

Viridian Foundation Limited

ABN 89 900 830 482

Annual Report - 30 June 2022

Viridian Foundation Limited

Directors' report

30 June 2022

The directors present their report, together with the financial statements on the consolidated entity, consisting of the Viridian Foundation Limited and its sole controlled entity the Viridian Foundation Trust (referred to hereafter as the 'Trust') at the end of, or during, the year ended 30 June 2022.

Directors

The following persons were directors of the trustee company during the whole of the financial year and up to the date of this report, unless otherwise stated:

Ian Granter
Michael Ehrentraut
Todd Clifford
Emma Woolley
Kathy Havers
Dolores Diez
Rita Agati (Resigned 14/12/2021)
Gary Riordan (Appointed 19/07/2022)
Adam Youkhana (Appointed 19/07/2022)

Principal activities

During the financial year the principal continuing activities of the consolidated entity consisted of:

- Fundraising for the purpose of providing money or benefits to or for eligible entities.

No significant change in the nature of these activities occurred during the year.

Objectives

The short-term objectives of the Viridian Foundation is to formalise a clear funding, giving and volunteering pathway as part of our corporate responsibility. The primary focus is to support key community initiatives and organisations aligned to the Foundation's five core social causes as reviewed each year by the Board and trustees. Placing people at the centre of what we do reinforces the importance of people's wellbeing which then through the work of the Foundation puts Community health and wellbeing at the heart of our Viridian culture.

The long-term objectives of the Viridian Foundation remains focussed on long term sustained fund raising, creating opportunities for like-minded customers to leverage our structures and resources to make a difference in moments that matter and to gain brand recognition within our community as a leading corporate philanthropic foundation. Some of our longer term objectives include:

- Ongoing board renewal - Bringing in specialist skills, capability and diversity in key areas
- Lifting fundraising - Elevating event driven fundraising and overall funds under management to beyond \$5m over next 3 years.
- Pro bono advice - Continue to lift our partnership with the Cancer Council
- Advisor education - Continued investment in our advisor education to assist clients with their philanthropic aspirations.

Information on directors

Name: Michael Ehrentraut
Title: Chief Sustainability Officer and Co-Founder Viridian Financial Group Ltd
Qualifications: B.Soc.Sc CAIB(SA) DFP SA (Fin) GAICD MBA
Experience and expertise: Executive Viridian Financial Group Ltd - 7 years
Special responsibilities: Chair Viridian Foundation; Chair Risk, Governance and Compliance Committee

Name: Ian Granter
Title: Head of Infinity Capital Finance; Director Client Services; Executive Director of Viridian Foundation Ltd
Qualifications: BBus (Acct), GradDip FP
Experience and expertise: Executive - Viridian Financial Group Ltd - 5 years
Special responsibilities: Director, Viridian Foundation Limited, Member, Investment Committee, Manager, Foundation Operations.

Viridian Foundation Limited

Directors' report

30 June 2022

Name: Dolores Diez
Title: Non-Executive Director
Qualifications: Mbus(Mktg) GradDipMktg BA(Hons)GradDipEd&SupMgt(UK) GAICD
Experience and expertise: Non-Executive Director, Viridian Financial Group Ltd - 4 years; Non-Executive Director, Viridian Financial Group Ltd – 2 years
Special responsibilities: Chair Governance and Remuneration Committee, Viridian Financial Group Ltd, Chair Share Trading Committee, Viridian Financial Group Ltd

Name: Emma Woolley
Title: Non-Executive Director
Qualifications: LLB (Hons), CTA, STEP, MAICD
Experience and expertise: Non-Executive Director, Viridian Foundation Ltd - 4 years
Special responsibilities: Member, Risk, Compliance & Audit Committee

Name: Kathy Havers
Title: Executive Financial Advisor
Qualifications: CFP, MEI, GAICD
Experience and expertise: Executive Director, Viridian Foundation Ltd - 4 years
Special responsibilities: Member Investment Committee, Viridian Foundation Ltd.

