



## **SPECIAL AIR SERVICE RESOURCES FUND**

## **FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**30 JUNE 2023**

## SPECIAL AIR SERVICE RESOURCES FUND

### STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2023

	Note	2023 \$	2022 \$
<b>Funds</b>			
Settlement capital		100	100
Retained surplus		2,596,198	2,587,657
Reserve fund	10	(78,067)	(118,306)
		<u>2,518,231</u>	<u>2,469,451</u>
<b>Represented by:</b>			
<b>Current Assets</b>			
Cash assets	2	284,752	304,143
Inventory		-	719
Receivables	3	142,982	124,489
<b>Total Current Assets</b>		<u>427,734</u>	<u>429,351</u>
<b>Non-Current Assets</b>			
Leasehold improvements		-	20
Other financial assets	4	5,237,368	5,052,030
<b>Total Non-Current Assets</b>		<u>5,237,368</u>	<u>5,052,050</u>
<b>Total Assets</b>		<u>5,665,102</u>	<u>5,481,401</u>
<b>Current Liabilities</b>			
Trust 2 Funds Morgan Stanley Portfolio		1,723,699	1,673,601
Trust 3 Funds Morgan Stanley Portfolio		1,378,904	1,321,406
Payables	5	44,268	16,943
<b>Total Liabilities</b>		<u>3,146,871</u>	<u>3,011,950</u>
<b>Net Assets</b>		<u>2,518,231</u>	<u>2,469,451</u>

The above Statement should be read in conjunction with the accompanying notes.

## SPECIAL AIR SERVICE RESOURCES FUND

### STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2023

	Note	2023 \$	2022 \$
<b>Revenue</b>			
Operating Activities:			
Income from functions	6	233,549	133,328
Donations received		47,486	64,658
		<u>281,035</u>	<u>197,986</u>
Non-Operating Activities:			
Interest received		1,897	492
Dividends		79,471	55,713
		<u>81,368</u>	<u>56,205</u>
<b>Total Revenue</b>		<u>362,403</u>	<u>254,191</u>
<b>Expenses</b>			
Costs of functions	6	111,712	103,482
Chairman's function		10,063	10,605
Depreciation		20	390
Bank and merchant card charges		2,328	710
Bookkeeping fees		11,200	-
Portfolio management fees		11,394	12,731
Function administration		47,190	47,190
Filing fees		739	-
Office expenses		29,980	20,357
Information technology		18,176	19,816
Insurance		4,820	7,530
Boyamyne Road property		-	15,338
Event Sponsorship		7,820	6,215
		<u>255,442</u>	<u>244,364</u>
<b>Total Expenses</b>		<u>255,442</u>	<u>244,364</u>
<b>Net Profit for the Period</b>		<u>106,961</u>	<u>9,827</u>
Distribution to beneficiaries:			
SAS Resources Trust		68,278	-
SAS Resources Trust 2		-	61,118
Wandering Warriors Ltd.		-	48,000
Australian Special Air Service Association QLD Inc		30,142	-
		<u>98,420</u>	<u>109,118</u>
<b>Net Surplus/(Deficit) for the period from ordinary activities</b>		<u>8,541</u>	<u>(99,291)</u>
Other Comprehensive Income/(Loss):			
Net realised profit/(loss) on sales of financial assets		(23,627)	(28,727)
Movement in fair value of financial assets		63,866	(130,487)
<b>Total Comprehensive Income / (Loss)</b>		<u>48,780</u>	<u>(258,505)</u>

The above Statement should be read in conjunction with the accompanying notes.

