

Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

(A Company not for gain limited by guarantee)

ABN: 64 015 412 231

Financial Report

For the Year Ended 30 June 2020

Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

ABN: 64 015 412 231

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Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

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Directors' Report

30 June 2020

The directors present their report, together with the financial statements of the Group, being the Company and its controlled entities, for the financial year ended 30 June 2020.

Directors

The names of the directors in office at any time during, or since the end of, the financial year are:

Elected directors:

Ian Breedon	(Chairman)
Katrina Horrobin	(Deputy Chair)
Clive Austin AM	
Raoul de Ferranti	(resigned 13 October 2020)
Matthew Glascott	
Jenny Lourey	
Karen Vien	(resigned 4 August 2020)
Jacquie Stratford	(resigned 13 October 2020)
Akiko Jackson	(appointed 4 August 2020)
Peter Thomas	(appointed 13 October 2020)
Michelle Frankel	(appointed 13 October 2020)

Ex officio directors:

Melissa Ellis	Chief Executive Officer, Foundation and Friends of the Botanic Gardens
Jimmy Turner	Director of Horticultural Management Royal Botanic Gardens and Domain Trust and CPMP Trust (resigned 10 March 2020)
Tony Pearson	Royal Botanic Gardens and Domain Trust nominee
Denise Ora	Chief Executive, Botanic Gardens Greater Sydney
Dr Brett Summerell	Director, Research and Chief Botanist, Australian Institute of Botanical Science, Royal Botanic Gardens and Domain Trust (appointed 10 March 2020)

Company secretary:

Juvie Ormonde

Principal activities

Foundation and Friends of the Botanic Gardens Limited (Foundation and Friends) was established to encourage the use and enjoyment of the Royal Botanic Gardens and Domain Trust (the Gardens Trust) and to involve the community in the scientific, educational, horticultural, cultural and recreational functions of the Gardens. Foundation and Friends serves as a link between the Garden's Trust and the community, and promotes, supports and contributes to the development of the Garden's Trust. The company also acts as Trustee of The Foundation and Friends of the Botanic Gardens Trust and The Foundation and Friends of the Botanic Gardens Charitable Fund.

Objectives

The objectives of Foundation & Friends are to advance the horticultural, scientific, educational, historical and cultural purposes of the Gardens, including by:

- promoting and supporting the Gardens;
- improving community awareness of the horticultural, scientific, educational, historical and cultural functions of the Gardens;
- encouraging the use and enjoyment of the Gardens by the community
- all such other things as are incidental or conducive to the attainment of these objects.

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Directors' Report

30 June 2020

Mission

To grow a strong and supportive community to advocate for and raise funds for the Botanic Gardens.

Strategies

The objectives translated into the following initiatives for 2019/20:

- Engage a broader, younger market;
- Create partnerships and collaborations with like-minded organisations;
- Ensure a rewarding volunteer program;
- Cultivate membership and increase community awareness of Foundation and Friends;
- Implement new fundraising strategies;
- Grow the newly implemented regular giving program;
- Work with the Trust to strategically fundraise for major projects;
- Ensure the relationship with the Trust and stakeholders is meaningful;
- Proactively promote science, horticulture, culture and recreation in the gardens.

Performance measures

	2019/20	2018/19
Members	4,687	5,466
Volunteer numbers	323	340
Volunteer hours	23,957	31,487

Company Governance

The Company operates under a Constitution and Board Charter. This Charter sets out the functions, key responsibilities and main operating mechanisms of the Board as well as the Board and management accountability for the Company's strategic direction and performance.

The Company has appointed three Board committees:

Finance, Audit and Risk Committee

The purpose of this Committee is to review the Company's governance and compliance protocols for the oversight of the accurate presentation of financial statements, implementation of the investment strategy, conduct of the independent audit and review and implementation of internal risk controls of (i) the Company, (ii) Foundation and Friends of the Botanic Gardens Trust and (iii) Foundation and Friends of the Botanic Gardens Charitable Fund.

Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

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Directors' Report

30 June 2020

Business Committee

The purpose of this Committee is to consider and make recommendations to the Board to assist it in fulfilling its responsibilities relating to membership retention and growth, identifying and assessing business opportunities and marketing strategy for the Company. Business is defined as all revenue generating areas other than the solicitation of donations (fundraising activities). The Business Committee is to represent the views of the members and volunteers in its recommendations to the Board.

Board Nominations Committee

The purpose of this Committee is to identify and recommend to the Board, and subsequently to the membership, persons for election to the Board of Directors, taking into account the mix of skills and experience within the Board. This also includes making recommendations for Board appointments to the Committees. The Board Charter requires the Board to consider the composition of the Board as a whole (but not its performance) and also sets out the skills and other requirements that should reside within the Board. It is these responsibilities that are delegated to the Nominations Committee. It also has the responsibility for conducting the annual performance review of the Chief Executive Officer.

Information on directors

Elected directors:

Ian Breedon

Appointed 15 November 2017, previously Ex officio Director 28 January 2015 to 15 November 2017

Qualifications

FCA

Experience

Royal Botanic Gardens and Domain Trust Nominee

Current Positions:

Chairman, Foundation and Friends of the Botanic Gardens Ltd

Chairman, Audit and Risk Committee, Royal Botanic Gardens and Domain Trust and Centennial Parklands and Moore Park Trust

Director, Alto Group Altomonte Nominees Ltd, and Altomonte Holdings Pty Ltd

Global Advisory Board Member, Urbanise.com Ltd

Chairman, Squadgate Engineering Limited (UK)

Chairman, 22 St George's Square (FREEHOLD) Ltd

Trustee, Australian Commando Welfare Trust (Chairman, Audit and Risk Committee)

Advisory Panel Member, Australian World Orchestra

International Patron, Australian World Orchestra

Prior Positions:

Chairman, Audit and Risk Management Committee, Urban Growth New South Wales Development Corporation

Director, Australian World Orchestra – 2013 to 2017 (Chairman, Audit and Risk Committee – 2016 to 2017)

Trustee, Royal Botanic Gardens and Domain Trust, NSW – 2014 to 2017

Director, RVNZI, Aveo Group – 2015 to 2016 (Chairman, Audit and Risk Committee)

Chairman, Chris O'Brien Lifehouse – 2011 to 2014 (Chairman, Audit and Risk Committee, 2005 to 2015)

Senior Partner, Deloitte – 1999 to 2014

Deloitte Global Property Group Executive – 2008 to 2014

Lead Partner, Property and Real Estate Group Australia, Deloitte – 2006 to 2014

Lead Partner, Tourism and Hospitality Group Australia, Deloitte – 2006 to 2014

Chairman, National Registries – 1997 to 1999

Chief Executive Officer, Greenwood Challoner – 1995 to 1999

Special Responsibilities

Chair, Member of Finance, Audit and Risk Committee and Board Nominations Committee.

