

# **Future2**

**ABN: 43 090 835 227**

## **Financial Report**

**For the year ended 30 June 2022**

The registered office and principal place of business is:

Suite 603, Level 6,  
55 Clarence Street  
Sydney NSW 2000

**Future2**  
**ABN: 43 090 835 227**

**Officeholders**

**Directors of the Trustee Company**

Chair	Julie Berry CFP®
Deputy Chair	Olivia Maragna CFP® Alison Henderson CFP® (resigned 11 August 2021) Dante De Gori CFP® (resigned 23 February 2022) Giles Gunsekera Hugh Humphrey Julian Place (appointed 11 August 2021) Mahjabeen Zaman (appointed 23 February 2022) Peter Bobbin Sarah Abood (appointed 23 February 2022)

<b>Secretary</b>	Loren Gissing (appointed 23 February 2022) Peter Bobbin (resigned 23 February 2022)
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<b>Patron</b>	Paul Clitheroe AM
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**Committee Members**

**Grants Committee**

Giles Gunsekera AFP (Chair)  
Chris Shannon  
Gary Jones AFP  
Jade Tan  
Mark Alexander CFP®  
Naomi Allestson AFP  
Susanne Erratt CFP®  
Todd Kennedy CFP®  
Zacary Leeson CFP®

**Investment Committee**

Olivia Maragna CFP®  
Mahjabeen Zaman  
Julie Berry CFP®

**Future2**  
**ABN: 43 090 835 227**

**STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	Note	2022 \$	2021 \$
<b>Revenue</b>	2	151,994	217,473
<b>Investment income</b>		52,312	126,926
<b>Total Revenue and Other Income</b>		<u>204,306</u>	<u>344,399</u>
<b>Expenses</b>			
Administration fees		(67,351)	(67,322)
Commission/Fees		(907)	(2,954)
Marketing & Printing		(3,318)	(4,777)
Depreciation-Plant & Equipment		(393)	(393)
Investment losses		(137,280)	-
<b>Total Expenses</b>		<u>(209,249)</u>	<u>(75,446)</u>
<b>Net (Deficit)/Surplus Before Grants</b>		(4,943)	268,953
<b>Grants</b>		<u>(148,600)</u>	<u>(201,769)</u>
<b>Net (deficit)/surplus of income over expenditure</b>		<u>(153,543)</u>	<u>67,184</u>
<b>Other comprehensive income</b>		-	-
<b>Total comprehensive (deficit)/surplus for the year</b>		<u><u>(153,543)</u></u>	<u><u>67,184</u></u>

The accompanying notes form part of the financial statements

**Future2**  
**ABN: 43 090 835 227**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2022**

	Note	2022 \$	2021 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		570,993	824,338
Trade and other receivables	3	38,513	17,851
Investments	4	1,048,931	966,440
Prepayments		<u>18,832</u>	<u>24,158</u>
<b>TOTAL CURRENT ASSETS</b>		<b><u>1,677,269</u></b>	<b><u>1,832,787</u></b>
Plant and equipment		<u>1,263</u>	<u>1,656</u>
<b>TOTAL NON-CURRENT ASSETS</b>		<b><u>1,263</u></b>	<b><u>1,656</u></b>
<b>TOTAL ASSETS</b>		<b><u>1,678,532</u></b>	<b><u>1,834,443</u></b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		10,000	52
Deferred revenue		<u>25,686</u>	<u>38,004</u>
<b>TOTAL CURRENT LIABILITIES</b>		<b><u>35,686</u></b>	<b><u>38,055</u></b>
<b>TOTAL LIABILITIES</b>		<b><u>35,686</u></b>	<b><u>38,056</u></b>
 <b>NET ASSETS</b>		 <b><u>1,642,846</u></b>	 <b><u>1,796,387</u></b>
<b>EQUITY</b>			
Retained Earnings		<u>1,642,846</u>	<u>1,796,387</u>
<b>TOTAL EQUITY</b>		<b><u>1,642,846</u></b>	<b><u>1,796,387</u></b>

The accompanying notes form part of the financial statements

## Future2

ABN: 43 090 835 227

### STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	\$	\$
<b>TOTAL EQUITY AT THE BEGINNING OF THE YEAR</b>	<b>1,796,388</b>	<b>1,729,203</b>
Net (deficit)/surplus for the year	<u>(153,543)</u>	<u>67,184</u>
<b>TOTAL EQUITY AT THE END OF THE YEAR</b>	<b><u>1,642,845</u></b>	<b><u>1,796,387</u></b>

The accompanying notes form part of the financial statements.