## SPECIAL AIR SERVICE RESOURCES FUND

### STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2023

	Note	2023 \$	2022 \$
Cash flows from operating activities:			
Receipts from functions		184,981	131,510
Donations received		47,486	64,658
Payments for services		(235,360)	(281,455)
Interest received		1,958	492
Investment income		117,467	41,009
Distributions		(98,420)	(109,118)
Net cash provided by / (used in) operating activities	7b	18,112	(152,904)
Cash flows from financing activities:			
Funds from Trust 2 for investing		-	845,275
Net cash provided by investing activities		-	845,275
Cash flows from investing activities:			
Payments for investments		(1,017,013)	(3,158,095)
Proceeds from sale of investments		979,510	2,155,052
Net cash (used in) investing activities		(37,503)	(1,003,043)
Net decrease in cash held		(19,391)	(310,672)
Cash at beginning of financial year		304,143	614,815
Cash at end of financial year	7a	284,752	304,143

The above Statement should be read in conjunction with the accompanying notes.

## SPECIAL AIR SERVICE RESOURCES FUND

### STATEMENT OF CHANGES IN FUNDS

FOR THE YEAR ENDED 30 JUNE 2023

	<b>Settlement Capital \$</b>	<b>Retained Surplus \$</b>	<b>Reserve Fund \$</b>	<b>Total \$</b>
<b>Balance at 1 July 2021</b>	100	2,686,948	40,908	2,727,956
Other comprehensive loss	-	-	(130,487)	(130,487)
Net realised profit/(loss) on disposal of financial assets	-	-	(28,727)	(28,727)
Surplus/(deficit)	-	(99,291)	-	(99,291)
<b>Balance at 30 June 2022</b>	100	2,587,657	(118,306)	2,469,451

  

	<b>Settlement Capital \$</b>	<b>Retained Surplus \$</b>	<b>Reserve Fund \$</b>	<b>Total \$</b>
<b>Balance at 1 July 2022</b>	100	2,587,657	(118,306)	2,469,451
Other comprehensive income	-	-	63,866	63,866
Net realised profit/(loss) on disposal of financial assets	-	-	(23,627)	(23,627)
Surplus/(deficit)	-	8,541	-	8,541
<b>Balance at 30 June 2023</b>	100	2,596,198	(78,067)	2,518,231

The above Statement should be read in conjunction with the accompanying notes.

## SPECIAL AIR SERVICE RESOURCES FUND

### NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2023

#### **Note 1 - Statement of Significant Accounting Policies**

The financial report is a special purpose financial report which has been prepared in accordance with the recognition and measurement requirements of Australian Accounting Standards and other mandatory professional reporting requirements. The Special Air Service Resources Fund was established by Fund Deed dated 6 March 2012.

The Fund is not a reporting entity because it is unlikely that users exist who are unable to command the compilation of reports tailored so as to satisfy specifically all of their information needs. This is a special purpose financial report that has been prepared in order to satisfy the financial reporting requirements of the Australian Charities and Not-for-profits Commission Act 2012 and for internal use by the Fund.

#### **(a) Basis of Preparation**

The requirements of Australian Accounting Standards do not have mandatory applicability to the Fund because it is not a "reporting entity". However, the Trustees have determined that in order for the financial report to give a true and fair view of the Fund's financial position and performance, the requirements of Accounting Standards relating to the recognition, measurement and classification of assets, liabilities, revenues, expenses and equity should be complied with.

Accordingly, the Trustees have prepared the financial report in accordance with the recognition, measurement and classification requirements of Australian Accounting Standards and the disclosure requirements of Accounting Standards AASB 101 Presentation of Financial Statements, AASB 107 Cash Flow, AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors, AASB 124 Related Party Disclosures, AASB 1048 Interpretation of Standards and AASB 1054 Australian Additional Disclosures.

The financial report has been prepared on a historical basis, except for financial instruments and investment property which are measured at fair value.

The financial report is presented in Australian dollars.

#### **(b) Statement of Compliance**

Compliance with IFRS to the extent required by non-reporting entities does not result in the special purpose financial report comprising the financial statements and notes thereto, complying with International Financial Report Standards (IFRS) because IFRS do not exclude non-reporting entities from the scope of its standards. However, this special purpose financial report does comply with the measurement requirements of IFRS.

