

Annual Report 2021



XAVIER COLLEGE FOUNDATION LIMITED
ABN 52 005 403 476

Registered Office: Xavier College, 135 Barkers Road, Kew 3101

Telephone: (03) 9815 4542

President: Christopher Callinan

Vice President: Paul Ferla

Executive Director: Shane Healy

Secretary: Rose-Mary Cassin

Banker: Commonwealth Bank of Australia Limited
Macquarie Bank Limited
Catholic Development Fund

Auditor: Deloitte Touche Tohmatsu

DIRECTORS:

CHRISTOPHER CALLINAN
President, Chairman of Directors

PAUL FERLA
Vice President, Treasurer

ROSE-MARY CASSIN
Secretary

PATRICK CODY

MICHEL ESNAULT
(commenced 23 June 2021)

DAMIEN FARRELL

CAROLYN IRELAND

PETER WALSH

MR WILLIAM DOHERTY
Principal

FR CHRIS MIDDLETON SJ
Rector

Xavier College Foundation – Executive Director

SHANE HEALY

XAVIER COLLEGE FOUNDATION LIMITED
ABN 52 005 403 476
President's Report

The COVID-19 pandemic continues to adversely impact the Xavier family and the community at large, and for the Foundation it has been a difficult investment environment in terms of income, but a remarkable year of growth. The total net assets of the Funds for which the Foundation is responsible have grown by \$25 million - from \$32.7 million to \$57.9 million - due in large part to a once in a generation inflow of funds from the Margaret Littledale Tutton bequest, but also due to our Investment Committee achieving a significant growth in the value of investments. Despite the environment, the Xavier Community has again responded generously to the annual Inspiring Excellence appeal. As a result, and notwithstanding the volatile investment environment, the Foundation will make a strong contribution to the College this year, but importantly, is now well placed to make stronger contributions in future years.

The Margaret Littledale Tutton Trust

In an extraordinary event during the year, our Foundation was given custody of the largest single bequest in its recent history from the Margaret Littledale Tutton Trust - amounting to more than \$14 million. This Trust had formerly been administered by Foundation Director Peter Walsh and has been the source of significant donations over many years. With these assets now transferred, the Foundation has advised the College that in accordance with Margaret Tutton's wishes there will be 15 new scholarships and bursaries named in her honour, and others of her family, to be available for opportunities for new students at Xavier commencing in the 2022 year.

Contributions to Xavier

It is pleasing that despite the difficulty in achieving income in the current investment environment, the Foundation's investment Committee has achieved similar income to last year on a like for like corpus. Contributions to the College from donations and investment returns totalled \$1,503,082 made up of \$969,452 from the Endowment Fund, \$508,618 from the Ignatius Education Fund, \$11,330 from the Building Fund and \$13,682 from the Library Fund.

Inspiring Excellence Appeal

Once again, the generosity of the Xavier community was reflected in the annual Inspiring Excellence campaign with donations at time of writing totalling \$210,000 adding to \$271,000 last year.

New Board Directors

The Foundation has benefited from the contribution and enthusiasm of new Directors Damien Farrell and Carolyn Ireland who joined the board last year. At its May 2021 meeting the Board approved the appointment of lawyer Michel Esnault (XC 1997) as a new director. We welcome Michel and look forward to his contribution.

Future Fundraising

The Xavier College Master Plan has set a bold new direction for the College. The move to a two-campus model, and the accommodation of years seven and eight in a new building is but a part of the development of the College that will take place over the coming years. This will require major support.

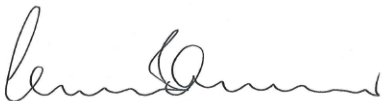
The Board and the Executive are working to ensure the appropriate structure is in place to implement an effective plan to help fund these vital improvements at the College

Gratitude

Your Foundation is grateful to the many people who have contributed to our results in 2020/21