## Future2

ABN: 43 090 835 227

### STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2022

Note	2022	2021
	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Donations and other income	200,809	246,662
Grants paid during the year	(138,600)	(201,769)
Payments to suppliers and employees	<u>(148,096)</u>	<u>(105,076)</u>
<b>Net cash flows (used in) operating activities</b>	<u>(85,887)</u>	<u>(60,183)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest and dividend received	52,312	35,204
Proceeds from redemption of fixed term deposits	-	230,000
Investment fixed term deposits	(75,202)	-
Proceeds from sale of investments	-	86,736
Purchase of investments	<u>(144,568)</u>	<u>(165,945)</u>
<b>Net cash flows (used in)/from investing activities</b>	<u>(167,458)</u>	<u>185,995</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
	<u>-</u>	<u>-</u>
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	(253,345)	125,812
Cash and cash equivalents at beginning of period	<u>824,338</u>	<u>698,526</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF PERIOD</b>	<u><b>570,993</b></u>	<u><b>824,338</b></u>

The accompanying notes form part of the financial statements

# Future2

ABN: 43 090 835 227

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

### Corporate information

Future2 (the "Trust") is a registered charity with the Australian Charities and Not-for-profit Commission and has deductible gift recipient status. The financial statements of the Trust for the year ended 30 June 2022 were authorised for issue in accordance with a resolution of the directors of Future2 Foundation Limited (the "Trustee") on 30 November 2022.

### NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

#### (a) Basis of preparation

The financial statements are general purpose financial statements that comply with Australian Accounting Standards – Simplified Disclosures and the *Australian Charities and Not-for-profits Commission Act 2012*.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

#### (b) Comparative amounts

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

#### (c) New and amended standards adopted

The Trust has adopted all relevant standards and amendments effective 1 July 2021. The adopted standards and amendments did not have any impact on the amounts recognised in prior periods and are not expected to significantly affect the current and future reporting periods.

#### (d) Cash and cash equivalents

Cash includes cash at bank and short-term deposits with an original maturity of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

#### (e) Income tax

The Trust is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

#### (f) Revenue

##### *Donations*

Donations are recognised when received as there are no performance obligations to satisfy.

##### *Sponsorships*

Sponsorships are recognised as income when a performance obligation has been fulfilled otherwise carried forward as deferred revenue on the statement of financial position.

##### *Events income*

Events income is recognised when the events take place hence, satisfying the performance obligation criteria for recognition.

##### *Interest and dividend income*

Interest is recognised as revenue on an accrual basis using the effective interest method. Dividend income is recognised as revenue when the right to receive payment is established.

All revenue is stated net of the amount of goods and services tax (GST).

# Future2

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

### NOTE 1: SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### **(g) Financial instruments**

##### **Recognition**

The Trust determines the classification of its financial instruments at initial recognition in accordance with the categories outlined below and re-evaluates this designation at each financial year-end. When financial instruments are recognised initially, they are measured at fair value, being the transaction price plus, in the case of financial assets and financial liabilities not at fair value through profit or loss, directly attributable transaction costs.

*Financial assets measured at fair value through profit or loss* - Financial assets measured at fair value through profit and loss are financial assets that are not classified and measured at amortised cost or at fair value through other comprehensive income. Gains or losses on financial assets held for trading are recognised in profit or loss and the related assets are classified as current assets in the statement of financial position. Financial instruments at fair value through profit or loss are carried in Statement of Financial Position at fair value with gains or losses recognised in revenue.

