundation  
 Australian Children's Music Foundation  
 Australian Crohn's and Colitis Association (ACCA)  
 Australian Indigenous Education Foundation  
 Australian Indigenous Mentoring Experience Indigenous Corporation (AIME)  
 Australian Kidney Foundation

**Up to \$5,000**

100 Story Building

45 Downstairs Inc

^ A recipient of funding in the year ending 30 June 2018

\* Grouped under affiliated charity brand, but note all are individually registered charities in their own right

# OUR IMPACT

Australian Lasallian (Asia/Pacific) Foundation Limited	Capricorn Helicopter Rescue Service
Australian Lutheran World Service	Careflight
Australian National Academy of Music	Cat Protection Society of NSW
Australian National University	Catholic Mission
Australian Paralympic Committee	Catholic Social Services
Australian People For Health Education & Development Abroad Inc	Central Queensland Helicopter Rescue Service
Australian Platypus Conservancy	Cerebral Palsy Alliance
Australian Relief & Mercy Services	Cerebral Palsy League of Queensland
Australian Rotary Foundation Trust	Challenge Cancer Support Network
Australian Rotary Health	Childfund Australia
Australian Volunteers International	Childhood Cancer Association
Australian Youth Climate Coalition	Children's Cancer Centre Foundation
Autism Spectrum Australia (ASPECT)	Children's Cancer Institute Australia
Autism Victoria (AMAZE)	Children's Hospital Foundation QLD
Baird Institute	Children's Medical Research Institute
Barnardos Australia	Chris O'Brien's Lifehouse At RPA
Bay and Basin Cancer Support Group	Christians Against Poverty
Beacon Foundation	Clontarf Foundation
Bedford Group	Coast Shelter
Belli Park Rural Fire Brigade	Cobar War Memorial Hostel
Bendigo Chinese Association Museum	Collins Street Baptist Benevolent Society
Big Brothers–Big Sisters Australia	Columban Mission
Big Issue Australia	Combined Bush Fire Brigades Organisation
Black Dog Institute	Commando Welfare Trust
Blackburn and District Environment Protection Fund	Compassion Australia
Bowel Cancer Australia	Conservation Council of SA
Bowel Cancer Foundation Pty Ltd	Cora Barclay Centre
Brain Foundation	Cottage by the Sea Queenscliff
Bravehearts	Country Fire Authority & Brigades Donation Fund
Burnet Institute	Country Hope Trust
Burnside War Memorial Hospital Inc	Create Foundation Limited
Bush Children's Education Foundation	Cromehurst Foundation Inc
C Care Inc	Cure Brain Cancer Foundation
Cabrini Health	Cure Cancer Australia Foundation
CanTeen	<i>Cystic Fibrosis: via *</i>

^ A recipient of funding in the year ending 30 June 2018

\* Grouped under affiliated charity brand, but note all are individually registered charities in their own right

## IMPACT CASE STUDY

Over the years ShareGift has received donations of shares, both large and small, and Médecins Sans Frontières is just one example of an organisation that has benefited from these donations.



A Médecins Sans Frontières doctor provides care for patients with diphtheria at a Médecins Sans Frontières clinic near Cox's Bazar, Bangladesh 2018. © Sara Creta/MSF 2018.

*I would like to extend my heartfelt thanks to those of you who support our work with your gifts of shares through ShareGift Australia.*

*It is the support of people like you that help secure Médecins Sans Frontières' operational independence and allows us to deliver impartial and independent medical care to people suffering the effects of humanitarian crises.*

*Unencumbered funds such as those we receive through ShareGift Australia ensure we can prioritise our work in advance and be responsive and ready the moment a disaster hits. Gifts through ShareGift come with no fundraising costs to Médecins Sans Frontières, optimising the amount that goes straight to our patients. ShareGift Australia offers an efficient and effective vehicle for giving and we are very grateful recipients.*

**Paul McPhun** Executive Director, Médecins Sans Frontières Australia.

# OUR IMPACT

Cystic Fibrosis NSW	<i>Habitat for Humanity: via *</i>
Cystic Fibrosis QLD	Habitat for Humanity Australia
Daniel Morcombe Foundation	Habitat for Humanity Australia (SA)
DEBRA Australia	Habitat for Humanity Australia (WA)
Defence Force Welfare Association	Habitat for Humanity Australia Overseas Aid Fund
Denmark Environment Centre Inc	
Diplomacy Training Program	
Domestic Violence NSW	Half the Sky Foundation Aust Ltd
<i>Down Syndrome Association: via *</i>	Heart and Lung Transfer Foundation WA
Down Syndrome Association of NSW	Heart Research Australia
Down Syndrome Association of WA	Heart Research Institute
Doxa Youth Foundation	Heartbeat Victoria Council
Edmund Rice Foundation	<i>Heart Kids: via *</i>
Endeavour Foundation	HeartKids Australia
Epilepsy Association	HeartKids NSW
Exodus Foundation	Heartwell Foundation
Federation Of Western Australian Police And Community Youth Centres Inc	<b>Ten Lives Cat Centre (formerly Hobart Cat Centre) ^</b>
Fight Cancer Foundation	House with No Steps
Fiona Elsey Cancer Research Institute	Hunger Project Australia
Fitzroy Learning Network	Huntington's NSW
Food Bank of South Australia Incorporated	Inspirational Quilts
Foundation for Rural and Regional Renewal	International Fund for Animal Welfare Australia (IWAF)
Fr. Bob Maguire Foundation	International Women's Development Agency (IWDA)
Frankston Peninsula Carers	Jesuit Mission
Free the Bears	Jewish House Limited
Friends of the Earth (Australia)	Jewish Learning Centre Library Fund
Friends of the Western Ground Parrot Inc	Justice Connect
Fusion Australia Ltd	Juvenile Diabetes Research Foundation International (JDRF)
Future Foundations Limited	Kadampa Meditation Centre Australia
German Shepherd Rescue Victoria	Karuna Hospice Service
Giant Steps	Kids Under Cover
Gippsland Christian Broadcasters	Kids with Cancer Foundation (Australia)
Gondwana Choirs	Koala kids
Good Beginnings Australia	L A M P Inc (Learning About Mental Problems Inc)
Graham (Polly) Farmer Foundation Inc.	Landcare Australia Limited
Gurrumul Yunupingu Foundation	Launceston General Hospital