- Our many generous donors & supporters – especially in this difficult year.
- Mr Peter Walsh, who does so much for the Foundation as a director, generous personal supporter, and Trustee of the Eldon Hogan and several other major benefactor Trusts. We appreciate Peter’s wise counsel.
- Our Foundation Board and Mrs Rose-Mary Cassin for her work as the Secretary to the Foundation Board.
- The Investment Committee members led by Paul Ferla - Patrick Cody, Ben Dalling, Anthony Garvey, John McKinnon, and Andrew Polson who give generously of their time, and once again have successfully managed the various Foundation funds.
- The Foundation Executive Team - Shane Healy, Bernadette Batten, Heather Murphy and Peter McDonnell who work so well to make sure the day-to-day activities of the Foundation progress efficiently to the ultimate benefit of Xavier College.
- The Rector Fr Chris Middleton SJ and Principal Mr William Doherty, Principal of Xavier College who keep us informed on and aligned with the College.
- Our Advancement Committee – Damien Farrell, Patrick O’Brien, Don Smarrelli AO, Stephen Parnis, Debbie De Souza, and Anthony Healy

The Foundation remains committed to its core activities of fundraising, investment, and administration of corpus, to provide scholarships and bursaries that extend a Jesuit education to those who may not be able to otherwise realise this opportunity as well as helping fund capital works. Our focus in 2022 and beyond will also include the abovementioned planning for and implementation of a campaign with the Xavier Community to help provide the funding that will ensure that the College’s Master Plan is realised. This is critical for Xavier College to thrive into the future.



Christopher Callinan

President

3 November 2021

XAVIER COLLEGE FOUNDATION LIMITED
ABN 52 005 403 476

Principal's Report

In 2021, the College undertook and announced one of the most important elements of our strategic planning for the College, namely the College Master Plan.

This critical document builds upon both the College's **XC150** Strategic Plan and the major *Building the Future* announcement that signalled the complete restructuring and realignment of the College. To this end, at the conclusion of this academic year the College will formally close its educational provisions at Kostka Hall and will proceed forward with a two-campus footprint.

While the release of the Master Plan at this point has been constrained to the Senior Campus, the Burke Hall edition has been deeply considered in the process and is expected to be finalised around the close of the year.

Further to the release of the Master Plan, the College has also clearly signalled its intention to commence construction of a new Year 7 and 8 educational precinct on the Senior Campus. Fittingly, the building will be known as Kostka and is expected to exude the same warmth and strong understanding of relationship and place as was so evident on the Brighton campus over its eight decades of education.

The College now holds firm belief in not only its capacity but also its vision and direction for the comprehensive development of its physical resources and facilities. In doing so, it will remain always mindful that it is its people, the programs that it offers to inspire current and future students and its ability to fulfil its mission of forming aspirational graduates of distinct Jesuit character that must remain at the core of all that is undertaken.

While a keen sense of development and growth is present, the College has yet again needed to undertake this planning within a backdrop of ongoing COVID-19 restrictions and pressures. This has required new ways of maintaining educational and wellbeing support to our students and families, as well as to the College staff who have worked tirelessly to adapt and provide in the challenging circumstances.

Xavier remains ever grateful for the meaningful support that the Foundation provides, especially in these circumstances and in its orientation of supporting and providing opportunity for students through bursaries and scholarships. Further, the College will be ever mindful and is enormously appreciative of the extraordinary generosity of the bequest from Margaret Tutton to this important aspect of a Jesuit education. The stewardship of this educational gift, as received through the astute governance of the Foundation, remains an important responsibility for the College.

On behalf of the College, I extend our thanks to the dedicated and informed work of the Foundation Board, to its Chair, Mr Chris Callinan, its committee members and its donors and supporters. I acknowledge and thank Mr Shane Healy as Executive Director of the Foundation and to all of his highly capable colleagues in the Office of Engagement, including the Deputy Director Ms Bernadette Batten and our Foundation and Administration Coordinator Ms Heather Murphy.

The College very much looks forward to partnering with the Foundation in the exciting work that lies ahead in the re-development of the College campuses as we reimagine our educational potential and together 'build our future.'



William Doherty
Principal

XAVIER COLLEGE FOUNDATION LIMITED
ABN 52 005 403 476

Directors' Report

The Directors make this Report as follows:

In this Report:

"Annual Report" means the 2021 Annual Report of the Foundation of which this Report forms part

"the Act" means Australian Charities and Not-for-profits Commission Act 2012

"the Foundation" means Xavier College Foundation Limited

ACN 005 403 476 / ABN 52 005 403 476

"the year" means the financial year ended 30 June 2021

"the Directors" means the Directors of the Foundation

"year end" means 30 June 2021

"the prior year" means the financial year ended 30 June 2020.

