



SPECIAL AIR SERVICE RESOURCES TRUST 2

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

30 JUNE 2023

SPECIAL AIR SERVICE RESOURCES TRUST 2

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2023

	Note	2023 \$	2022 \$
Trust Funds			
Settlement capital		10,000	10,000
Retained surplus		2,859,434	3,125,075
Reserve fund	9	(50,548)	(87,465)
		<u>2,818,886</u>	<u>3,047,610</u>
Current Assets			
Cash assets	2	1,340,459	1,351,921
Receivables	3	30,232	22,500
Total Current Assets		<u>1,370,691</u>	<u>1,374,421</u>
Non-Current Assets			
Financial assets	5	1,723,700	1,673,601
Total Non-Current Assets		<u>1,723,700</u>	<u>1,673,601</u>
Total Assets		<u>3,094,391</u>	<u>3,048,022</u>
Current Liabilities			
Payables	6	275,505	412
Total Current Liabilities		<u>275,505</u>	<u>412</u>
Total Liabilities		<u>275,505</u>	<u>412</u>
Net Assets		<u>2,818,886</u>	<u>3,047,610</u>

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

SPECIAL AIR SERVICE RESOURCES TRUST 2

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2023

	Note	2023 \$	2022 \$
Revenue			
Operating Activities:			
Donations received		-	25,800
		-	25,800
Non-Operating Activities:			
Interest received		13,689	3,019
Dividends		75,116	40,008
Distribution – SAS Resources Fund		-	61,118
		88,805	104,145
Total Revenue		88,805	129,945
Expenses			
Bank Charges		223	-
Portfolio Fees		6,356	7,102
Total Expenses		6,579	7,102
Net Income for the Period		82,226	122,843
Distributions to beneficiaries	4	347,867	183,560
Net Surplus/(deficit) for the period from ordinary activities		(265,641)	(60,717)
Other comprehensive income:			
Realised profit/(loss) on sales of financial assets		(13,181)	(16,027)
Movement in fair value of financial assets		50,098	(101,934)
Total Comprehensive Income / (Loss)		(228,724)	(178,678)

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

SPECIAL AIR SERVICE RESOURCES TRUST 2

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2023

	Note	2023 \$	2022 \$
Cash flows from operating activities:			
Donations received		-	25,800
Investment income		-	44,118
Distribution		-	61,118
Payments to beneficiaries		(24,865)	(183,560)
Payments for services		-	(27,365)
Interest received		13,403	3,018
Net cash (used in) operating activities	6b	<u>(11,462)</u>	<u>(76,871)</u>
Cash flows from investing activities:			
Payments for investments		-	(861,302)
Net cash (used in) investing activities		<u>-</u>	<u>(861,302)</u>
Net increase/(decrease) in cash held		(11,462)	(938,173)
Cash at beginning of financial period		<u>1,351,921</u>	<u>2,290,094</u>
Cash at end of financial period	6a	<u>1,340,459</u>	<u>1,351,921</u>

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

SPECIAL AIR SERVICE RESOURCES TRUST 2

STATEMENT OF CHANGES IN TRUST FUNDS

FOR THE YEAR ENDED 30 JUNE 2023

	Settlement Capital \$	Retained Surplus \$	Reserve Fund \$	Total \$
Balance at 1 July 2021	10,000	3,185,792	30,496	3,226,288
Other comprehensive loss	-	-	(101,934)	(101,934)
Net realised profit/(loss) on disposal of financial assets	-	-	(16,027)	(16,027)
Surplus/(deficit)	-	(60,717)	-	(60,717)
Balance at 30 June 2022	10,000	3,125,075	(87,465)	3,047,610

	Settlement Capital \$	Retained Surplus \$	Reserve Fund \$	Total \$
Balance at 1 July 2022	10,000	3,125,075	(87,465)	3,047,610
Other comprehensive income	-	-	50,098	50,098
Net realised profit/(loss) on disposal of financial assets	-	-	(13,181)	(13,181)
Surplus/(deficit)	-	(265,641)	-	(265,641)
Balance at 30 June 2023	10,000	2,859,434	(50,548)	2,818,886

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

SPECIAL AIR SERVICE RESOURCES TRUST 2

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 Trust No 2 was established by Trust Deed dated 16 November 2010.