^ A recipient of funding in the year ending 30 June 2018

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# OUR IMPACT

## *Legacy Australia: via \**

Legacy Australia  
Legacy Club of Adelaide

## *Leukaemia Foundation: via \**

Leukaemia Foundation of QLD  
Leukaemia Foundation of Australia  
Lifestart Cooperative Ltd  
Lighthouse Foundation  
Little Sisters of the Poor  
Lock the Gate Fund (Lock the Gate Alliance)  
Lost Dogs Home  
Luke Priddis Foundation  
Lung Foundation Australia  
Lupus Association of NSW  
M E Chronic Fatigue Syndrome Society of Victoria Inc  
Mackillop Family Services  
Make-A-Wish Foundation of Australia  
Many Rivers Microfinance Ltd  
Marfan Foundation Australia  
Marie Stopes Australia  
Mary Potter Foundation  
McGrath Foundation  
Melbourne City Mission  
Melbourne Jewish Community Charity Fund  
Melbourne Opera Company Fund  
Melbourne Symphony Orchestra Pty Ltd  
Mental Health Research Institute

## *Mental Illness Fellowship: via \**

Mental Illness Fellowship of Western Australia  
Mental Illness Fellowship Victoria  
Mercy Ships Australia  
Mirabel Foundation  
MJD Foundation Ltd  
Movember Foundation

MS Research Australia  
Multicap Limited

## *Multiple Sclerosis: via \**

Multiple Sclerosis Australia  
Multiple Sclerosis Society WA  
Mummy's Wish

## *Muscular Dystrophy Association: via \**

Muscular Dystrophy Association QLD Inc  
Muscular Dystrophy Association SA  
Muscular Dystrophy Foundation Limited  
Myeloma Foundation of Australia  
National Aids Fundraising Limited  
National Council of Churches in Australia  
National Stroke Foundation  
North West Equine Rescue  
Northcott Society  
Northern Region S.L.S.A. Helicopter Rescue Service Pty. Limited  
Opening the Doors Foundation  
Opera Australia  
Opportunity International Australia  
Otis Foundation  
Ovarian Cancer Australia  
Oz Harvest  
Palliative Care Australia  
Parkes & District Neighbourhood & Community Information Centre Inc

## *Parkinson's Association: via \**

Parkinson's NSW  
Parkinson's Victoria  
PBF Australia Ltd  
Performance Space Development Fund  
Pet Rescue Ltd  
Plan International Australia  
Prahran Mission  
Presbyterian Church of Victoria Social Services Committee  
**Perth Children's Hospital Foundation (formerly Princess Margaret Hospital Volunteers) ^**  
Prison Fellowship Australia  
Prostate Cancer Foundation of Australia

^ A recipient of funding in the year ending 30 June 2018

\* Grouped under affiliated charity brand, but note all are individually registered charities in their own right

# OUR IMPACT

Queensland Asbestos Related Disease Support Society  
 Queensland Institute of Medical Research  
 Queensland Skin & Cancer Foundation Inc  
 Queensland University of Technology  
 Raise Foundation  
 Rare Cancers Australia  
 Rawcus  
 Reach Foundation  
 Reachout Australia  
 Reclink Australia  
 Red Nose  
 Redkite  
 Riverview Community Services Inc  
 Romac  
 Royal Botanic Gardens and Domain Trust Sydney  
 Royal Children's Hospital Good Friday Appeal  
 Royal District Nursing Service  
 Royal Hobart Hospital Research Foundation  
 Royal Life Saving Society WA Inc  
 Royal Melbourne Hospital Foundation  
 Royal Society for the Blind of SA  
 Sacred Heart Mission St Kilda  
 Samaritan's Purse–Australia  
 SANE Australia  
 SBH Queensland  
 SCOPE (VIC) LTD  
 Scripture Union Queensland  
 Second Bite  
 Seeing Eye Dogs Australia  
 Shepherd Centre–For Deaf Children  
 Shrine of Remembrance  
*Silver Chain Foundation: via \**  
     Silver Chain Foundation  
     Silver Chain WA (Hospice Care Appeal WA)  
 Simaid  
 Sir Charles Gairdner Hospital  
 Sir David Martin Foundation  
 Skyline Education Foundation Australia  
 Solariscare Foundation  
 Somebody's Daughter Theatre Inc  
 Southern Youth & Family Services  
 Spinal Cord Injuries Australia  
 Sporting Wheelies & Disabled Sport & Recreation Assn of QLD Inc  
 St Ann's College Inc  
 St Johns Greek Orthodox College Building Fund  
 St Nicholas School Building Fund  
 St Vincent's & Mater Health Sydney  
 St Vincent's Hospital Melbourne  
 St Vincent's Hospital Sydney  
**Staffy Rescue** ^  
 Starlight Children's Foundation Australia  
 Stephanie Alexander Kitchen Garden Foundation  
 Stepping Stone House  
 Still Birth & Neonatal Death Support VIC  
 Stride Foundation Limited  
 Surf Life Saving NSW  
 Swags For Homeless  
 Sydney Children's Hospitals Network (Randwick and Westmead)  
 Sydney Children's Hospital Foundation  
 Sydney Dance Company  
 Sydney Wildlife  
 Tabulum and Templer Homes for the Aged Inc  
 Technology for Ageing and Disability SA  
 Telethon Speech & Hearing Centre for Children WA  
 Transform Aid International–Overseas Aid Fund  
 Transplant Australia  
 Trees for Life Growing Fund