Xavier College Foundation Limited (the Foundation) was incorporated as a company limited by Guarantee on 12th December 1977. It is a public company under the Australian Charities and Not-for-profits Commission Act 2012. The control, management and conduct of the affairs of the Foundation are vested in a Board of Directors, who through various standing Committees is responsible for its continual growth and development.

REVIEW AND RESULTS OF OPERATIONS

For the year the aggregate of the investments of the Endowment and Ignatius Education Fund was \$47.41 million compared with \$21.12 million in the previous year. The aggregate of accumulated funds of the Endowment and Ignatius Education Fund was \$52.44 million compared with \$29.06 million at the end of the prior year.

During the year a total \$1.50 million was paid to Xavier College from the prior earnings of the various Funds of the Foundation. The equivalent contribution to the College the prior year was \$4.01 million.

ENDOWMENT FUND

Total members' funds at year end were \$24,490,078 being an increase of \$3,235,497 on the position at the end of the prior year, due primarily to the increase in unrealised gain on Investments

Dividends received on investments during the year totalled \$854,321 being \$62,949 less than receipts in the prior year. Net unrealised gains on investments were \$2,978,844 compared with net unrealised losses in the prior year of \$838,448, a difference of \$3,817,292. There was a net realised gain on sales of investments of \$230,930 compared with a net loss of \$42,883 in the previous period.

Interest income earned in the year of \$85,435 compared with \$105,907 in the prior year.

Administration expenses, mainly, brokerage and audit costs, incurred by the fund during the year were \$70,827 compared with \$76,391 last year.

Operating Result

The operating surplus of the Endowment Fund prior to distribution to Xavier College was \$4,204,949 compared with the prior year of \$153,409, a difference of \$4,051,540. This difference is due to a decrease in income of \$45,129 offset by the realised and unrealised gains this year of \$3,209,774 compared to losses last year of \$881,331.

During the year it was pleasing, under the provisions of the Constitution, to distribute a grant of \$969,452 to the College from the prior year's earnings. In the prior year a grant of \$1,357,105 was made. After accounting for these grants the net surplus for the year was \$3,235,497 compared with the prior year's deficit of \$1,203,696.

BUILDING FUND

Accumulated funds at year end of the Xavier College Building Fund, of which the Foundation is a trustee, were \$5,379,793 compared with \$3,574,733 at the end of the prior year.

Donations received totalled \$1,794,471 compared with the previous year of \$1,471,030.

The Building Fund made payments to Xavier College from the prior year's earnings of \$11,330 for building costs. Payments of \$2,214,773 were made in the prior year.

LIBRARY FUND

Accumulated funds at year end of the Xavier College Library Fund of which the Foundation is a trustee were \$45,242 compared with \$58,208 at the end of the prior year.

The fund received donations in the current year of \$950 compared with donations in the prior year of \$8,484. In the current year a distribution of \$13,682 was made to Xavier College by the Library Fund; compared to a distribution in the prior year of \$7,738.

IGNATIUS EDUCATION FUND

Accumulated funds of the Ignatius Education Fund at year end were \$27,950,641 being an increase of \$20,144,506 on the position at the end of the prior year. The major reason for this increase was the receipt of a bequest of \$14.60 million from the Estate of Margaret Littledale Tutton.

Operating result

Donations and bequest income in the current year totalled \$15,111,222 compared with \$371,802 in the prior year. Dividends and interest received on investments during the year totalled \$720,773 being \$380,190 more than receipts in the prior year. Unrealised gains on investments were \$4,547,877 compared with unrealised losses in the prior year of \$613,724. Realised net gains on sale of investments were \$317,211 compared to net gains of \$38,531 in the previous period.

Administration expenses, mainly, brokerage and audit costs, incurred by the fund during the year were \$47,138 an increase on the prior year of \$11,701.

The operating surplus of the Ignatius Education Fund, prior to distribution to Xavier College was \$20,653,124 compared with the prior year's surplus of \$111,599, an increase of \$20,541,525.

During the year, it was pleasing to distribute a total of \$508,618 to the College for scholarships and bursaries. The total distribution in the prior year was \$434,686.

After accounting for these payments, the surplus for the year was \$20,144,506 compared with a deficit of \$323,087 in the prior year.

BENEVOLENT FUND

The Benevolent Fund will continue to provide a tax effective way for Old Xaverians and others to support Old Xaverians and our wider community in necessitous circumstances.