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Directors' Report

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Information on directors (continued)

Katrina Horrobin	Appointed 13 November 2013, re-elected 9 November 2016
Qualifications	B. Com, GAICD
Experience	Current Positions: General Manager, Member Strategy and Engagement for The Association of Superannuation Funds Australia Prior Positions: Head of Marketing for Gizmo Customer Solutions Director for Dingo Blue Home and Business Customer Service Manager for Optus
Special Responsibilities	Deputy Chair, Chair of the Board Nominations Committee, Member of the Business Committee
Clive Austin AM	Appointed 13 June 2012, re-elected 11 November 2015
Qualifications	LLM, FAICD
Experience	Formerly Chairman of the Royal Botanic Gardens Foundation Other not for profit Directorships: Past Chairman and now Director of Royal Rehab Past President of the Royal Life Saving Society (NSW) Past President of Redkite
Special Responsibilities	Member of the Finance, Audit and Risk Committee and Board Nominations Committee
Raoul de Ferranti	Appointed 13 June 2012, re-elected 9 November 2016
Qualifications	B.Sc (Geology) B.Economics
Experience	Formerly President of the Friends of the Botanic Gardens. Prior Positions: Director of Esso Employees Credit Union Member of the Sydney University Human Research Ethics Committee
Matthew Glascott	Appointed 13 November 2013, re-elected 9 November 2016
Qualifications	Dip Landscape Design/Horticulture, Cert. Business
Experience	Current Positions: Founder and Director of The Glascott Landscape and Civil Pty Ltd Director of Marsupial Landscape Management Prior Positions: Founder and Director of Laborem Pty Ltd Founder and Director of Eumo Constructions Pty Ltd Co-founder and Director of Lowestbid Pty Ltd Co-founder and Director of Energy Auctions Pty Ltd Director of Irrigation Management Pty Ltd
Special Responsibilities	Member of the Business Committee

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Directors' Report

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Information on directors (continued)

Jenny Lourey	Appointed 11 November 2015, re-elected 13 November 2018
Qualifications	AICD Directors Course Graduate, Executive Development Program, Harvard University in Boston, Advanced Management Program, INSEAD at Fontainebleau, France Advanced Strategic Marketing, UNSW Graduate School of Management
Experience	Current Positions: CEO and owner, S21 Partner, The public relations agency Non-executive Director, various not for profit organisations Prior Positions: Senior Vice President, Carnival Australia Group General Manager, Qantas Holidays Area General Manager Asia Pacific and Western Europe, British Airways
Special Responsibilities	Chair of the Business Committee
Karen Vien	Appointed 15 November 2017, resigned 4 August 2020
Qualifications	B.Comm/LLB, AICD Director's Course Graduate Admitted to NSW Supreme Court and High Court of Australia
Experience	Senior Manager, Regulatory & Governance, Westpac Group Risk Prior positions: Director, Global Derivatives Reform Project, Westpac Institutional Bank Business Manager (Associate Director), FICC Emerging Markets Division, Macquarie Group Ltd Regulatory Lawyer, FICC Regulatory Risk, Macquarie Group Ltd Team Leader, Licensing & Business Operations, Australian Securities & Investments Commission
Special Responsibilities	Chair of Finance, Audit and Risk Committee
Jacquie Stratford	Appointed 15 November 2017
Qualifications	GAICD, EMFIA
Experience	Current Positions: Executive Manager for MRC, St George and Sutherland Medical Research Foundation President, BASC Cub Scout Leader, 1st Balmain Prior Positions: CEO, St George & Sutherland Medical Research Foundation Fundraising Consultant Executive Officer - St Luke's Hospital Foundation Managing Director - Dymocks Childrens Charities Executive Director - Dermatology Research Foundation Chief Operating Officer - Bosch Institute General Manager - Melanoma Foundation and MASCRI Non-Executive Director, School for Life 2015 — 2016 Director, Dymocks Childrens Charities 2012 — 2013 Fellow of Senate, University of Sydney 1995 — 1996 Non-Executive Director, Abercrombie Child Care 1992 - 1997

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Directors' Report

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Information on directors (continued)