In the current year, the Fund has adopted all the new and revised Standards and Interpretations issued by the Australian Accounting Standards (the AASB) that are relevant to its operations and effective for reporting periods beginning on or after 1 July 2022. The fund adopted the disclosure requirements of AASB 124 Related Party Disclosures for the first time from the 1 July 2022. The adoption of these new and revised Standards and the Interpretations did not have any effect on the financial position or performance of the Fund.

Certain Australian Accounting Standards and Interpretations have recently been issued or amended but are not yet effective and have not been adopted by the Fund for the annual reporting period ended 30 June 2023. The Trustee has not early adopted any of these new or amended standards or interpretations. The Trustee has not yet fully assessed the impact of these new or amended standards (to the extent relevant to the Fund) and interpretations.

## **SPECIAL AIR SERVICE RESOURCES FUND**

### **NOTES TO THE FINANCIAL STATEMENTS (continued)**

#### **FOR THE YEAR ENDED 30 JUNE 2023**

##### **Note 1 - Statement of Significant Accounting Policies (continued)**

###### **(c) Significant Accounting Policies**

The following is a summary of the material policies adopted by the Fund in the preparation of the financial report.

###### **a) Revenue Recognition**

Donations are recognised as revenue when the amounts are received or deposited in the bank account. Donated assets are recognised as an asset at fair value at the date of donation.

Dividend revenue is recognised when received and distributions from Managed Funds are recognised in the period to which the distribution relates.

Reimbursement of dividend imputation credits from the Australian Taxation Office is brought to account in the period in which the relevant dividends are received.

###### **b) Fundraising Functions**

Revenue from fundraising functions is disclosed in the period in which the function is held. All costs of the function are similarly disclosed in the period the function is held.

###### **c) Income Tax**

The Fund is exempt from income tax under the provisions of Section 23jii of the Income Tax Assessment Act.

###### **d) Financial Instrument**

Financial instruments are mutually measured at cost on trade date, which includes transaction costs when the related contractual rights or obligations exist. Subsequently these instruments are measured at fair value through profit and loss or fair value through other comprehensive income based on an irrevocable election on initial recognition.

When the Fund elects to recognise the assets at fair value through other comprehensive income the unrealised gains or losses arising from changes in value are to be taken directly to the reserve.

Dividends from the financial instruments are recognised in profit and loss when the right to receive payment is probable and can be reliably measured.

###### **e) Reserves**

The reserve records the revaluation of financial instruments. On de-recognition of the underlying financial instruments any cumulative gain or loss may be transferred within equity.

## SPECIAL AIR SERVICE RESOURCES FUND

### NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 30 JUNE 2023

#### **Note 2 – Cash Assets**

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
Cash at bank	284,752	304,143

The Fund Deed establishing the Fund requires the Fund to be invested in authorised trustee investments under the Trustees Act 1962.

#### **Note 3 – Receivables**

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
GST Receivables	-	17,586
Interest receivable	-	62
Franking credits receivable	53,925	22,786
Other receivables	89,057	84,055
Total receivable	142,982	124,489

#### **Note 4 –Financial Assets**

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
Financial assets comprise:		
Investments in listed corporations	2,824,517	2,717,673
Managed Funds	1,012,524	955,284
Fixed Income Investments	1,400,327	1,379,073
Fair value	5,237,368	5,052,030

During the current year, Trust 2 and Trust 3 provided funds to SART Holdings Pty Ltd in its capacity as trustee for investment in an external managed investment portfolio. Trust 2 and Trust 3 maintain the unconditional right to decide when these investments are purchased, sold or otherwise transacted. Additionally, all benefits and costs associated with the investment are the responsibility of Trust 2 and Trust 3. The Fund also contributed to the investment made on behalf of itself. The investments made are held under a declaration of trust for the Trust by three of the trustees.