The Fund had a balance of \$52,692 at year end compared to a balance of \$48,516 at the end of the prior year. Its operating surplus in the current year was \$4,176 compared with an operating surplus of \$14,918 for the year ended 30 June 2020.

SUBSEQUENT EVENTS

The COVID-19 outbreak has resulted in significant volatility in the global share markets. This has not had a material impact on the market value of the Foundation's investment portfolio since 30 June 2021.

There has been no other transactions or events of a material and unusual nature between the end of the reporting period and the date of the report likely, in the opinion of the Directors of the Foundation, to affect significantly the operations of the Foundation, the results of those operations, or state of affairs of the entity in future years.

INDEMNIFICATION OF OFFICERS

The Foundation has not, during or since the financial year, in respect of any current or former officer or auditor of the Foundation, indemnified or made any relevant agreement for indemnifying against a liability.

The Foundation has, during or since the financial year, in respect of any current or former officer or auditor of the Foundation, paid or agreed to pay a premium in respect of a contract insuring against a liability for legal costs.

PROCEEDINGS ON BEHALF OF FOUNDATION

No person has applied for leave of court to bring proceedings on behalf of the Foundation or intervene in any proceedings to which the Foundation is a party for the purpose of taking responsibility on behalf of the Foundation for all or any part of those proceedings. The Foundation was not a party to any such proceedings during the financial year.

AUDITORS'S INDEPENDENCE DECLARATION

The auditor's independence declaration is included on page 11 of the annual report.

**XAVIER COLLEGE FOUNDATION LIMITED
ABN 52 005 403 476**

Directors' Report

Number of meetings of Directors

DIRECTOR	MEETINGS ATTENDED	
	A	B
Christopher Callinan	7	7
Rose-Mary Cassin	7	7
Patrick Cody	7	7
William Doherty	7	6
Michel Ensnauld <i>(commenced 23 June 2021)</i>		
Damien Farrell	7	7
Paul Ferla	7	7
Carolyn Ireland	7	6
Fr Chris Middleton SJ	7	5
Peter Walsh	7	6

A = Number of eligible meetings held during the year. **B** = Number of meetings attended

In the case of those who held office for part of the accounting period **A** means the number of meetings held while the person was a director and **B** means the number of those meetings the person attended.

The Foundation is an incorporated company limited by guarantee. The maximum amount of contribution of each Member of the Foundation is \$5.00. This amount may not be called up except in the event and for the purposes of the winding up of the Foundation. At 30 June 2021 the number of Members was 1,043.

This Report is made in accordance with a resolution of the Directors.



Director

Dated this 3rd day of November 2021

Independent Auditor's Report to the members of Xavier College Foundation Limited

Opinion

We have audited the financial report, being a special purpose financial report of Xavier College Foundation Limited (the "Entity") which comprises the statement of financial position as at 30 June 2021, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, 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 Entity is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* (the "ACNC Act"), including:

- (i) giving a true and fair view of the Entity's financial position as at 30 June 2021 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards to the extent described in Note 1, 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 Entity in accordance with the auditor independence requirements of the ACNC Act and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. 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.

Emphasis of Matter – Basis of Accounting and Restriction on Distribution and Use

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the ACNC Act. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Other Information

The directors are responsible for the other information. The other information comprises the president, the principal and the directors' reports for the year ended 30 June 2021 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 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.

Responsibilities of the Directors for the Financial Report

The directors of the Entity are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the ACNC Act and the needs of the members. The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Entity to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intend to liquidate the Entity or to cease operations, or has 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 the 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.

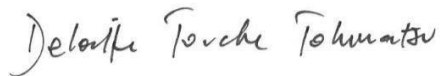
As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Deloitte.

- Conclude on the appropriateness of management'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 Entity'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 Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



DELOITTE TOUCHE TOHMATSU



Peter Glynn
Partner
Chartered Accountants
Melbourne, 3 November 2021

The Board of Directors
Xavier College Foundation Limited
Barkers Road
KEW VIC 3101

3 November 2021

Dear Board Members,

Xavier College Foundation Limited

In accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, I am pleased to provide the following declaration of independence to the Directors of Xavier College Foundation Limited.


As lead audit partner for the audit of the financial statements of Xavier College Foundation Limited for the financial year ended 30 June 2021, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audits.