Akiko Jackson	Appointed 4 August 2020
Qualifications	B of Law, MBA, GAICD
Experience	<p>Current Positions:</p> <p>Non-executive director, ACECDA (Australian Children's Education and Care Quality Authority) and member of Finance, Audit and Risk Committee</p> <p>Member of the Expert Advisory Group to the Minister of Service Australia on Digital Transformation</p> <p>Prior Positions:</p> <p>Non-executive director, 86 400 (digital startup bank), Chair of Board Risk Committee, member of Board Audit Committee and Board Governance and Remuneration Committee</p> <p>Member of the Strategic Advisory Committee, Department of Home Affairs</p> <p>Member of Advisory Committee, Australian Treasury</p>
Peter Thomas	Appointed 13 October 2020
Qualifications	BA (Industrial Design), EMBA
Experience	<p>Current Positions:</p> <p>Independent non-profit executive consultant</p> <p>Prior Positions:</p> <p>Chief Operating Officer and Director of Fundraising for Amnesty International Australia</p> <p>Director Responsible Audit and Risk Committee Amnesty International Australia</p> <p>Director of Fundraising and Marketing for Amnesty International Australia</p> <p>Member of global Fundraising Management Team Amnesty International</p> <p>Interim National Director for Amnesty International Australia</p> <p>Interim Deputy Director of International Fundraising for the Amnesty International Secretariat (London)</p>
Special Responsibilities	Chair of Development Committee
Michelle Frankel	Appointed 13 October 2020
Qualifications	B.S. Biology, M.S. and Ph.D. in Behavioural Ecology
Experience	<p>Current position:</p> <p>Community Conservation and Education Manager, Greening Australia</p> <p>Other positions:</p> <p>Sydney Alliance, Voices for Power Leadership Team</p> <p>Prior Positions:</p> <p>Director, Audubon Center in Greenwich (Greenwich, Connecticut, USA)</p> <p>Deputy Director of Development, Audubon Connecticut</p> <p>Conservation Biologist, Audubon Connecticut</p> <p>Director of Foundations and Government Grants, Audubon Florida</p> <p>Education Director, Earthspan</p> <p>Post-doctoral Fellow, Tel Aviv University and the International Centre for the Study of Bird Migration</p>
Special Responsibilities	Member of the Development Committee

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Directors' Report

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Information on directors (continued)

Ex officio directors:

Melissa Ellis	Appointed 1 June 2018
Qualifications	Hospitality Management, Commercial Cookery, Wine Studies and Corporate Governance
Experience	CEO of Foundation and Friends of the Botanic Gardens Prior Positions: General Manager, Castle Hill Country Club CEO, The American Club Consultant - SHOT Consulting
Jimmy Turner	Appointed 1 June 2018, resigned 10 March 2020
Qualifications	B.Sc Hort (Hons), M.Sc. Hort
Experience	Director of Horticultural Management RBGDT Trust and CPMP Trust
Tony Pearson	Appointed 21 November 2018
Qualifications	B.Comm. (with Merit) (UNSW) Member, AICD
Experience	Current Positions: Chair, Cellnet (ASX: CLT), Member of Audit and Risk Committee Non-executive director, Peak Resources (ASX: PEK) Non-executive director, Communicare Trustee, Royal Botanic Garden & Domain Trust Prior Positions: Commissioner, Independent Planning Commission Chair, White Ribbon Non-executive director, Aspire Mining Non-executive director, International Grammar School Senior Advisor, Regnan Governance and Research Managing Director, HSBC
Denise Ora	Appointed 6 February 2019
Qualifications	Postgraduate Degree Marketing/Communications Graduate Certificate Key Account Management Graduate Certificate in Business Law Graduate, Australian Institute of Directors
Experience	Current Positions: Chief Executive, Botanic Gardens Greater Sydney Prior Positions: Executive Director, Botanic Gardens & Centennial Parklands Director Strategy & Projects, Botanic Gardens and Centennial Parklands Integration Program Manager/ICT Project Manager, Botanic Gardens & Centennial Parklands Project Manager/Business Advisor – Strategy, Marketing & PR, Sutherland Shire Council Director, Newideas Consultancy Channel Marketing & Program Manager roles at a large UK Mobile Network operator

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Information on directors (continued)

Dr Brett Summerell	Appointed 10 March 2020, previously Board Member from 19 September 2013 to 1 June 2018
Qualifications	BScAgr (Hons 1), PhD
Experience	Director, Research and Chief Botanist, Australian Institute of Botanical Science, Royal Botanic Gardens & Domain Trust Adjunct Professor, University of Sydney Adjunct Professor, Kansas State University

Meetings of directors

A minimum of four board meetings are required each year. If the person was not a Director for the full year the date of appointment or cessation is shown. During the year seven Board meetings of Directors were held and two matters were resolved by circular resolution.

	Board Meetings	
	Number eligible to attend	Number attended
Ian Breedon (Chair)	7	7
Katrina Horrobin (Deputy Chair)	7	7
Clive Austin AM	7	7
Raoul de Ferranti	7	7
Matthew Glascott	7	7
Jenny Lourey	7	5
Karen Vien	7	5
Jacquie Stratford	7	5
Peter Thomas	-	-
Michelle Frankel	-	-
Melissa Ellis	7	7
Jimmy Turner – Resigned 10 March 2020	4	3
Tony Pearson	7	4
Denise Ora	7	4
Dr Brett Summerell – Appointed 10 March 2020	3	1

Members guarantee

The company is incorporated under the *Corporations Act 2001* and is a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$10 each towards meeting any outstanding obligations of the entity. At June 2020, the total amount that members of the company are liable to contribute if the company is wound up is \$46,870.

Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

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Directors' Report

30 June 2020

Auditor's independence declaration

The auditor's independence declaration in accordance with the *Australian Charities and Not for profits Commission Act 2012* for the year ended 30 June 2020 has been received and can be found on page 10 of the financial report.

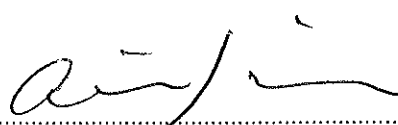
Signed in accordance with a resolution of the Board of Directors:

Director:



Ian Breedon

Director:



Akiko Jackson

Dated this 21st day of October 2020

**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 60-40 OF THE
CHARITIES AND NOT-FOR-PROFITS COMMISSION ACT 2012 TO THE RESPONSIBLE
PERSONS OF FOUNDATION AND FRIENDS OF THE BOTANIC GARDENS LIMITED
AND CONTROLLED ENTITIES**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2020 there have been:

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

ShineWing Australia

ShineWing Australia
Chartered Accountants

Muller

René Muller
Partner

Sydney, 21 October 2020

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Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

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Consolidated Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2020

		2020	2019
	Note	\$	\$
Revenue	2	2,507,063	2,231,469
Cost of sales		(223,810)	(203,695)
Gross profit		2,283,253	2,027,774
(Loss) / gain from financial assets - at FVTPL		(71,684)	51,284
Administrative expenses		(1,034,919)	(1,022,319)
Profit before income tax		1,176,650	1,056,739
Income tax expense	1(c)	-	-
Profit for the year		1,176,650	1,056,739
Donations to the Royal Botanic Gardens and Domain Trust		(1,514,672)	(568,990)
Net (loss) / profit after donations		(338,022)	487,749
Total other comprehensive income		-	-
Total comprehensive (loss) / income attributable to entity		(338,022)	487,749

The accompanying notes form part of these financial statements.

Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

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Consolidated Statement of Financial Position

As At 30 June 2020

	Note	2020 \$	2019 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	1,927,635	2,071,027
Trade and other receivables	5	69,917	63,285
Financial assets – at FVTPL	7	271,807	-
Other assets	6	16,771	5,027
TOTAL CURRENT ASSETS		2,286,130	2,139,339
NON-CURRENT ASSETS			
Financial assets – at FVTPL	7	1,967,533	2,424,196
Property, software and equipment	8	21,030	35,210
TOTAL NON-CURRENT ASSETS		1,988,563	2,459,406
TOTAL ASSETS		4,274,693	4,598,745
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	9	163,201	154,607
TOTAL CURRENT LIABILITIES		163,201	154,607
NON-CURRENT LIABILITIES			
Provisions	10	15,178	9,802
TOTAL NON-CURRENT LIABILITIES		15,178	9,802
TOTAL LIABILITIES		178,379	164,409
NET ASSETS		4,096,314	4,434,336
ACCUMULATED FUNDS			
Trust settlement		200	200
Retained earnings		4,096,114	4,434,136
TOTAL ACCUMULATED FUNDS		4,096,314	4,434,336

The accompanying notes form part of these financial statements.

Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

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Statement of Changes in Equity For the Year Ended 30 June 2020

	Note	Trust Settlement \$	Retained Earnings \$	Asset Realisation Reserve \$	Total \$
Balance at 1 July 2018		200	3,941,021	5,366	3,946,587
Opening balance adjustment on adoption of AASB 9		-	5,366	(5,366)	-
Restated total equity at 1 July 2018		200	3,946,387	-	3,946,587
Profit for the year		-	487,749	-	487,749
Balance at 30 June 2019		200	4,434,136	-	4,434,336

		Trust Settlement \$	Retained Earnings \$	Asset Realisation Reserve \$	Total \$
Balance at 1 July 2019		200	4,434,136	-	4,434,336
Loss for the year		-	(338,022)	-	(338,022)
Balance at 30 June 2020		200	4,096,114	-	4,096,314

Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

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Consolidated Statement of Cash Flows

For the Year Ended 30 June 2020

	Note	2020 \$	2019 \$
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from subscriptions (inclusive of GST)		242,612	302,370
Receipts from functions, sales and other revenue (inclusive of GST)		799,660	1,022,814
COVID-19 Financial Support		130,000	-
Receipts from donations, bequests and grants		1,145,431	810,713
Interest and dividends received		127,789	162,025
Payments to suppliers and employees (inclusive of GST)		(1,180,022)	(1,258,347)
Donations paid to Royal Botanic Gardens and Domain Trust		(1,514,672)	(568,990)
Net cash provided by/(used in) operating activities	18	<u>(249,202)</u>	<u>470,585</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of property, plant and equipment		(7,361)	(29,821)
Purchase /Sale of investments		113,171	(158,058)
Net cash provided by/(used in) investing activities		<u>105,810</u>	<u>(187,879)</u>
Net increase/(decrease) in cash and cash equivalents held		(143,392)	282,706
Cash and cash equivalents at beginning of year		<u>2,071,027</u>	<u>1,788,321</u>
Cash and cash equivalents at end of financial year	4	<u><u>1,927,635</u></u>	<u><u>2,071,027</u></u>

The accompanying notes form part of these financial statements.

Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

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Notes to the Financial Statements For the Year Ended 30 June 2020

1 Summary of Significant Accounting Policies

Basis of preparation

The financial report includes the consolidated financial statements and notes of Foundation and Friends of the Botanic Gardens Limited and Controlled Entities (The Group).

The following entities are considered by the Board to comprise the Group.

- Foundation and Friends of the Botanic Gardens Limited (Parent entity and Trustee for the following:)
- Foundation and Friends of the Botanic Gardens Trust (Controlled entity)
This entity is endorsed by ATO as a Deductible Gift Recipient (DGR) from 24 May 2012
- Foundation and Friends of the Botanic Gardens Charitable Fund (Controlled entity)

The financial statements are general purpose financial statements and have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements of the Australian Accounting Standards Board and the requirements of the Australian Charities and Not-for-profits Commission Act 2012. The Group is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Foundation and Friends of the Botanic Gardens Limited applies Australian Accounting Standards - Reduced Disclosure Requirements as set out in AASB 1053: Application of Tiers of Australian Accounting Standards and AASB 2010-2: Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements"

The financial statements, except for cash flow information, have been prepared on an accruals basis, in accordance with the historical cost convention, except for certain assets which, where applicable, are measured at fair value.

Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

The consolidated financial statements were authorised for issue by the Board onOctober 2020.

Principles of consolidation

The Group financial statements are required under AASB 10: *Consolidated Financial Statements* to consolidate those of the Parent Company and all of its controlled entities as at 30 June 2020.

Subsidiaries are entities the parent controls. The parent controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity.

The assets, liabilities and results of all subsidiaries are fully consolidated into the financial statements of the Group from the date on which control is obtained by the Group. The consolidation of a subsidiary is discontinued from the date that control ceases. Intercompany transactions, balances and unrealised gains or losses on transactions between group entities are fully eliminated on consolidation. Accounting policies of subsidiaries have been changed and adjustments made where necessary to ensure uniformity of the accounting policies adopted by the Group.

(a) Going concern

The financial report has been prepared on a going concern basis, which contemplates the continuity of normal business activity.

The directors are of the opinion that the Group will be able to meet its financial obligations as and when they fall due and payable for the next 12 month period from the date of the signed Directors' Declaration and therefore believe that the going concern basis of preparation is appropriate.

Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

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Notes to the Financial Statements

For the Year Ended 30 June 2020

1 Summary of Significant Accounting Policies (continued)

(b) New and amended accounting policies adopted by the Group

The Group has applied the following new standards for the first time for the annual reporting period commencing 1 July 2019:

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

The adoption of this standard did not have a material impact on the current year or any prior period and is not likely to affect future periods - refer to Note 1(d) for further details.

- AASB 15: *Revenue from Contracts with Customers*

The adoption of this standard did not have a material impact on the current year or any prior period and is not likely to affect future periods - refer to Note 1(d) for further details.

- AASB 16: *Leases*

The Group has adopted AASB 16 *Leases* and determined there are no leases that are within the scope of this standard. Payments for short term or low value leases are recognised as expenses over their lease term. The Group has a Service Level Agreement (SLA) in place with The Royal Botanic Gardens and Domain Trust (the Gardens Trust) - refer to Note 1(r) for further details.

(c) Income tax

No provision is made for income tax as the Group is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(d) Revenue recognition

The Group applies AASB 1058 for income streams that provide it with an asset (cash or the right to receive cash) for little or no consideration or obligations to deliver any goods or services to the donor(s) using the three step approach:

1. Asset acquisition
2. Related amounts
3. Income recognition.

The Group applies AASB 15 for income streams where it is providing goods and / or services to a customer in exchange for consideration at no significant discount using the five step approach:

1. Identify the contract with customer
2. Identify separate performance obligations in the contract
3. Determine the transaction price
4. Allocate the transaction price to separate performance obligations
5. Recognise revenue when each performance obligation is satisfied.

Amounts disclosed as revenue are net of taxes paid. Revenue is recognised as follows:

Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

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Notes to the Financial Statements

For the Year Ended 30 June 2020

1 Summary of Significant Accounting Policies (continued)

(d) Revenue recognition (continued)

(i) Subscriptions, donations, bequests, grants and business activities

- Subscriptions recognised over time on a straight-line basis over the membership term (except for memberships paid in advance for subsequent financial years which are deferred and brought to account in the relevant year of membership).
- Donations and bequests are recognised on obtaining control of the asset (cash or receivable).
- Function receipts recognised on completion of the event.
- Commission from art exhibitions is recognised upon conclusion of the exhibition, net of any amounts paid or payable to the artist(s).
- Sale of Plants and Merchandise is recognised when control (physical possession) transfers to the customer.
- Sponsorships are recognised on obtaining control of the asset (cash or receivable).
- Government Grants (including COVID-19 financial support) - refer to Note 1(s) for further details.

(ii) Volunteer Services

Volunteer services are not recognised as revenue.

(iii) Interest

Interest is recognised on an accrual basis using the effective interest method.

(iv) Dividends

Dividends are recognised on receipt with any associated refundable franking credits taken up on an accrual basis.

Dividend revenue is recognised only when the following criteria are satisfied:

- the Groups right to receive payment of the dividend is established;
- it is probable that the economic benefits associated with the dividend will flow to the Group; and
- the amount of the dividend can be measured reliably.

Dividend revenue is recognised in profit or loss.

(e) Trade and other receivables

Trade and other receivables include amounts due from customers for goods sold and services performed in the ordinary course of business. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Trade and other receivables are initially recognised at their transaction price (unless there is a significant financing component) less lifetime expected credit losses and subsequently measured at amortised cost using the effective interest method.

Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

ABN: 64 015 412 231

Notes to the Financial Statements

For the Year Ended 30 June 2020

1 Summary of Significant Accounting Policies (continued)

(e) Trade and other receivables (continued)

Trade receivables are written off if there is objective evidence regarding bankruptcy or insolvency of the debtor and no guarantees are otherwise available from any third party on behalf of the debtor. This is the approach even if enforcement activities have already been initiated.

(f) Impairment of financial assets

Impairment of financial assets is recognised in the form of a loss allowance for expected credit loss. Except for trade receivables as explained in Note 1(e) above, the loss allowance is measured as a life-time expected credit loss if, at the reporting date, the credit risk on that financial instrument has increased significantly since initial recognition. The loss allowance is measured as 12-month expected credit loss if, at the reporting date, the credit risk on a financial instrument has not increased significantly since initial recognition.

The entity determines whether there has been a significant increase in credit risk since initial recognition by comparing the risk of a default occurring on the financial instrument as at the reporting date with the risk of a default occurring on the financial instrument as at the date of initial recognition using reasonable and supportable information, unless the financial instrument is determined to have low credit risk at the reporting date.

Changes in expected credit losses from the previous reporting period are recognised in profit or loss as an impairment gain or loss.

Expected credit losses are measured with reference to the maximum contractual period and considering:

- a. an unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;
- b. the time value of money; and
- c. reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

(g) Inventories

Stock on hand

Stock is stated at the lower of cost and net realisable value

(h) Software and equipment

Software and equipment are measured on the cost basis less any accumulated depreciation and impairment losses.

Depreciation of property, software and equipment

Depreciation is calculated on a straight line basis to write off the net cost of each item of property, software and equipment over its expected useful life to the Group. The expected useful lives are as follows:

Software and equipment	3 - 8 years
------------------------	-------------

Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

ABN: 64 015 412 231

Notes to the Financial Statements

For the Year Ended 30 June 2020

1 Summary of Significant Accounting Policies (continued)

(i) Impairment of assets

At each reporting date, carrying values of the Group's assets are reviewed to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of comprehensive income.

Where the future economic benefits of the asset are not primarily dependent upon the asset's ability to generate net cash flows and when the entity would, if deprived of the asset, replace its remaining future economic benefits, value in use is the depreciated replacement cost of an asset.

Where it is not possible to estimate the recoverable amount of an assets' class, the entity estimates the recoverable amount of the cash-generating unit to which the class of assets belongs.

(j) Trade and other payables

These amounts represent liabilities for goods and services received by the Group during the reporting period that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with amounts normally paid within 30 days of recognition of the liability.