*Financial assets measured at amortised cost* - Financial assets measured at amortised cost are non-derivative financial assets which are held to collect the contractual cash flows. The contractual terms of the financial assets give rise to payments on specified dates that are solely payments of principal and interest on the principal amount outstanding. They are included in current assets.

*Financial liabilities* - The Trust's financial liabilities include trade payables. These are measured subsequently at amortised cost using the effective interest method. The interest expense is calculated each reporting period by applying the effective interest rate, and the resulting charge is reflected in finance costs on the statement of profit and loss and comprehensive income.

##### **Impairment of financial assets**

Expected credit losses are recognised if required for trade receivables (excluding amounts due from brokers held at fair value through profit and loss) cash and cash equivalents and other receivables. Expected credit losses are calculated as the difference between the contractual cash flows that are due to the Trust and the cash flows that the Trust expects to receive given the probability of default and loss given default, discounted at the original effective interest rate.

#### **(h) Goods and services tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense. Receivables and payables in the Balance Sheet are shown inclusive of GST.

#### **(i) Critical accounting estimates and judgements**

The Directors of the trustee company make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances. These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

##### *Impairment - receivables*

The Directors have made judgements relating to the recoverable amounts of receivables. There were no impairments recognised in the financial statements as at 30 June 2022.



# Future2

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

	Notes	2022	2021
		\$	\$
<b>NOTE 2: REVENUE AND OTHER INCOME</b>			
<b>Revenue</b>			
Donations and sponsorships received		65,499	104,452
Auction bids and raffles		25,335	10,484
Other		-	1,131
Net events income	2.1	61,160	101,406
		<u>151,994</u>	<u>217,473</u>
<b>Other income</b>			
Net investment income		-	91,581
Interest and dividend income		52,312	35,204
Rebate		-	141
		<u>52,312</u>	<u>126,926</u>
<b>Total Revenue and other income</b>		<u><u>204,306</u></u>	<u><u>344,399</u></u>
<b>NOTE 2.1: NET EVENTS INCOME</b>			
Gross events income		116,967	105,000
Catering & venue hire		(34,644)	-
Travel & entertainment		(13,293)	-
Events set up & management fee		(349)	(900)
Marketing & printing		(3,964)	(2,694)
Events insurance		(2,757)	-
Other expenses		(800)	-
		<u>61,160</u>	<u>101,406</u>
<b>NOTE 3: TRADE AND OTHER RECEIVABLES</b>			
Trade receivables		400	3,000
Sundry receivables		35,110	13,271
GST receivables		2,831	1,368
Interest receivable		173	212
		<u>38,513</u>	<u>17,851</u>

# Future2

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

Notes	2022	2021
	\$	\$
<b>NOTE 4: INVESTMENTS</b>		
<i>Held at fair value through profit or loss</i>		
Listed real estate investment trusts (Level 1)	67,507	51,259
Listed domestic equities (Level 1)	358,628	317,001
Listed infrastructure Fund (Level 1)	37,318	36,326
Listed international equity funds (Level 1)	260,274	311,854
	<b>723,728</b>	716,440
<i>Held at amortised cost</i>		
Fixed term deposits	325,203	250,000
	<b>1,048,931</b>	966,440

The fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either: in the principal market for the asset or liability; or in the absence of a principal market, in the most advantageous market for the asset or liability.

All financial instruments for which fair value is recognised or disclosed are categorised with the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

*Level 1: Quoted market prices in an active market (that are unadjusted) for identical assets or liabilities.*

*Level 2: Valuation techniques in which the lowest level input that is significant to fair value measurement is directly or indirectly observable.*

*Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.*

### NOTE 5: AUDITOR REMUNERATION

The audit was conducted on an honorary basis and no fees were charged.

### NOTE 6: IMPUTATION CREDITS

The trust is a non-tax paying entity and has no imputation credits.

### NOTE 7: RELATED PARTY TRANSACTIONS

*KMP Remuneration* - Directors of the Trustee are not remunerated for the services provided.

*Other* - During the year, there were transactions between the Trust and Financial Planning Association of Australia Limited ("FPA"), a deemed related party of the Trust.