## SPECIAL AIR SERVICE RESOURCES FUND

### NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 30 JUNE 2023

#### Note 5 – Payables

	2023	2022
	\$	\$
GST Payable	(1,756)	-
Accounts Payable	(709)	(47)
Amounts payable to beneficiaries	(41,803)	(16,896)
	<u>(44,268)</u>	<u>(16,943)</u>

#### Note 6 – Functions – Income and Expenses

The following fundraising functions were held during the period:

<u>Income</u>	2023	2022
	\$	\$
Perth Charity Dinner	233,549	133,328
	<u>233,549</u>	<u>133,328</u>

<u>Expenses</u>	2023	2022
	\$	\$
Western Derby Breakfast	-	4,523
Perth Charity Dinner	111,712	98,959
	<u>111,712</u>	<u>103,482</u>

#### Note 7 – Cash Flow Information

	2023	2022
	\$	\$
a Cash at the end of the period as shown in the statement of cash flows is reconciled to the related item in the statement of financial position as follows:		
Cash at Bank	<u>284,752</u>	<u>304,143</u>
b Reconciliation of net cash provided by operating activities:		
Net surplus/(deficit) for year from ordinary activities	8,541	(99,291)
Non cash flows in surplus:		
Depreciation	20	390
Event Inventory	-	308
Changes in assets and liabilities:		
(Increase)/Decrease in receivables	(17,774)	(68,046)
Increase/(Decrease) in liabilities	27,325	13,735
Net cash provided by/(used in) operating activities	<u>18,112</u>	<u>(152,904)</u>

## SPECIAL AIR SERVICE RESOURCES FUND

### NOTES TO THE FINANCIAL STATEMENTS (continued)

#### FOR THE YEAR ENDED 30 JUNE 2023

##### Note 8 – Related Parties

The Trustee is SART Holdings Pty Ltd.

SART Holdings Pty Ltd Directors:

Dr Grant Walsh CSM (Chairman)	Martin Hamilton-Smith
Caron Sugars (Deputy Chairman)	James McMahon
Nicholas Brasington	Dr Stefan Nidorf
Christopher Ellison	Kerry Stokes AC
Alan Cransberg	Andrew Forrest AO
Robert Druitt	Michelle Hawksley
COMDSASR	

Listed Trustees held office for the full year.

Donations to the Fund were made by some of the Directors of the trustee company.

##### Note 9 – Financial Instruments

###### a) Interest Rate Risk

The exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on classes of financial assets is as follows:

	<b>Weighted Average Effective Interest Rate 2022</b>	<b>Fixed Interest Maturing within 1 Year 2022</b>	<b>Non-Interest Bearing 2022</b>	<b>Total 2022</b>
	<b>%</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Bank Deposits	0.05-0.19	292,425	11,717	304,142
Receivables		-	124,489	124,489
Total		292,425	136,206	428,631

	<b>Weighted Average Effective Interest Rate 2023</b>	<b>Fixed Interest Maturing within 1 Year 2023</b>	<b>Non-Interest Bearing 2023</b>	<b>Total 2023</b>
	<b>%</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Bank Deposits	0.10-1.55	240,003	44,749	284,752
Receivables		-	142,982	142,982
Total		240,003	187,731	427,734

###### b) The net fair value of financial assets approximates the values disclosed in the financial statements.

## **SPECIAL AIR SERVICE RESOURCES FUND**

### **Note 10 – Financial Assets Reserve Fund**

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
Opening balance	(118,306)	40,908
Revaluation increment/(decrement)	63,866	(130,487)
Net realised profit /(loss) on financial assets	(23,627)	(28,727)
Closing balance	<u>(78,067)</u>	<u>(118,306)</u>

### **Note 11 – Events after Balance Date**

There have been no matters or circumstances that have arisen since 30 June 2023 that have or may significantly affect the operations, results or state of affairs of the Fund.

## SPECIAL AIR SERVICE RESOURCES FUND

### TRUSTEE'S DECLARATION

The Trustee has determined that the Fund is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies described in Note 1 to the financial statements.

The Trustee declares that:

- a) The financial statements and notes, as set out in the following pages, fairly describe the Fund's financial position as at 30 June 2023 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements;
- b) In the Trustee's opinion there are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the trustees and is signed on behalf of the trustees by:



Dr Grant Walsh  
Chairman

Dated: 31 Oct 23



Robert Druitt  
Treasurer

Dated: 31/10/2023