^ A recipient of funding in the year ending 30 June 2018

\* Grouped under affiliated charity brand, but note all are individually registered charities in their own right

# OUR IMPACT

Trust for Nature (Victoria)  
Uncle Bobs Club  
United Christian Broadcasters  
Australia Limited  
United Way Australia  
Uniting Church in Australia  
Property Trust (Victoria)  
Variety Australia Limited  
Very Special Kids  
Victorian Animal Aid Trust  
Victorian Lions Foundation  
Visibility Limited  
WaterAid Australia  
Weenthunga Health Network Inc  
Werribee Baptist Church  
Wesley College Yiramalay  
Foundation  
Wesley Mission  
Wesley Research Institute Limited  
Western Australian Deaf Society  
Westpac Rescue Helicopter Service  
Hunter Region (Northern NSW  
Helicopter Rescue Service Ltd)  
Whifords Volunteer Sea Rescue  
Group (Inc)  
WIRES  
Wirrpanda Foundation  
Wolper Jewish Hospital  
Wombat Foundation  
Women with Disabilities Victoria  
Women's and Children's Hospital  
Foundation SA  
Women's Property Initiatives  
Women's Health Victoria  
Woolcock Institute of Medical  
Research  
World Society for the Protection of  
Animals (WSPA)  
World Wide Fund for Nature  
Australia (WWF)  
Xlent Disability Services  
Yooralla  
Youngcare  
Youth Connect Inc  
Youth Dimension  
Youth Focus  
Youth Opportunities  
Association (SA)  
Zoos Victoria Foundation

^ A recipient of funding in the year  
ending 30 June 2018

\* Grouped under affiliated charity brand,  
but note all are individually registered  
charities in their own right

# 4.

## 2018 SUPPORTERS

As a registered charity, financial and in-kind support is critical to ShareGift's delivery of a professional service to all our stakeholders – from individual shareholders and corporates to recipient charities.

ShareGift's Board of Directors thanks the following companies for their commitment over the past 12 months. By collaborating with us, these companies have demonstrated leadership in creating shared value for shareholders and the community.

### Founding Partners

*JBWere*

*NAB*

### Corporate supporters

*Ashurst*

*Baillieu*

*Ernst & Young*

*Evans & Partners*

*JBWere*

*King & Wood Mallesons*

### Project partners

*RE Ross Trust*

### Participating ASX Companies

*AMP*

*The ASX Group*

*Bentley Capital Limited*

*Coca-Cola Amatil*

*Fairfax Media*

*Lend Lease*

*Macquarie*

*NAB*

*Wesfarmers*

*Westfield Corporation*

*Woodside*

### Endorsed by

*The ASX Group (ASX)*

*Australian Shareholders'  
Association (ASA)*

### Participating share registries

*Advanced Share Registry*

*Computershare*

*Link Market Services*

# 5.

## GOVERNANCE

ShareGift Australia is a public ancillary fund (ABN 27 086 590 485), established by a trust deed for the purpose of making distributions to the community. It is a Tax Concession Charity (TCC) and has Deductible Gift Recipient (DGR) Item 2 status.

ShareGift Australia is registered with the Australian Charities and Not-for-profits Commission (ACNC), which requires compliance with governance standards, record-keeping requirements and the submission of annual activity reports. Current fundraising licenses are held in all Australian states.

ShareGift Australia adopts methods of best practice with respect to its financial accounting and reporting and its financial reports are audited annually by Ernst & Young.

The ShareGift Australia Board comprises highly credentialed voluntary directors, with five of the current six directors qualifying as 'Responsible Persons' as defined by the Australian Taxation Office (ATO).

ShareGift Australia Directors are committed to high quality governance. ShareGift Australia Directors and management are guided by ShareGift Australia's core purpose of maximising ShareGift Australia's contribution to Australian charities over the long-term, while acting ethically and with integrity at all times. While we are not required to report against the ASX Corporate Governance Council's Principles and Recommendations (**Principles**), we believe they provide a useful guide, in particular given their relevance to our corporate partners and share donors. A summary of ShareGift Australia's approach to the key Principles of relevance is set out below.

### **(a) Lay solid foundations for management and oversight**

The Board is actively engaged with ShareGift Australia's progress. In particular, it is responsible for:

- setting the strategic objectives for ShareGift Australia;
- overseeing implementation of the strategy;
- appointment of the Executive Director;
- approval of budgets and significant expenditure;
- overseeing the integrity of financial reporting systems; and
- approval of distributions to charities.
- Each Director is appointed in accordance with ShareGift Australia's terms of appointment. Other than the Executive Director, all Directors act on a pro-bono basis. Directors are required, among other things, to:

# GOVERNANCE

- act with reasonable care and diligence;
- act honestly in the best interests of ShareGift Australia and for its purpose;
- not misuse their position;
- not misuse information obtained in performing their duties as a ShareGift Australia Director;
- disclose any situations of actual or perceived conflict of interest; and
- ensure that ShareGift Australia's financial affairs are managed responsibly.