Yours sincerely,



DELOITTE TOUCHE TOHMATSU



Peter Glynn
Partner
Chartered Accountants

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XAVIER COLLEGE FOUNDATION LIMITED
ABN 52 005 403 476

Directors' Declaration

As detailed in Note 1 to the financial statements, the company is not a reporting entity because in the opinion of the directors there are unlikely to exist users of the financial report who are unable to command the preparation of reports tailored so as to satisfy specifically all of their information needs. Accordingly, this 'special purpose financial report' has been prepared to satisfy the directors' reporting requirements under the Australian Charities and Not-for-profit Commission Act 2012.

The directors declare that:

- (a) 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; and
- (b) in the directors' opinion, the attached financial statements and notes thereto are in accordance with the Australian Charities and Not-for-profit Commission Act 2012, including compliance with accounting standards and giving a true and fair view of the financial position and performance of the entity.

Signed in accordance with a resolution of the directors made pursuant to s.60.15 of the Australian Charities and Not-for-profit Commission Regulations 2013.

On behalf of the Directors



Director

Dated this 3rd day of November 2021

XAVIER COLLEGE FOUNDATION LIMITED
ABN 52 005 403 476

Statement of Profit or Loss and Other Comprehensive Income - Year ended 30 June 2021

	Note	2021 \$	2020 \$
Income	2	1,066,002	1,111,131
Net unrealised gain/ (loss) on investments		2,978,844	(838,448)
Net realised gain/ (loss) on investments		230,930	(42,883)
Other expenses		(70,827)	(76,391)
Grants to Xavier College		<u>(969,452)</u>	<u>(1,357,105)</u>
Surplus/ (deficit) for the year		<u>3,235,497</u>	<u>(1,203,696)</u>
Other comprehensive income		-	-
Total comprehensive surplus/ (deficit) for the year		<u>3,235,497</u>	<u>(1,203,696)</u>

The accompanying notes form part of these financial statements.

XAVIER COLLEGE FOUNDATION LIMITED
ABN 52 005 403 476

Statement of Financial Position – Year ended 30 June 2021

	Note	2021 \$	2020 \$
Current assets			
Cash and cash equivalents	4	2,013,900	3,914,076
Receivables	5	451,086	481,943
Financial assets	6	<u>21,273,693</u>	<u>14,803,596</u>
Total current assets		<u>23,738,679</u>	<u>19,199,615</u>
Non-current assets			
Receivables	5	<u>1,937,500</u>	<u>2,093,750</u>
Total non-current assets		<u>1,937,500</u>	<u>2,093,750</u>
Total assets		<u>25,676,179</u>	<u>21,293,365</u>
Current liabilities			
Payables & Accruals	7	<u>1,186,101</u>	<u>38,784</u>
Total current liabilities		<u>1,186,101</u>	<u>38,784</u>
Total liabilities		<u>1,186,101</u>	<u>38,784</u>
NET ASSETS		<u>24,490,078</u>	<u>21,254,581</u>
Members' funds			
Accumulated funds		24,490,078	21,254,581
TOTAL MEMBERS' FUNDS		<u>24,490,078</u>	<u>21,254,581</u>

The accompanying notes form part of these financial statements.

XAVIER COLLEGE FOUNDATION LIMITED
ABN 52 005 403 476

Statement of Cash Flows – Year ended 30 June 2021

	Note	2021 \$	2020 \$
Cash flows from operating activities			
Receipts from Donors and Members		121,838	84,164
Interest received		105,902	109,397
Payments to Xavier College, Xavier College Building Fund and suppliers		(1,028,730)	(1,447,259)
Receipts from investments (dividends and distributions)		869,119	1,068,791
		<hr/>	<hr/>
Net cash provided/(used) by operating activities	11(b)	<hr/> 68,129	<hr/> (184,907)
Cash flows from investing activities			
Proceeds from sale of investments		2,378,619	5,318,618
Purchase of investments		(5,638,942)	(4,007,791)
		<hr/>	<hr/>
Net cash (used)/provided by investing activities		<hr/> (3,260,323)	<hr/> 1,310,827
Cash flows from financing activities			
Proceeds from related parties		1,135,768	-
Proceeds from loans to related parties		156,250	125,000
		<hr/>	<hr/>
Net cash provided by financing activities		<hr/> 1,292,018	<hr/> 125,000
Net (decrease)/increase in cash held		(1,900,176)	1,250,920
Cash and cash equivalents at the beginning of the financial year		<hr/> 3,914,076	<hr/> 2,663,156
Cash and cash equivalents at the end of the financial year	11(a)	<hr/> 2,013,900	<hr/> 3,914,076

The accompanying notes form part of these financial statements.