(k) Employee benefits

(i) Wages, salaries and annual leave

Provision is made for the Group's liability for employee benefits arising from services rendered by employees up to the reporting date. Employee benefits expected to be settled wholly within 12 months of the reporting date are recognised in trade and other payables and are measured at the amounts expected to be paid when the liabilities are settled.

(ii) Long service leave

The liabilities for long service leave expected to be settled more than 12 months from the reporting date are recognised in the provisions for employee benefits and are measured in accordance with (k)(i) above.

(iii) Superannuation

The amount charged to the statement of comprehensive income in respect of superannuation represents the contributions made by the Group to complying superannuation funds.

(l) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within current liabilities in the balance sheet.

Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

ABN: 64 015 412 231

Notes to the Financial Statements For the Year Ended 30 June 2020

1 Summary of Significant Accounting Policies (continued)

(m) Financial instruments

Financial assets are classified as "Fair value through profit and loss (FVTPL)" when they are not otherwise required to be measured at amortised cost or at fair value through other comprehensive income, or when they are designated as such to avoid an accounting mismatch. Such assets are subsequently measured at fair value with changes in carrying amount included in profit or loss.

The Group determines the classification of its investments at initial recognition.

Financial assets comprise marketable securities which are non-derivatives. They are included as noncurrent assets unless the Group intends to dispose of the investment within 12 months.

Investments are initially recognised at acquisition price and then subsequently carried at fair value, with gains or losses arising from the change in fair values recorded through the profit or loss. The fair values of quoted investments are based on current market prices. Transaction costs are charged to profit and loss.

(n) Provisions

Provisions are recognised when the Group has a legal or constructive obligation, as a result of past events for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(o) Goods and services tax (GST)

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 Australian Taxation Office (ATO). 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.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position.

For cashflow purposes, all figures are shown as GST inclusive.

(p) Critical accounting estimates and judgements

The directors evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and internally within the Group.

(q) Standards issued but not yet effective

There are various new and amended accounting standards applicable for future periods. The directors of the Trustee are of the view that none are expected to materially impact the entity upon becoming mandatory.

(r) Service Level Agreement

The Group entered into a Service Level Agreement (SLA) with The Royal Botanic Gardens and Domain Trust (the Gardens Trust) effective 1 July 2012, and subsequently amended, in order for the Group to further the objectives of the Gardens Trust.

Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

ABN: 64 015 412 231

Notes to the Financial Statements

For the Year Ended 30 June 2020

1 Summary of Significant Accounting Policies (continued)

(r) Service Level Agreement (continued)

Under the SLA, the Group receives the use of office space, nurseries, and certain accompanying services from the Gardens Trust, for a payment set and invoiced by the Gardens Trust annually.

(s) COVID-19 Financial Support

Federal Government Cash Flow Boost

The Company received \$50,000 Cash flow boost during the financial period and expect to receive an additional \$50,000 cash flow boost in the following financial period. The cashflow boost was recognised by the Company as revenue on an as received basis. There were no unfulfilled conditions or other contingencies in respect of the cash flow boost recognised.

Federal Government JobKeeper Wage Subsidy

The Company was in receipt of the JobKeeper government wage subsidy that was made available to businesses that have been impacted by COVID-19. The Company qualified for the subsidy as its decline in turnover resulting from the COVID-19 pandemic met the required threshold. This subsidy was recognised by the Company as revenue on accrual basis. There were no unfulfilled conditions or other contingencies in respect of the JobKeeper wage subsidy recognised.

NSW Government Small Business Support Grant

The Company was in receipt of a Small Business Support Grant that was made available to businesses that have been impacted by COVID19. The Company qualified for the subsidy as its decline in turnover resulting from the COVID19 pandemic met the required threshold. This grant was recognised by the Company as revenue on an as received basis. There were no unfulfilled conditions or other contingencies in respect of the Small Business Support Grant.

City of Sydney Cultural Sector Resilience Grant

The Company was in receipt of a Cultural Sector Resilience Grant that was made available to businesses that have been impacted by COVID19. The Company qualified for the subsidy as it proposed an exhibition schedule for the 2020/21 financial year that met the requirements of the grant. This subsidy was recognised by the Company as income received in advance and will be brought to account in the 20/21 year. The Company will need to fulfil certain grant terms & conditions or the funds will be returned to City of Sydney.

Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

ABN: 64 015 412 231

Notes to the Financial Statements

For the Year Ended 30 June 2020

2 Revenue and Other Income

	2020	2019
	\$	\$
Revenue from operating activities		
- Subscriptions	220,556	274,882
- Functions receipts	365,060	403,112
- Commission from art exhibitions	216,721	292,723
- Sale of plants	191,417	207,041
- Tours	69,568	14,025
- Donations	680,721	548,822
- Bequests	460,480	261,891
- Sponsorship	20,000	45,000
- Merchandise	3,451	5,628
- Commercial catering	319	1,434
- COVID-19 financial support	138,000	-
	<u>2,366,293</u>	<u>2,054,558</u>
Revenue from outside the operating activities		
- Interest	30,266	43,935
- Dividends	110,504	132,976
	<u>140,770</u>	<u>176,911</u>
Finance income	<u>140,770</u>	<u>176,911</u>
Revenue from ordinary activities	<u><u>2,507,063</u></u>	<u><u>2,231,469</u></u>

3 Profit from Ordinary Activities

Expenses

Profit from ordinary activities before income tax expense includes the following

Specific expenses:

Cost of sales of functions receipts	87,064	88,028
Cost of sales of commission from art exhibitions	64,643	62,782
Cost of sales of plants	27,359	32,282
Cost of sales of tours	29,965	2,849
Cost of sales of merchandise	1,762	2,655
Depreciation - Software and equipment	11,340	10,913

4 Cash and Cash Equivalents

Cash on hand	900	635
Cash accounts	1,926,735	258,861
Short-term deposits	-	1,811,531
	<u>1,927,635</u>	<u>2,071,027</u>

The above figures are reconciled to cash at the end of the financial year as shown in the statement of cash flows.

Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

ABN: 64 015 412 231

Notes to the Financial Statements For the Year Ended 30 June 2020

5 Trade and Other Receivables

	2020	2019
	\$	\$
CURRENT		
Other debtors	31,650	20,748
Accrued interest	4,201	2,645
Franking credits refundable	34,066	39,892
	<u>69,917</u>	<u>63,285</u>

Current trade receivables are non-interest bearing loans and generally receivable within 30 days. A provision for impairment is recognised where there is objective evidence that an individual trade receivable is impaired. No impairment was required at 30 June 2020 (2019: Nil).

6 Other Assets

	2020	2019
	\$	\$
CURRENT		
Prepayments	<u>16,771</u>	<u>5,027</u>

7 Financial Assets - at FVTPL

CURRENT		
Listed securities	<u>271,807</u>	-
NON-CURRENT		
Listed securities	<u>1,967,533</u>	<u>2,424,196</u>

8 Property, Software and Equipment

Software and equipment		
At cost	134,766	137,606
Less: Accumulated depreciation	<u>(113,736)</u>	<u>(102,396)</u>
	<u>21,030</u>	<u>35,210</u>

(a) Movements in carrying amounts

Reconciliations of the carrying amounts of equipment at the beginning and end of the current financial year are set out below.

	Note	Equipment \$
Carrying amount as at 1 July 2019		35,210
Additions		9,868
Donation to the Gardens Trust		(12,708)
Depreciation expense	3	<u>(11,340)</u>
Carrying amount as at 30 June 2020		<u>21,030</u>

Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

ABN: 64 015 412 231

Notes to the Financial Statements

For the Year Ended 30 June 2020

9 Trade and Other Payables

	2020	2019
	\$	\$
CURRENT		
Income received in advance	45,689	28,116
Trade and other creditors	61,568	80,274
Employee benefits - annual leave	35,944	33,509
Grant received in advance	20,000	12,708
	<u>163,201</u>	<u>154,607</u>

10 Provisions

NON-CURRENT

Employee benefits - long service leave	15,178	9,802
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11 Remuneration of Auditors

During the year the following amount was paid to the auditor of the group:

- Fees paid for audit of the financial report	18,350	18,000
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12 Events after the end of the Reporting Period

To the best of the knowledge of the directors, no matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Group, the results of those operations or the state of affairs of the Group in future financial years.

The COVID-19 pandemic significantly impacted the entity's operations during the financial year. Subsequent to the end of the financial year, the pandemic and its impact has continued to evolve with further outbreaks in parts of Australia, result in lockdown restrictions in some states and border closures between states. There have also been new government stimulus packages offered and the situation continues to evolve at the date of approving these financial statements. It is not practical to estimate the full potential impact on the entity post balance date, however, management and the board continues to monitor the situation and in the event the COVID-19 pandemic impacts are more severe or prolonged than anticipated, this may have further adverse impacts on the recoverability and fair value assets post 30 June 2020.

Refer note 1(s) for COVID-19 related Government Support received.

13 Contingent Liabilities and Contingent Assets

The directors are not aware of any contingent liabilities that are likely to have a material effect on the results of the Group.

14 Key Management Personnel Remuneration

Any persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity are considered key management personnel.

Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

ABN: 64 015 412 231

Notes to the Financial Statements For the Year Ended 30 June 2020

14 Key Management Personnel Remuneration (continued)

The totals of remuneration paid to key management personnel of the group during the year are as follows;

	2020	2019
	\$	\$
Key management personnel compensation	181,937	186,455

The Board of Directors do not receive remuneration for their services.

15 Financial Risk Management

The Group's financial instruments consist mainly of cash, receivables, marketable securities, and payables.

The carrying amounts for each category of financial instruments, measured in accordance with AASB 9 as detailed in the accounting policies to these financial statements, are as follows:

		2020	2019
	Note	\$	\$
Financial assets			
Cash and cash equivalents	4	1,927,635	2,071,027
Trade and other receivables	5	69,917	63,285
Financial assets - at FVTPL	7	2,239,340	2,424,196
Total financial assets		4,236,892	4,558,508
Financial liabilities			
Trade and other payables	9	163,201	154,607
Total financial liabilities		163,201	154,607

Fair values

The fair values and carrying amounts of financial assets and financial liabilities are disclosed in the statement of financial position and in the notes to the financial statements.

16 Related Parties

There are no related party transactions.

17 Company Details

The registered office and principal place of business of the company is:

Foundation and Friends of the Botanic Gardens Limited
Cottage 6
Mrs Macquaries Road
SYDNEY NSW 2000

Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

ABN: 64 015 412 231

Notes to the Financial Statements

For the Year Ended 30 June 2020

18 Reconciliation of Profit after Income Tax to Net Cash Inflow from Operating Activities

	2020	2019
	\$	\$
Net profit after related income tax	(338,022)	487,749
Cash flows excluded from profit attributable to operating activities		
- Depreciation	11,340	10,913
- Loss/(gain) from financial assets - at FVTPL	71,715	(51,283)
Changes in assets and liabilities:		
- decrease/(increase) in trade and other receivables	4,495	(21,689)
- increase in prepayments	(10,980)	-
- decrease in income received in advance	(17,573)	(1,114)
- increase in trade and other creditors	36,874	75,106
- decrease in provisions for employee benefits	(7,051)	(29,097)
Net cash (outflow)/inflow from operating activities	<u>(249,202)</u>	<u>470,585</u>

19 Additional Information to be Furnished under the Charitable Fundraising Act, 1991

Foundation and Friends of the Botanic Gardens Limited (the Parent Entity) and Foundation and Friends of the Botanic Gardens Trust (the Controlled Entity) undertook fundraising appeals throughout the year. Both entities hold an authority to fundraise under the Charitable Fundraising Act 1991 (NSW). Additional information and declarations to be furnished under this Act follows:

(a) Details of aggregate gross income from fundraising appeals

In the financial year ended 30 June 2020 the gross income obtained from fundraising appeals conducted by the Company did not exceed \$20,000.