For the purposes of continuous improvement, and to support robust decision-making, the Board undertook an annual review. The Board considered its role, the appropriate composition of the Board, time management, and Board processes and support. Areas of strength were identified, along with opportunities for improvement.

## **(b) Structure the Board to add value**

Board renewal is important to support ShareGift Australia's continued evolution. Kate Griffiths retired both as Chair and from the Board in mid-November 2018. We warmly thank Kate for her highly valued contribution over the past 3 and a half years. Fiona Avery has replaced Kate as Chair of the Board, having stepped aside as Chair of the Finance & Risk Committee. We welcome Lisa Mullins to the Board and as the new Chair of the Finance & Risk Committee.

The Board regularly considers its mix of skills and experience. The Board has a mix of skills and experience across a variety of areas of expertise, spanning governance, marketing, legal, the charitable sector, securities structure and dealing, and finance.

## **(c) Act ethically and responsibly**

ShareGift Australia is committed to going beyond mere compliance and expects all Directors, employees to act ethically and responsibly. ShareGift Australia Directors and management are guided by ShareGift Australia's core purpose of maximising ShareGift Australia's contribution to Australian charities over the long-term, while acting ethically and with integrity at all times. Directors and employees are required to:

- act in the best interests of ShareGift Australia;
- act honestly and with high standards of personal integrity;
- comply with the laws and regulations that apply to ShareGift Australia and its operations;
- not knowingly participate in any illegal or unethical activity;
- not enter into any arrangement or participate in any illegal or unethical activity;
- not enter into any arrangement or participate in any activity that would conflict with ShareGift Australia's best interests or that would be likely to negatively affect ShareGift Australia's reputation;
- not take advantage of the property or information of ShareGift Australia or its stakeholders for personal gain, or cause detriment to ShareGift Australia or its stakeholders; and

# GOVERNANCE

- not take advantage of their position or the opportunities arising from their position for personal gain.

Directors are required to declare any situations of actual or perceived conflict and take no part in decision making in such circumstances.

## **(d) Safeguard integrity in reporting**

As of December 2018, the Board's Finance and Risk Committee consists of Lisa Mullins (Chair), Barbara Hurley and Priscilla Boreham. The Committee oversees ShareGift Australia's corporate reporting processes, the appropriateness of accounting judgements (where required) and the overall integrity of the financial statements. The company's external audit is undertaken by Ernst & Young.

## **(e) Recognise and manage risk**

The Board recognises that there is risk inherent in all activity. In managing risk, ShareGift Australia's Directors and management are guided by ShareGift Australia's core purpose of maximising ShareGift Australia's contribution to Australian charities over the long-term, while acting ethically and with integrity at all times.

As part of its regular strategy review, the Board has identified and considered the following key risks:

- non-compliance with regulatory requirements;
- operating in the not-for-profit sector can present a challenge to ensure sufficient reserves and corresponding stability and sustainability; and
- securing appropriate human resource talent to effectively implement ShareGift Australia's strategy, including to effectively service both corporate, not-for-profit and donor stakeholders

The Board regularly considers risk factors in its decision making and keeps identified risks under review.

# GOVERNANCE

## Board of Directors

Kate Griffiths (Chair)  
Fiona Avery  
Priscilla Boreham  
Stephen Dear  
Anna Draffin (Executive Director)  
Barbara Hurley

*Company Secretary*  
Priscilla Boreham

## Finance & Risk Committee Members

Fiona Avery (Chair)  
Priscilla Boreham  
Barbara Hurley

## Attendance at Meetings of the Board of Directors by Eligibility

DIRECTOR	NUMBER OF MEETINGS ATTENDED	NUMBER OF MEETINGS ELIGIBLE TO ATTEND
Fiona Avery	8	8
Priscilla Boreham	7	8
Stephen Dear	8	8
Anna Draffin	8	8
Kate Griffiths	8	8
Barbara Hurley	8	8

## Attendance at Meetings of the Committee by Eligibility

DIRECTOR	NUMBER OF MEETINGS ATTENDED	NUMBER OF MEETINGS ELIGIBLE TO ATTEND
Fiona Avery	5	5
Priscilla Boreham	5	5
Barbara Hurley	4	5

## Staff

Anna Draffin | *Executive Director*  
Dipna Dus | *Chief Financial Officer*  
Madaline Rielly | *Shareholder & Corporate Services Manager*  
Margaux Delaney | *Shareholder & Corporate Services Officer*

# 6.

## FINANCIAL STATEMENTS

The following financial statements represent the activity of the Trust, operated by ShareGift Australia Limited for the year ended 30 June 2018.

Under the Corporations Act, the company, ShareGift Australia Limited, qualifies as a "small company limited by guarantee" and was therefore, not required to prepare financial statements for the year ended 30 June 2018.

# FINANCIAL STATEMENTS

## Statement of profit or loss and other comprehensive income For the year ended 30 June 2018

	Note	2018 \$	2017 \$
Revenue	4	306,724	416,640
Donations to charities		(9,800)	(266,500)
Personnel expenses		(182,434)	(48,646)
Other expenses		(38,714)	(60,662)
		<u>75,776</u>	<u>40,832</u>
Financial expenses		(204)	(168)
Financial income	5	<u>2</u>	<u>6</u>
<b>Surplus before tax</b>		<u>75,574</u>	<u>40,670</u>
Income tax expense	3(g)	<u>-</u>	<u>-</u>
<b>Net surplus</b>		<u>75,574</u>	<u>40,670</u>
Other comprehensive income		<u>-</u>	<u>-</u>
<b>Total comprehensive surplus for the year</b>		<u><b>75,574</b></u>	<u><b>40,670</b></u>

The statement of profit or loss and other comprehensive income is to be read in conjunction with the notes to the financial statements set out on pages 26 to 33.