XAVIER COLLEGE FOUNDATION LIMITED
ABN 52 005 403 476

Statement of Changes in Equity – Year ended 30 June 2021

	Accumulated funds \$
Balance at 1 July 2019	22,458,277
Deficit for the year	(1,203,696)
Total comprehensive deficit for the year	<u>(1,203,696)</u>
Balance at 30 June 2020	<u>21,254,581</u>
Balance at 1 July 2020	21,254,581
Surplus for the year	3,235,497
Total comprehensive surplus for the year	<u>3,235,497</u>
Balance at 30 June 2021	<u>24,490,078</u>

The accompanying notes form part of these financial statements.

XAVIER COLLEGE FOUNDATION LIMITED
ABN 52 005 403 476

Notes to the Financial Statements – Year ended 30 June 2021

1. Statement of significant accounting policies

The Xavier College Foundation's registered office and its principal place of business are as follows:

Registered office:	Principal place of business
135 Barkers Road	135 Barkers Road
Kew VIC 3101	Kew VIC 3101

The Foundation is a company limited by guarantee, incorporated and domiciled in Australia.

Financial reporting framework

This financial report is a special purpose report prepared for the members of the Foundation and to enable compliance with the provisions of the Australian Charities and Not-for-profits Commission Act 2012. The Foundation is not a reporting entity because in the opinion of the directors there are unlikely to exist users who are unable to command the preparation of reports to satisfy their needs.

For the purpose of preparing these financial statements, the entity is a not-for-profit entity.

The financial statements were authorised for issue by the Board on 7 October 2021.

Statement of compliance

The financial report has been prepared in accordance with the Australian Charities and Not-for-profits Commission Act 2012, the recognition and measurement criteria specified by all Accounting Standards and Interpretations, and the disclosure requirements of Accounting Standards AASB 101 "Presentation of Financial Statements", AASB 107 "Statement of Cash Flows", and AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors' and AASB 1054 "Australian Additional Disclosures". Accounting Standards include Australian equivalents to International Reporting Standards (AIFRS).

Basis of preparation

The financial statements have been prepared on the basis of historical cost, except for certain financial instruments that are measured at fair values, as explained in the accounting policies below. Historical cost is generally based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Foundation takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

The following specific accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of these statements.

(a) Income Tax

The Foundation is exempt from Income Tax.

1. Statement of significant accounting policies (cont'd)

(b) Financial instruments

Financial assets and financial liabilities are recognised when the Foundation becomes a party to the contractual provisions of the instrument. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

Financial assets

Financial assets are measured subsequently in their entirety at either amortised cost or fair value, depending on the classification of the financial assets

Classification of Financial assets

Financial instruments that meet the following conditions are measured subsequently at amortised cost:

- The financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

By default, all other financial assets are measured subsequently at fair value through profit or loss (FVTPL).

Initial measurement of financial assets

Financial assets are classified according to their business model and the characteristics of their contractual cash flows. All financial assets are initially measured at fair value adjusted for transaction costs.

Subsequent measurement of financial assets

For the purpose of subsequent measurement, financial assets are classified into the following categories:

- Financial assets at amortised cost
- Financial assets at FVTPL

(i) Amortised cost and effective interest method

The effective interest method is a method of calculating the amortised cost of a financial instrument and of allocating interest income over the relevant period.

(ii) Financial assets at fair value through profit or loss (FVTPL)

Financial assets at FVTPL (being listed equities and managed funds) are measured at fair value at the end of each reporting period, with any fair value gains or losses recognised in profit or loss.

Impairment of financial assets

The Foundation recognises a loss allowance for expected credit losses on trade and other receivables. The amount of expected credit losses is updated at each reporting date to reflect changes in credit risk since initial recognition of the respective financial instrument.

1. Statement of significant accounting policies (cont'd)

(b) Financial instruments (cont'd)

Trade and other receivables

The Foundation makes use of a simplified approach in accounting for trade and other receivables and records the loss allowance at the amount equal to the expected lifetime credit losses. In using this practical expedient, the Foundation uses its historical experience, external indicators and forward-looking information to calculate the expected credit losses using a provision matrix.

Financial liabilities and Equity

Financial liabilities measured subsequently at amortised cost

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the amortised cost of a financial liability.