Name: Todd Clifford
Title: General Manager Solutions, Viridian Financial Group Limited; Director Viridian Foundation
Qualifications: MFinPlan
Experience and expertise: Executive Director, Viridian Foundation Ltd - 4 years
Special responsibilities: Chair Investment Committee, Viridian Foundation

Name: Gary Riordan
Title: General Counsel and Company Secretary Viridian Financial Group Ltd; Company Secretary and Director, Viridian Foundation Ltd
Qualifications: B.Ec LLB
Experience and expertise: Non-Executive Director Viridian Foundation < 1 year
Special responsibilities: Company Secretary, Viridian Foundation Ltd and Viridian Financial Group Ltd

Name: Adam Youkhana
Title: General Manager - Strategic Partnerships; Director Viridian Foundation Ltd
Qualifications: CFP® BEcon BFin AdvDipFinPlan
Experience and expertise: Executive Director, Viridian Foundation Ltd < 1 year
Special responsibilities: Chair Governance and Remuneration Committee

Company secretary

Michael Ehrentraut (Resigned 19/07/2022)

Gary Riordan (Appointed 19/07/2022)

Meetings of directors

The number of full board meetings of the company's Board of Directors ('the Board') and of each Board committee held during the year ended 30 June 2022, and the number of meetings attended by each director were:

	Full Board	
	Attended	Held
Ian Granter	4	4
Michael Ehrentraut	4	4
Todd Clifford	3	4
Emma Wooley	4	4
Kathy Havers	4	4
Dolores Diez	4	4
Rita Agati	-	4

Viridian Foundation Limited
Directors' report
30 June 2022

Held: represents the number of meetings held during the time the director held office or was a member of the relevant committee.

Review of operations

The surplus for the company amounted to \$176,544 (30 June 2021: \$503,484).

Contributions of winding up

In the event of the company being wound up, ordinary members are required to contribute a maximum of \$10 each. The total amount that members of the company are liable to contribute if the company is wound up is \$60, based on 6 current ordinary members.

Auditor's independence declaration

A copy of the auditor's independence declaration under subdivision 60-C section 60-40 the *Australian Charities and Not-for-profits Commission Act 2012* is set out immediately after this directors' report.

Auditor

Following the resignation of KMPG, the company appointed William Buck Audit (Vic) Pty Ltd as auditor in accordance with Section 327 of the Corporations Act 2001.

Viridian Foundation Limited
Auditor's independence declaration

[This page has intentionally been left blank for the insertion of the auditor's independence declaration]

Viridian Foundation Limited

Contents

30 June 2022

Statement of profit or loss and other comprehensive income	6
Statement of financial position	7
Statement of changes in equity	8
Statement of cash flows	9
Notes to the financial statements	10
Directors' declaration	15
Independent auditor's report to the members of Viridian Foundation Limited	Error! Bookmark not defined.

Viridian Foundation Limited
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2022

	Note	2022 \$	2021 \$
Donations	4	441,460	445,013
Finance Income	5	66,389	42,375
Net gain/(loss) on financial assets	6	(212,943)	90,049
Other Income		9,045	-
		<u>303,951</u>	<u>577,437</u>
Giving - Donations		(121,719)	(69,310)
Compliance expenses		(1,147)	(664)
Other expenses		(4,541)	(3,979)
		<u>176,544</u>	<u>503,484</u>
Other comprehensive income for the year		-	-
		<u>176,544</u>	<u>503,484</u>
Total comprehensive income for the year attributable to the owners of Viridian Foundation Limited		<u>176,544</u>	<u>503,484</u>

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Viridian Foundation Limited
Statement of financial position
As at 30 June 2022

	Note	2022 \$	2021 \$
Assets			
Current assets			
Cash and cash equivalents	7	241,643	208,857
Trade and other receivables		10,505	780
Investment at fair value through profit or loss		1,590,384	1,456,603
Total current assets		<u>1,842,532</u>	<u>1,666,240</u>
Total assets		<u>1,842,532</u>	<u>1,666,240</u>
Liabilities			
Non-current liabilities			
Payables		(11,325)	(11,577)
Total non-current liabilities		<u>(11,325)</u>	<u>(11,577)</u>
Total liabilities		<u>(11,325)</u>	<u>(11,577)</u>
Net assets		<u>1,831,207</u>	<u>1,654,663</u>
Equity			
Issued capital		-	-
Undistributed surplus		1,831,207	1,654,663
Total equity		<u>1,831,207</u>	<u>1,654,663</u>

The above statement of financial position should be read in conjunction with the accompanying notes

Viridian Foundation Limited
Statement of changes in equity
For the year ended 30 June 2022