# FINANCIAL STATEMENTS

## Statement of changes in equity For the year ended 30 June 2018

	<b>Settled Sum</b>	<b>Accumulated Funds</b>	<b>Total Trust Funds</b>
	\$	\$	\$
Balance at 1 July 2016	100	20,062	20,162
Net surplus for the year	-	40,670	40,670
Other comprehensive income	-	-	-
<b>Total comprehensive surplus for the year</b>	-	40,670	40,670
<b>Balance at 30 June 2017</b>	100	60,732	60,832

	<b>Settled Sum</b>	<b>Accumulated Funds</b>	<b>Total Trust Funds</b>
	\$	\$	\$
Balance at 1 July 2017	100	60,732	60,832
Net surplus for the year	-	75,574	75,574
Other comprehensive income	-	-	-
<b>Total comprehensive surplus for the year</b>	-	75,574	75,574
<b>Balance at 30 June 2018</b>	100	136,306	136,406

The statement of changes in equity is to be read in conjunction with the notes to the financial statements set out on pages 26 to 33.

# FINANCIAL STATEMENTS

## Statement of financial position As at 30 June 2018

	Note	2018 \$	2017 \$
<b>Assets</b>			
Cash and cash equivalents	6	152,128	206,204
Trade and other receivables	7	6,454	8,600
<b>Total current assets</b>		<u>158,582</u>	<u>214,804</u>
<b>Total assets</b>		<u>158,582</u>	<u>214,804</u>
<b>Liabilities</b>			
Trade and other payables	8	13,368	153,357
Employee benefits	9	8,808	615
<b>Total current liabilities</b>		<u>22,176</u>	<u>153,972</u>
<b>Total liabilities</b>		<u>22,176</u>	<u>153,972</u>
<b>Net assets</b>		<u>136,406</u>	<u>60,832</u>
<b>Trust funds</b>			
Settled sum	10	100	100
Accumulated funds		<u>136,306</u>	<u>60,732</u>
<b>Total trust funds</b>		<u>136,406</u>	<u>60,832</u>

The statement of financial position is to be read in conjunction with the notes to the financial statements set out on pages 26 to 33.

# FINANCIAL STATEMENTS

## Statement of cash flows For the year ended 30 June 2018

	Note	2018 \$	2017 \$
<b>Cash flows from operating activities</b>			
Cash receipts from sale of donated shares		218,649	313,833
Cash receipts from corporations and others		87,390	102,614
Cash receipts from customers		685	193
Cash payments to registered charities		(9,800)	(123,050)
Cash payments to suppliers and employees		(243,050)	(110,109)
Cash from/(used in) operations		<u>(53,874)</u>	<u>183,481</u>
Interest received		2	6
Bank charges paid		<u>(204)</u>	<u>(168)</u>
<b>Net cash from/(used in) operating activities</b>		<u>(54,076)</u>	<u>183,319</u>
Net increase/(decrease) in cash and cash equivalents		(54,076)	183,319
Cash and cash equivalents at the beginning of the financial year		<u>206,204</u>	<u>22,885</u>
<b>Cash and cash equivalents at the end of the financial year</b>	6	<u>152,128</u>	<u>206,204</u>

The statement of cash flows is to be read in conjunction with the notes to the financial statements set out on pages 26 to 33.

### 1. Reporting entity

ShareGift Australia is a Trust domiciled in Australia. The address of the Trust's registered office is 21-27 Somerset Place, Melbourne, Victoria, 3000. The Trust's principal activities are to provide Australian shareholders with the opportunity to sell their shares and donate the proceeds to charity, without having to pay brokerage fees.

### 2. Basis of preparation

#### a) Statement of compliance

The financial statements are Tier 2 general purpose financial statements which have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements adopted by the Australian Accounting Standards Board and the Australian Charities and Not-for-profits Commission Act 2012. These financial statements comply with Australian Accounting Standards – Reduced Disclosure Requirements.

The financial statements were approved by the Board of Directors on 31 October 2018.

#### b) Basis of measurement

The financial report is prepared on the historical cost basis.

#### c) Use of estimates and judgements

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

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.

#### d) Functional and presentation currency

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

#### e) Going concern

The financial statements have been prepared on a going concern basis, which contemplates continuity of normal activities and the realisation of assets and settlement of liabilities in the ordinary course of business.

The Trust recorded a total comprehensive surplus of \$75,574 (2017: total company surplus of \$40,670) and had net cash outflows from operating activities of \$54,076 (2017: inflows of \$183,319) for the financial year ended 30 June 2018. The Trust has net assets of \$136,406 (2017: net assets of \$60,832) as at 30 June 2018.

The financial position reflects an operational change in charitable distributions, whereby the annual charitable funding is determined after,

# FINANCIAL STATEMENTS

rather than before, the end of the financial year. As a result payments to registered charities were reduced to \$9,800 in 2018 (2017: \$268,250). ShareGift will commence its new annual funding round shortly, considering all share proceeds received up to 30 June 2018.

The Directors are forecasting for the Trust to record a net surplus in the financial year ended 30 June 2019 and beyond into the foreseeable future, and to generate positive operating cash flows in these periods. The cost of services provided by ShareGift will continue to be met from proceeds from the sale of donated shares, contributions from corporations and others and finance income.