The Trust 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 Trust.

(a) Basis of Preparation

The requirements of Australian Accounting Standards do not have mandatory applicability to the Trust 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 Trust'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 Statements, 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 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 Trust 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 2020. The Trust 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 Trust.

Certain Australian Accounting Standards and Interpretations have recently been issued or amended but are not yet effective and have not been adopted by the Trust 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 Trust) and interpretations.

SPECIAL AIR SERVICE RESOURCES TRUST 2

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 Trust 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 Trusts is 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 are 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 Trust 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 Trust 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 TRUST 2

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 30 JUNE 2023

Note 2 – Cash Assets

	2023	2022
	\$	\$
Cash at bank	1,340,459	1,351,921

Note 3 – Receivables

	2023	2022
	\$	\$
GST Receivables	6,892	10,526
Distribution from SAS Resources Fund	23,340	11,751
Other Receivables	-	223
Total Receivables	30,232	22,500

Note 4 – Payments to Beneficiaries

The Trust Deed directs that the Trustees may make payments to beneficiaries out of either the Net Income of the Trust or the capital of the Trust pursuant to clause 3.1 of the Deed of Trust or out of the accumulated income from previous accounting periods from time to time as the Trustees so determine.

Note 5 – Financial Assets

	2023	2022
	\$	\$
Financial assets comprise:		
Investments in listed corporations	821,091	808,630
Investments in managed portfolio	902,609	864,971
Fair value	1,723,700	1,673,601

During the current year, the Trust provided funds to SART Holdings Pty Ltd in its capacity as trustee for investment in an external managed investment portfolio. The Trust maintains 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 the Trust. The investments made are held under a declaration of trust for the Trust by three of the trustees.

Note 6 – Payable

	2023	2022
	\$	\$
SAS Resources Trust	255,603	412
Other Payables	19,902	-
Total Receivables	275,505	412

SPECIAL AIR SERVICE RESOURCES TRUST 2

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 30 JUNE 2023

Note 7 Cash Flow Information

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:	2023	2022
	\$	\$
Cash at Bank	1,340,459	1,351,921
b) Reconciliation of net cash provided by operating activities:		
Net surplus/(deficit) for year from ordinary activities	(265,641)	(60,717)
Changes in assets and liabilities:		
(Increase)/Decrease in receivables	(7,733)	(16,565)
Increase/(Decrease) in liabilities	275,093	411
Net Cash Provided by/(used in) operating activities	1,719	(76,871)

Note 8 – Related Parties

Trustees

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	

The listed trustees held office for the full year.

Donations to the Trust were made by some of the Trustees.

SPECIAL AIR SERVICE RESOURCES TRUST 2

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 30 JUNE 2023

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:

	Weighted Average Effective Interest Rate 2022 %	Fixed Interest Maturing Within 1 Year 2022 \$	Non-Interest Bearing 2022 \$	Total 2022 \$
Bank Deposits	0.1 – 0.23	1,351,481	440	1,351,921
Total Receivables		-	22,500	22,500
Total		1,351,481	22,940	1,374,421

	Weighted Average Effective Interest Rate 2023 %	Fixed Interest Maturing Within 1 Year 2023 \$	Non-Interest Bearing 2023 \$	Total 2023 \$
Bank Deposits	0.10 – 1.55	1,328,814	11,645	1,340,459
Total Receivables		-	30,232	30,232
Total		1,328,814	41,877	1,370,691

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

Note 10 – Financial Assets Reserves

	2023 \$	2022 \$
Opening balance	(87,465)	30,496
Revaluation increment/(decrement)	50,098	(101,934)
Net realised profit/(loss) on sales of financial assets	(13,181)	(16,027)
Closing balance	(50,548)	(87,465)

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 Trust.

SPECIAL AIR SERVICE RESOURCES TRUST 2

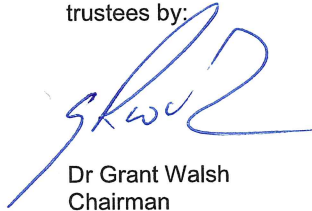
TRUSTEE'S DECLARATION

The Trustee has determined that the Trust 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 Trust's financial position as at 30 June 2023 and its performance for the period 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 Trust 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