	Issued Capital \$	Undistributed Surplus \$	Total equity \$
Balance at 1 July 2020	-	1,151,179	1,151,179
Surplus for the year	-	503,484	503,484
Other comprehensive income for the year	-	-	-
	-	503,484	503,484
Total comprehensive income for the year	-	503,484	503,484
Balance at 30 June 2021	-	1,654,663	1,654,663

	Issued Capital \$	Undistributed surplus \$	Total equity \$
Balance at 1 July 2021	-	1,654,663	1,654,663
Surplus for the year	-	176,544	176,544
Other comprehensive income for the year	-	-	-
	-	176,544	176,544
Total comprehensive income for the year	-	176,544	176,544
Balance at 30 June 2022	-	1,831,207	1,831,207

The above statement of changes in equity should be read in conjunction with the accompanying notes

Viridian Foundation Limited
Statement of cash flows
For the year ended 30 June 2022

	Note	2022 \$	2021 \$
Cash flows from operating activities			
Cash paid to eligible entities		(121,838)	(60,000)
Cash paid to suppliers		(3,888)	(2,376)
		<hr/>	<hr/>
Cash used in operations		(125,726)	(62,376)
Dividends received		-	9,422
Donations received		443,512	444,233
Interest received		-	1,139
		<hr/>	<hr/>
Net cash from operating activities	8	<u>317,786</u>	<u>392,418</u>
Cash flows from investing activities			
Acquisition of investments		<u>(285,000)</u>	<u>(1,334,740)</u>
Net cash used in investing activities		<u>(285,000)</u>	<u>(1,334,740)</u>
		<hr/>	<hr/>
Net cash from financing activities		<u>-</u>	<u>-</u>
		<hr/>	<hr/>
Net increase/(decrease) in cash and cash equivalents		32,786	(942,322)
Cash and cash equivalents at the beginning of the financial year		<u>208,857</u>	<u>1,151,179</u>
		<hr/>	<hr/>
Cash and cash equivalents at the end of the financial year	7	<u><u>241,643</u></u>	<u><u>208,857</u></u>

The above statement of cash flows should be read in conjunction with the accompanying notes

Viridian Foundation Limited
Notes to the financial statements
30 June 2022

Note 1. Reporting Entity

These are the financial statements of Viridian Foundation Limited (the “company” or the “Trustee”), which is the trustee company to its sole controlled entity the Viridian Foundation (the “Foundation”, or the “Trust” and together the consolidated entity). The Viridian Foundation (“the Trust”) is a trust domiciled in Australia. The Trust was established on 3 October 2018. The address of the registered office Company is Level 17, 120 Collins Street, Melbourne, VIC 3000. The Trust is a not-for-profit entity and primarily is involved in philanthropic activities.

In the opinion of the directors, the consolidated entity is not publicly accountable nor a reporting entity. The financial report of the company has been drawn up as a special purpose financial report for use by the Trustee to fulfil the Trustee's duties to prepare a financial report under the Trust Deed and to fulfil the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*, the *Public Ancillary Fund Guidelines 2011* to prepare a financial report and the requirements under *Section 24(2) of the Charitable Fundraising (NSW) Act 1991 and Regulations*.

Critical accounting estimates

The directors of the trustee company have consolidated the results of the Trust on the basis that the trustee controls the Trust and that the trustee had limited operations. The trustee company exhibits control through its power to affect the day-to-day operating decisions which ultimately impact the returns of the Trust.

Basis of preparation

In the directors' opinion, the company is not a reporting entity because there are no users dependent on general purpose financial statements.

These are special purpose financial statements that have been prepared for the purposes of complying with the Corporations Act 2001 requirements to prepare and distribute financial statements to the owners of Viridian Foundation Limited. The directors have determined that the accounting policies adopted are appropriate to meet the needs of the owners of Viridian Foundation Limited.

Note 2. Basis of preparation

(a) Statement of Compliance

The special purpose financial statements have been prepared in accordance with the requirements of the recognition, measurement and classification aspects of all applicable Australian Accounting Standards (AASBs) adopted by the Australian Accounting Standards Board (AASB) and the *Australian Charities and Not-for-profits Commission Act 2012*, the *Public Ancillary Fund Guidelines 2011* and the requirements under *Section 24(2) of the Charitable Fundraising (NSW) Act 1991 and Regulations*.