The Directors are confident that the existing levels of contributions from corporations and others and finance income and the control of operating expenses will lead to the generation of a net surplus and positive operating cash flows in the financial year ended 30 June 2019 and beyond into the foreseeable future.

After giving consideration to the above, the Directors consider that the Trust will continue to fulfil all obligations as and when they fall due for the foreseeable future, being at least twelve months from the date of approval of these financial statements, and accordingly, the Trust's financial statements have been prepared on a going concern basis.

## 3. Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these consolidated financial statements.

### (a) Financial instruments

#### (i) *Non-derivative financial assets*

The Trust initially recognises loans and receivables and deposits on the date that they are originated.

The Trust derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred. Any interest in transferred financial assets that is created or retained by the Trust is recognised as a separate asset or liability.

Financial assets and liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Trust has a legal right to offset the amounts and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

The Trust has the following non-derivative financial assets: trade and other receivables, cash and cash equivalents.

#### *Trade and other receivables*

Trade receivables are recognised initially at fair value and are subsequently measured at cost less provision for impairment.

At the end of each reporting period, the carrying value of trade receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised

# FINANCIAL STATEMENTS

immediately in the statement of profit or loss and other comprehensive income.

## *Cash and cash equivalents*

Cash and cash equivalents comprise cash balances and call deposits with original maturities of three months or less.

## **(ii) Non-derivative financial liabilities**

Financial liabilities are recognised initially on the date at which the Trust becomes a party to the contractual provisions of the instrument.

The Trust derecognises a financial liability when its contractual obligations are discharged or cancelled or expire.

Financial assets and liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Trust has a legal right to offset the amounts and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

The Trust has the following non-derivative financial liabilities: trade and other payables.

Such financial liabilities are recognised initially at fair value plus any directly attributable transaction costs.

## **(b) Impairment**

### **(i) Non-derivative financial assets**

A financial asset not carried at fair value through profit or loss is assessed at each reporting date to determine whether there is any objective evidence that it is impaired. A financial asset is considered to be impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset, and that the loss events had negative effect on the estimated future cash flows of that asset that can be estimated reliably.

Objective evidence that financial assets are impaired can include default or delinquency by a debtor, restructuring of an amount due to the Trust on terms that the Trust would not consider otherwise, indications that a debtor or issuer will enter bankruptcy.

### *Loans and receivables*

The Trust considers evidence of impairment for receivables at both a specific asset and collective level. All individually significant receivables are assessed for specific impairment. All individually significant receivables found not to be specifically impaired are then collectively assessed for any impairment that has been incurred but not yet identified. Receivables that are not individually significant are collectively assessed for impairment by grouping together receivables with similar risk characteristics.

In assessing collective impairment the Trust uses historical trends of the probability of default, timing of recoveries and the amount of loss incurred, adjusted for management's judgement as to whether current economic and credit conditions are such that the actual losses are likely to be greater or less than suggested by historical trends.

An impairment loss in respect of a financial asset measured at amortised cost is calculated as the difference between its carrying amount and the present

# FINANCIAL STATEMENTS

value of the estimated future cash flows discounted at the asset's original effective interest rate. Losses are recognised in profit or loss and reflected in an allowance account against receivables. Interest on the impaired asset continues to be recognised through the unwinding of the discount. When a subsequent event causes the amount of impairment loss to decrease, the decrease in impairment loss is reversed through profit or loss.

## **(c) Revenue**

Revenues are recognised at fair value of the consideration received net of the amount of goods and services tax (GST).

### *Donation income*

Income from proceeds of donated shares is recognised when shares are sold.

Income from corporate donations is recognised as they are received or, where special terms and conditions are attached to these, in accordance with those terms and conditions.

## **(d) Finance income and finance costs**

Finance income comprises interest income on funds invested. Interest income is recognised as it accrues in profit or loss, using the effective interest method.

## **(e) Goods and services tax**

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the taxation authority. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the statement of financial position.

Cash flows are included in the statement of cash flows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

## **(f) Employee benefits**

### *Defined contribution plans*

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution plans are recognised as an employee benefit expense in profit or loss in the periods during which services are rendered by employees. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in future payments is available. Contributions to a defined contribution plan that are due more than 12 months after the end of the period in which the employees render the service are discounted to their present value.

### *Short-term benefits*

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is

# FINANCIAL STATEMENTS

recognised for the amount expected to be paid under short-term cash bonus or profit-sharing plans if the Trust has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

## **(g) Income tax**

The Trust is exempt from income tax under section 50-5 of the Income Tax Assessment Act.

## **(h) New standards and interpretations not yet adopted**

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 July 2017, and have not been applied in preparing these financial statements. Those which may be relevant to the Trust are set out below. The Trust does not plan to adopt these standards early.

### *AASB 9 Financial Instruments (2014)*

AASB 9, approved in December 2014, replaces the existing guidance in AASB 139 Financial Instruments: Recognition and Measurement. AASB 9 includes revised guidance on the classification and measurement of financial instruments, including a new expected credit loss model for calculating impairment on financial assets, and the new general hedge accounting requirements. It also carries forward the guidance on recognition and derecognition of financial instruments from AASB 139.

AASB 9 is effective for annual reporting periods beginning on or after 1 January 2018. The Group is assessing the potential impact on its financial statements resulting from the application of AASB 9.

### *AASB 16 Leases*

AASB 16 introduces a single lessee accounting model and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. A lessee is required to recognise a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligations to make lease payments.

AASB 16 is effective for annual reporting periods beginning on or after January 2019.