	2020	2019
	\$	\$
Foundation and Friends of the Botanic Gardens Trust		
Gross income from fundraising appeals		
Income from fundraising	680,721	548,821
Less: Direct costs of fundraising	(170,290)	(113,935)
Net surplus obtained from fundraising	<u>510,431</u>	<u>434,886</u>
Gross comparisons		
Direct costs of fundraising/Income from fundraising	25%	21%
Net surplus from fundraising/Income from fundraising	75%	79%

(b) Statement showing how funds received were applied

Funds brought forward from previous year	1,894,450	1,765,856
Net surplus obtained from all fundraising	510,430	434,886
Investment and other income	50,254	65,494
Funds available for charitable purposes	<u>2,455,134</u>	<u>2,266,236</u>
Funds paid out to The Royal Botanic Gardens and Domain Trust	(869,083)	(371,786)
Funds carried forward	<u>1,586,051</u>	<u>1,894,450</u>

Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

ABN: 64 015 412 231

Notes to the Financial Statements

For the Year Ended 30 June 2020

19 Additional Information to be Furnished under the Charitable Fundraising Act, 1991 (continued)

(b) Statement showing how funds received were applied (continued)

In relation to fundraising proceeds unspent at the reporting date, the Trust carries forward commitments for future years on projects related to the Gardens Trust. Accordingly, amounts applied in any particular year to the charitable purpose may be greater or less than the net surplus obtained from fundraising appeals in that year.

Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

ABN: 64 015 412 231


Notes to the Financial Statements

For the Year Ended 30 June 2020


Declaration by Directors as required by the Charitable Fundraising Act 1991 (NSW)

In the Directors' opinion:

- a. the Financial Statements give a true and fair view of all income and expenditure of Foundation and Friends of the Botanic Gardens Limited and its controlled entities with respect to fundraising appeals, and
- b. the Statement of Financial Position gives a true and fair view of the state of affairs of the Foundation and Friends of the Botanic Gardens Limited and its controlled entities with respect to fundraising appeals, and
- c. the provisions of the Charitable Fundraising Act 1991 (NSW), the regulations under the Act and the conditions attached to the authority have been complied with; and
- d. the internal controls exercised by the Foundation and Friends of the Botanic Gardens Limited and its controlled entities are appropriate and effective in accounting for all income received and applied from any of its fundraising appeals.

Director: 

Ian Breedon

Director: 

Akiko Jackson

Dated this 21st day of October 2020

Foundation and Friends of the Botanic Gardens Limited and Controlled Entities

ABN: 64 015 412 231

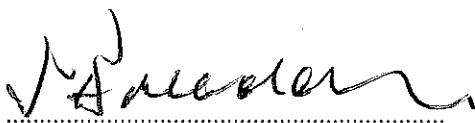
Directors' Declaration

In accordance with a resolution of the directors of Foundation and Friends of the Botanic Gardens Limited, the directors of the Company declare that:

1. The consolidated financial statements and notes, as set out on pages 11 to 28, are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and:
 - a. comply with Australian Accounting Standards - Reduced Disclosure Requirements (including the Australian Accounting Interpretations) and the *Australian Charities and Not-for-profits Commission Regulation 2013*; and
 - b. give a true and fair view of the financial position as at 30 June 2020 and of the performance for the year ended on that date
2. In the directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

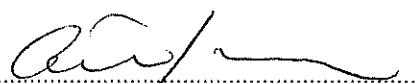
This declaration is made in accordance with a resolution of the Board of Directors and is signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Director



Ian Breedon

Director



Akiko Jackson

Dated this 21st day of October 2020

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF FOUNDATION AND FRIENDS OF THE BOTANIC GARDENS LIMITED

Opinion

We have audited the financial report of Foundation and Friends of the Botanic Gardens Limited ("the Company") and its controlled entities ("the Group"), which comprises the consolidated statement of financial position as at 30 June 2020, the consolidated statement of comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors declaration.

In our opinion, the accompanying financial report of the Group is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- giving a true and fair view of the Group's financial position as at 30 June 2020 and of its financial performance and cash flows for the year then ended, and
- complying with Australian Accounting Standards – Reduced Disclosure Requirements 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 Company in accordance with the auditor independence 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.

Information other than the Financial Report and Auditor's Report thereon

The directors are responsible for the other information. The other information comprises the information included in the Group's annual report for the year ended 30 June 2020, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly 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 on 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.

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Sydney
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Sydney NSW 2000
T + 61 2 8059 6800
F + 61 2 8059 6899



Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with the Australian Accounting Standards – Reduced Disclosure Requirements and 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 is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group 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 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 judgement and maintain professional scepticism throughout the audit.

We 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.

We 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 Group's internal control.

We evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

We conclude on the appropriateness of the director's 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 Group'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 Group to cease to continue as a going concern.

We 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 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.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them, all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on the requirements of the *NSW Charitable Fundraising Act 1991* and the *NSW Charitable Fundraising Regulations 2015*

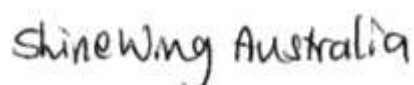
We have audited the financial report as required by Section 24(2) of the *NSW Charitable Fundraising Act 1991*. Our procedures included obtaining an understanding of the internal control structure for fundraising appeal activities and examination, on a test basis, of evidence supporting compliance with 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*.

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 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 Foundation and Friends of the Botanic Gardens Limited has been properly drawn up and associated records have been properly kept during the financial year ended 30 June 2020, in all material respects, in accordance with:
 - a. Sections 20(1), 22(1-2), 24(1-3) of the *NSW Charitable Fundraising Act 1991*
 - b. Sections 10(6) and 11 of the *NSW Charitable Fundraising Regulations 2015*
- b) The money received as a result of fundraising appeals conducted by entity during the financial year ended 30 June 2020 has been properly accounted for and applied, in all material respects, in accordance with the above mentioned Act and Regulations.

The logo for ShineWing Australia, featuring the company name in a stylized, handwritten-style font.

ShineWing Australia
Chartered Accountants

A handwritten signature in black ink, appearing to read 'R Muller'.

René Muller
Partner

Sydney, 21 October 2020