The Financial Planning Association of Australia Limited provided administrative support to the Trust for the year ended 30 June 2022 and have been remunerated \$60,000 (2021: \$60,000) for this service. On the other hand, donations and sponsorships of \$29,656 (2021: \$26,548) were provided to the Trust by FPA for the same period.

# Future2

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

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### **NOTE 8: COMMITMENTS AND CONTINGENCIES**

In the opinion of the Directors, the Trust did not have any contingencies or commitments at 30 June 2022.

### **NOTE 9: EVENTS OCCURRING AFTER REPORTING DATE**

The Directors are not aware of any matters or circumstances not otherwise dealt with in this report that has significantly affected, or may significantly affect the operations of the Trust, the results of those operations, or the state of affairs of the Trust in future financial years.

# Future2

ABN: 43 090 835 227

## DIRECTORS' DECLARATION OF TRUSTEE

The directors of the Trustee, Future 2 Foundation Limited declare that:

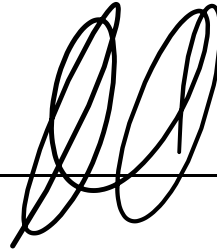
1. there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable; and
2. the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*.



Director

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Director

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Dated this 30<sup>th</sup> day of November 2022.

AUDITOR'S INDEPENDENCE DECLARATION  
UNDER SECTION 60-40 OF THE CHARITIES AND NOT FOR PROFIT COMMISSION ACT 2012  
TO THE TRUSTEE OF FUTURE2

As lead auditor of Future2 for the year ended 30 June 2022, I declare that, to the best of my knowledge and belief, there have been:

1. no contraventions of the auditor independence requirements as set out in 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
2. no contraventions of any applicable code of professional conduct in relation to the audit.

LNP Audit and Assurance Pty Ltd



Chin Ding Khoo  
Director

Sydney 30 November 2022

## INDEPENDENT AUDIT REPORT TO THE TRUSTEE OF FUTURE2

### Report on the Audit of the Financial Report

#### **Opinion**

We have audited the financial report of Future2 (the Trust), which comprises the statement of financial position as at 30 June 2022, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration.

In our opinion:

The financial report of Future2 has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* including:

- (i) giving a true and fair view of the registered entity's financial position as at 30 June 2022 and of its performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards – Simplified Disclosures and Division 60 of 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 registered entity in accordance with the ethical requirements of the Australian Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (including Independence Standards) (the Code) that are relevant to our audit of the financial report in Australia; and we have 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.

#### **Other information**

The Directors are responsible for the other information. The other information comprises the information included in the annual report for the year ended 30 June 2022, but does not include the financial report and the auditor's report thereon. Our opinion on the financial report does not cover the other information and 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 upon 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 in this regard.

## ***Trustees' Responsibilities***

The directors of the trustee company (responsible entities of the registered entity) are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Simplified Disclosures and Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the directors 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, directors of the company are responsible for assessing the registered 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 responsible entities either intends to liquidate the registered entity or to cease operations, or has no realistic alternative but to do so.

The directors of the company are responsible for overseeing the registered entity's financial reporting process.

## ***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 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 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 registered entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- Conclude on the appropriateness of the Directors' use of the going concern basis of accounting in the preparation of the financial report. We also conclude, based on the audit evidence obtained, whether a material uncertainty exists related to events and conditions that may cast significant doubt on the registered entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in the auditor's report to the disclosures in the financial report about the material uncertainty or, if such disclosures are inadequate, to modify the opinion on the financial report. However, future events or conditions may cause an entity 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 statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Directors 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, the NSW Charitable Fundraising Regulations 2015, 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 include obtaining an understanding of the internal controls 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)*.

Due to 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 design to detect all instances of non-compliance with the requirements described in the above-mentioned Acts 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.

In our opinion:

- a) The financial report of the Trust has been properly drawn up and associated records have been properly kept during the financial year ended 30 June 2022, 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 2022 has been properly accounted for and applied, in all material respects, in accordance with the above-mentioned Acts and Regulations.

LNP Audit and Assurance Pty Ltd



Chin Ding Khoo  
Director  
Sydney

30 November 2022