### *AASB 1058 Income of Not-for-Profit Entities*

AASB 1058 and AASB 2016-8 will defer income recognition in some circumstances for not-for-profit entities, particularly where there is a performance obligation or any other liability. In addition, certain components in an arrangement, such as donations, may be separated from other types of income and recognised immediately. The standard also expands the circumstances in which not-for-profit entities are required to recognise income for goods and services received for consideration that is significantly less than the fair value of the asset principally to enable the entity to further its objectives (discounted goods and services).

Consequently AASB 1004 Contributions is also amended, with its scope effectively limited to address issues specific to government entities and contributions by owners in the public sector entity context.

	2018	2017
	\$	\$
<b>4. Revenue</b>		
Proceeds from sale of donated shares	218,649	313,833
Contributions from corporations and others	87,390	102,614
Other income	685	193
	<u>306,724</u>	<u>416,640</u>
<b>5. Financial income</b>		
Interest income	<u>2</u>	<u>6</u>
<b>6. Cash and cash equivalents</b>		
<b>Current</b>		
Cash at bank	<u>152,128</u>	<u>206,204</u>
<b>7. Trade receivables and other receivables</b>		
<b>Current</b>		
Trade receivables	21	633
Other receivables	6,433	7,967
	<u>6,454</u>	<u>8,600</u>
<b>8. Trade and other payables</b>		
<b>Current</b>		
Trade and other payables	13,368	9,907
Donations payable to charities	-	143,450
	<u>13,368</u>	<u>153,357</u>
<b>9. Employee benefits</b>		
<b>Current</b>		
Employee benefit liabilities	<u>8,808</u>	<u>615</u>
<b>10. Trust capital</b>		
Settled sum	<u>100</u>	<u>100</u>

# FINANCIAL STATEMENTS

## 11. Key management personnel disclosures

### Transactions with key management personnel

Short term benefits	120,830	-
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Key management personnel are reimbursed for out-of-pocket expenses necessarily incurred in the ordinary course of the Trust's activities.

### Other key management personnel transactions with the trust

Other than those disclosed above, there were no transactions with key management personnel during the financial year.

## 12. Fundraising appeals conducted during the financial year

Fundraising appeals conducted during the financial year included the general receiving of directly and indirectly solicited donations.

### (i) Results of fundraising appeals

Gross proceeds from fundraising:

Proceeds from sale of donated shares	218,649	313,833
Contributions from corporations and others	87,390	102,614
Other income	685	193
	<u>306,724</u>	<u>416,640</u>

### (ii) Application of net surplus obtained from fundraising appeals

Distributions to registered charities	9,800	266,500
Administration expenses and bank charges	<u>221,352</u>	<u>109,476</u>
	<u>231,152</u>	<u>375,976</u>

The difference between the net surplus available from fundraising appeals and total expenditure was provided from or allocated to the following sources:

Finance income	2	6
Transfer (to)/from general accumulated funds	<u>(75,574)</u>	<u>(40,670)</u>
	<u>(75,572)</u>	<u>(40,664)</u>

The cost of services provided by ShareGift will continue to be met from proceeds from the sale of donated shares, contributions from corporations and others and finance income.

# FINANCIAL STATEMENTS

As part of an operational restructure, ShareGift has moved to a new funding approach whereby the board determines the annual charitable funding after, rather than before, the end of the financial year. All share proceeds from 2017-18 were received to ShareGift Australia's deductible gift recipient fund. ShareGift will commence its new annual funding round shortly, considering all share proceeds received up to 30 June 2018. As a transitional measure, and in accordance with ShareGift's distribution policy and funding obligations, before the new funding round commences, \$9,800 was distributed to registered charities in 2018 (2017: \$268,250).

## 13. Subsequent events

There have been no events subsequent to balance date which would have a material effect on the Trust's financial statements at 30 June 2018.

# FINANCIAL STATEMENTS

## Declaration by Director in respect of fundraising appeals

I, Fiona Avery, Director of ShareGift Australia, declare that in my opinion:

- a) The financial report gives a true and fair view of all income and expenditure of the Trust with respect to fundraising appeal activities for the financial year ended 30 June 2018;
- b) The statement of financial position gives a true and fair view of the state of affairs of the Trust with respect to fundraising appeal activities as at 30 June 2018;
- c) The provisions of the Charitable Fundraising (NSW) Act 1991, Charitable Collections Act (WA) 1946 and Regulations under those Acts and the conditions attached to the authority have been complied with during the year ended 30 June 2018; and
- d) The internal controls exercised by the Trust are appropriate and effective in accounting for all income received and applied by the Trust from any of its fundraising appeals.

Dated at Melbourne this 31st October 2018.

Signed in accordance with a resolution of the Board:



Fiona Avery  
*Director*

# FINANCIAL STATEMENTS

## Trustee's declaration

In the opinion of the trustee of ShareGift Australia:

- (a) the Trust is not publicly accountable;
- (b) the financial statements and notes that are set out on pages 22 to 33 are in accordance with the Australian Charities and Not-for-profits Commission Act 2012, including:
  - (i) giving a true and fair view of the Trust's financial position as at 30 June 2018 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-profits Commission Regulation 2013; and
- (c) there are reasonable grounds to believe that the Trust will be able to pay its debts as and when they become due and payable.

Signed in accordance with a Resolution of the Board:



Fiona Avery  
*Director*

31 October 2018

## Auditor's Independence Declaration to the Trustees of ShareGift Australia

In relation to our audit of the financial report of ShareGift Australia for the financial year ended 30 June 2018, and in accordance with the requirements of Subdivision 60-C of the *Australian Charities and Not-for profits Commission Act 2012*, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of any applicable code of professional conduct.