The financial report does not include the disclosure requirements of all AASBs except for the following standards

AASB 101 *Presentation of Financial Statements*

AASB 107 *Statement of Cash Flows*

AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors*

AASB 1048 *Interpretation of Standards*

AASB 1054 *Australian Additional Disclosures*

The financial statements were approved by the directors on 24 October 2022.

(b) Basis of measurement

The financial statements have been prepared on the historical cost basis, except for investments which have been measured at fair value

(c) Functional and presentation currency

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

(d) Use of estimates and judgements

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of the 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. Revision to estimates are recognised prospectively.

(e) Determination of fair values

The consolidated entities accounting policies and disclosures require the determination of fair value for Investments in equity securities. Fair values have been determined for measurement and/or disclosure purposes based upon quoted equity prices in active markets that are deemed Level 1 inputs in accordance with AASB 13 *Fair Value Measurement*.

Note 3. Significant Accounting Policies

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

(a) Financial instruments

AASB 9 *Financial Instruments* requires that an entity classify its financial assets and liabilities at either amortised cost or fair value. Investments are held at fair value through profit or loss. For the purposes of this financial report all other assets and liabilities applicable under this standard are held at amortised cost.

Note 3. Significant Accounting Policies (continued)

(b) Finance income

The consolidated entities finance income includes:

- interest income;
- dividend income; and

Interest income is recognised as it accrues in profit and loss using the effective interest method.

The 'effective interest rate' is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument to:

- the gross carrying amount of the financial asset; or
- the amortised cost of the financial liability.

In calculating interest income, the effective interest rate is applied to the gross carrying amount of the asset (when the asset is not credit-impaired) or to the amortised cost of the liability. However, for financial assets that have become credit-impaired subsequent to initial recognition, interest income is calculated by applying the effective interest rate to the amortised cost of the financial asset. If the asset is no longer credit-impaired, then the calculation of interest income reverts to the gross basis.

(c) Donation income

Donations collected are recognised as revenue when the consolidated entities gains control, economic benefits are probable, and the amount of the donation can be measured reliably.

(d) Income tax

No provision for income tax has been raised as the consolidated entities are exempt from taxation under Division 50 of the Income Tax Assessment Act 1997.

(e) Distribution of surplus

In accordance with the Public Ancillary Fund Guidelines 2011, the consolidated entity is required to distribute at least 4% of the market value of the consolidated entities net assets as at the end of the previous financial year. Subject to the restrictions in the Trust Deed, income is distributable at the discretion of the Trustee or may be accumulated at the Trustee's sole discretion.

The Trust Deed requires that apart from reimbursements of the Trustee and for reasonable remuneration of the Trustee for the services of the Trustee in relation to administering the Trust, that funds are only distributed to an 'Eligible Entity'. An Eligible Entity is one which is charitable and to which gifts paid to it are deductible under Item 1 of the table in section 30-15 of ITAA 1997.

(f) New standards and interpretations not yet adopted

A number of new standards are effective for annual periods beginning after 1 July 2021 and earlier application is permitted, however the consolidated entity has not early adopted the new or amended standards in preparing these financial statements.

The new standards are not expected to have a significant impact on the consolidated entities financial statements.

(g) Parent entity information

These financial statements present the results of the consolidated entity only. The parent entity Viridian Foundation Limited (the company limited by guarantee) has nil financial balances and transactions.

(h) Principles of consolidation

The consolidated financial statements incorporate the assets and liabilities of all wholly controlled entities of Viridian Foundation Limited as at 30 June 2022 and the results of all wholly controlled entities for the year then ended. The directors of Viridian Foundation Limited deem control is held over the Viridian Foundation as it has power over the Viridian Foundation

Viridian Foundation Limited
Notes to the financial statements
30 June 2022

Note 3. Significant Accounting Policies (continued)

through the authority to effect decisions and direct activities. This is in accordance with AASB 10 *Consolidated Financial Statements*.