Ernst & Young



Wilfred Liew  
Partner  
31 October 2018

## Independent Auditor's Report to the Members of ShareGift Australia

### Report on the Financial Report

#### Opinion

We have audited the financial report of ShareGift Australia (the Trust), which comprises the statement of financial position as at 30 June 2018, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes to the financial statements, including a summary of significant accounting policies, and the Trustees' declaration.

In our opinion, the accompanying financial report of the Trust is in accordance with the *Australian Charities and Not-for-Profits Commission Act 2012*, including:

- a) giving a true and fair view of the Trust's financial position as at 30 June 2018 and of its financial performance for the year ended on that date; and
- b) complying with Australian Accounting Standards - Reduced Disclosure Requirements and the *Australian Charities and Not-for-Profits Commission Regulation 2013*.

#### Basis for 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 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 report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

#### Responsibilities of the Trustees for the Financial Report

The Trustees of the Trust are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and the *Australian Charities and Not-for-Profits Commission Act 2012* 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 Trust'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 trustees 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 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 judgment 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 control.
- 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 Trust'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 Trust'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 Trust to cease to continue as a going concern.
- 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 trustees 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.

## **Report on the requirements of the *NSW Charitable Fundraising Act 1991* and the *NSW Charitable Fundraising Regulations 2015* and the requirements of the *WA Charitable Collections Act (1946)* and the *WA Charitable Collections Regulations (1947)***

We have audited the financial report as required by Section 24(2) of the *NSW Charitable Fundraising Act 1991* and the *WA Charitable Collections Act (1946)*. Our procedures included obtaining an understanding of the internal control structure for fundraising appeal activities and examination, on a test basis, of evidence supporting compliance with the accounting and associated record keeping requirements for fundraising appeal activities pursuant to the *NSW Charitable Fundraising Act 1991* and the *NSW Charitable Fundraising Regulations 2015* and the *WA Charitable Collections Act (1946)* and the *WA Charitable Collections Regulations (1947)*.

Because of the inherent limitations of any assurance engagement, it is possible that fraud, error or non-compliance may occur and not be detected. An audit is not designed to detect all instances of non-compliance with the requirements described in the above-mentioned Act(s) and Regulations as an audit is not performed continuously throughout the period and the audit procedures performed in respect of compliance with these requirements are undertaken on a test basis. The audit opinion expressed in this report has been formed on the above basis.

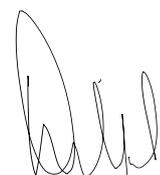
### **Opinion**

In our opinion:

- a) the financial report of ShareGift Australia has been properly drawn up and associated records have been properly kept during the financial year ended 30 June 2018, in all material respects, in accordance with:
  - i. sections 20(1), 22(1-2), 24(1-3) of the *NSW Charitable Fundraising Act 1991*;
  - ii. sections 10(6) and 11 of the *NSW Charitable Fundraising Regulations 2015*;
  - iii. the *WA Charitable Collections Act (1946)*; and
  - iv. the *WA Charitable Collections Regulations (1947)*.
- b) the money received as a result of fundraising appeals conducted by the Trust during the financial year ended 30 June 2018 has been properly accounted for and applied, in all material respects, in accordance with the above mentioned Act(s) and Regulations.



Ernst & Young



Wilfred Liew  
Partner  
Melbourne  
31 October 2018

## Independent Auditor's Compliance Audit Report

To the Trustee of ShareGift Australia:

I have audited the compliance of the ShareGift Australia with the *Public Ancillary Fund Guidelines 2011* contained within the *Tax Administration Act 1953* ("Guidelines") for the financial year ended 30 June 2018.

### Respective Responsibilities

The Trustee of ShareGift Australia is responsible for the design, documentation, operation and monitoring of compliance with the Guidelines and the adequacy of compliance measures, including the relevant internal control systems, policies and procedures, and compliance therewith.

My responsibility is to express a conclusion on compliance with the Guidelines by ShareGift Australia. My audit has been conducted in accordance with applicable Standards on Assurance Engagements (ASAE 3100 *Compliance Engagements*) to provide reasonable assurance regarding the compliance with the Guidelines. Accordingly, I have performed such tests and procedures as considered necessary in the circumstances. My procedures included obtaining an understanding of the compliance measures and examining, on a test basis, evidence supporting the operation of these compliance measures. These procedures have been undertaken to form a conclusion whether, in all material respects, the Trustee has complied with the Guidelines during the financial year ended 30 June 2018.

### Use of Report

This compliance audit report has been prepared for the Trustee of ShareGift Australia in accordance with the Guidelines. I disclaim any assumption of responsibility for any reliance on this report to any person other than the Trustee, or for any purpose other than that for which it was prepared.

### Inherent Limitations

Because of the inherent limitations of any compliance audit, it is possible that fraud, error or non-compliance with laws and regulations may occur and not be detected. An audit is not designed to detect all weaknesses in the compliance measures as an audit is not performed continuously throughout the financial year and the audit procedures performed on the compliance measures are undertaken on a test basis.

Any projection of the evaluation of the compliance measures to future periods is subject to the risk that the compliance measures may become inadequate because of changes in conditions or circumstances, or that the degree of compliance with them may deteriorate.

### Independence

In performing my audit, I have complied with the independence requirements of the Australian professional accounting bodies.

### Conclusion

In my opinion, in all material respects ShareGift Australia has complied with the *Public Ancillary Fund Guidelines 2011* contained within the *Tax Administration Act 1953* for the financial year ended 30 June 2018.



Ernst & Young



Wilfred Liew  
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ShareGift Australia is a registered charity with the Australian Charities and Not-for-profits Commission (ACNC).

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