Note 4. Donations

	2022	2021
	\$	\$
Donations - Staff Salaries	22,628	9,216
Donations - Staff Once Off	20,517	58,292
Donations - Clients	10,890	20,240
Donations - Other	77,425	57,265
Donations - Sub Funds	310,000	300,000
	<u>441,460</u>	<u>445,013</u>

Note 5. Finance Income

	2022	2021
	\$	\$
Investment Income - Dividends	63,222	41,061
Investment Income - Interest	2,085	1,314
Investment Income - Refund of Imputation Credits	1,082	-
	<u>66,389</u>	<u>42,375</u>

Note 6. Net gain/(loss) on financial assets

	2022	2021
	\$	\$
Net gain/(loss) on financial assets	<u>(212,943)</u>	<u>90,049</u>

The financial assets held represent investments in managed portfolios that are Level 1 valuation hierarchies.

Note 7. Current assets - Cash and cash equivalents

	2022	2021
	\$	\$
Cash at bank	<u>241,643</u>	<u>208,857</u>

Viridian Foundation Limited
Notes to the financial statements
30 June 2022

Note 8. Reconciliation of cash flows from operating activities

	2022 \$	2021 \$
Surplus for the year	176,544	503,484
Adjustments for:		
Interest income from investment	(41,198)	(489)
Dividend income reinvested	(25,106)	(41,061)
Net loss/(gain) on investments	214,295	(90,049)
Change in operating assets and liabilities:		
Increase in trade and other receivables	(1,460)	(780)
Increase in trade and other payables	172	2,267
Increase in donations payables	10,841	9,310
Net cash from operating activities	<u>334,088</u>	<u>382,682</u>

Note 9. Information and declaration to be furnished under the Charitable Fundraising (NSW) Act 1991 and regulations

	2022 \$	2021 \$
Fundraising income		
Fundraising and donations	<u>441,461</u>	<u>445,012</u>
Gross proceeds from fundraising appeals	441,461	445,012
Fundraising costs		
Fundraising expenses	<u>-</u>	<u>-</u>
Total cost of fundraising appeals	<u>-</u>	<u>-</u>
Net surplus from fundraising appeals	<u>441,461</u>	<u>445,012</u>
Applies as follows		
Administration expenses	(1,147)	(664)
Other expenses	<u>(4,541)</u>	<u>(3,979)</u>
Total indirect expenditure	<u>(5,688)</u>	<u>(4,643)</u>
	435,773	440,369
Reconciliation to Surplus from operations		
Finance income	(137,510)	132,424
Donations paid	<u>121,719</u>	<u>69,310</u>
Surplus	<u>176,544</u>	<u>503,483</u>

Viridian Foundation Limited
Directors' declaration
30 June 2022

In the opinion of the directors of Viridian Foundation Limited as Trustee for the Viridian Foundation ("the Trust"):

- the company is not a reporting entity because there are no users dependent on general purpose financial statements.
- the financial statements and notes, set out on pages 1 to 12, are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and the *Public Ancillary Fund Guidelines 2011* including:
 - (i) giving a true and fair view of the financial position of the consolidated entity as at 30 June 2022 and of its performance, as represented by the results of its operations for the financial year ended on that date in accordance with the statement of compliance and basis of preparation described in Notes 1 to 3; and
 - (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) to the extent described in Notes 2, and the *Australian Charities and Not-for-profits Commission Regulation 2013* and the *Public Ancillary Fund Guidelines 2011*;
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable; and
- the attached financial statements and notes give a true and fair view of the company's financial position as at 30 June 2022 and of its performance for the financial year ended on that date.

Signed in accordance with a resolution of the directors of the Trustee company:

On behalf of the directors



Ian Granter
Director of Trustee company



Michael Ehrentraut
Director of Trustee company

24 October 2022
Melbourne

Viridian Foundation Limited
Declaration by the Trustee in respect of fundraising appeals

In the opinion of the directors of Viridian Foundation Ltd as Trustee for the Viridian Foundation ("the Trust"):

- (a) the financial statements give 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 2022;
- (b) 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 2022;
- (c) 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 2022; and
- (d) the internal controls exercised by the Trust are appropriate and effective in accounting for all income received and applied from any fundraising appeals.

Signed in accordance with a resolution of the directors of the Trustee company:

Dated at Melbourne city on 24th day of October 2022.



Ian Granter
Director of Trustee company



Michael Ehrentraut
Director of Trustee company

Viridian Foundation Limited
Declaration by the Trustee in respect of fundraising appeals

[This page has intentionally been left blank for the insertion of page two of the independent auditor's report]