(c) Income

Income from investments consists of dividends and distributions from investment holdings and is recognised at the ex-dividend date. Dividend income is recognised when the right to receive the dividend has been established.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial asset. Bequests, donations and other miscellaneous income are recognised when received.

(d) Cash and cash equivalents

For the purpose of the Statement of cash flows, cash includes cash on hand and at call deposits with banks or financial institutions, other short-term highly liquid investments with original maturities of three months or less net of outstanding bank overdrafts.

(e) Right of indemnity

Xavier College Foundation Limited acts as trustee for the funds of the Xavier College Building, Library, Benevolent and Ignatius Education Fund. The accounts of the Xavier College Building, Library, Benevolent and Ignatius Education Fund, although not forming part of the Xavier College Foundation Limited accounts, are attached to these financial statements.

The Foundation has a right of indemnity against the assets of those funds in respect of any liabilities incurred by it acting in its capacity of Trustee for the funds.

Notes to the Financial Statements – Year ended 30 June 2021

1. Statement of significant accounting policies (cont'd)

(f) Goods and Services Tax (GST)

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

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(g) Critical accounting judgments and key sources of estimation uncertainty

In the application of the Foundation's accounting policies, management is required to make judgments, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future period.

Some of the Foundations assets are measured at fair value for financial reporting purposes. The Foundation uses market-observable data to the extent it is available. The Investment Committee works closely with the qualified external valuers to establish the appropriate valuation techniques and inputs to the model.

(h) Amendments to Accounting Standards that are mandatorily effective for the current reporting period

In the current year, the Foundation has applied the below amendments to AASBs issued by the Australian Accounting Standards Board (AASB) that are mandatorily effective for an accounting period that begins on or after 1 January 2020, and therefore relevant for the current year end:

- *AASB 2018-7 Amendments to Australian Accounting Standards – Definition of Material*
- *AASB 2019-1 Amendments to Australian Accounting Standards – References to the Conceptual Framework*

The adoption of these standards resulted in no changes to the financial statements.

At the date of authorisation of the financial statements, the entity has not applied the following new and revised Australian Accounting Standards, Interpretations and amendments that have been issued but are not yet effective:

Standard/amendment	Effective for annual reporting periods beginning on or after
2021-1 <i>Amendments to Australian Accounting Standards – Transition to Tier 2: Simplified Disclosures for Not-for-Profit Entities</i>	1 July 2021

XAVIER COLLEGE FOUNDATION LIMITED
ABN 52 005 403 476

Notes to the Financial Statements – Year ended 30 June 2021

	2021	2020
	\$	\$
<hr/>		
2. Income		
- Net income from investments	854,321	917,270
- Other income	4,408	3,790
- Interest – related parties (Loan to Xavier College)	76,837	88,081
- Interest – other persons	8,598	17,826
- Donations and bequests	121,838	84,164
	<hr/>	
Total income	1,066,002	1,111,131
	<hr/>	

3. Surplus/ (deficit) for the year

Surplus/ (deficit) for the year has been determined after charging the following Items of income and expenditure:

(a) Expenses

Remuneration of auditor		
- audit of financial statements	37,000	30,300
	<hr/>	

The auditor is Deloitte Touche Tohmatsu

4. Cash and cash equivalents

Macquarie Bank Account	1,562,344	3,450,957
Commonwealth Bank Account	223,229	170,429
Catholic Development Fund Term Deposit	228,327	292,690
	<hr/>	
	2,013,900	3,914,076
	<hr/>	

XAVIER COLLEGE FOUNDATION LIMITED
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Notes to the Financial Statements – Year ended 30 June 2021

	Note	2021	2020
		\$	\$
5. Receivables			
Current			
Amounts due from Xavier College Ignatius Education Fund		3,237	3,237
Amounts due from Xavier College Building Fund		-	2,053
Amounts due from Xavier College Library Fund		2,080	2,080
Distribution receivable		206,499	170,770
Imputation credits receivable and tax withheld		114,270	158,336
Accrued Interest		-	20,467
Amount due from related entity – (Loan to Xavier College)		125,000	125,000
Total current receivables		451,086	481,943
Non-current			
Amount due from related entity – (Loan to Xavier College)		1,937,500	2,093,750
Total non-current receivables		1,937,500	2,093,750
Total receivables		2,388,586	2,575,693
6. Financial assets			
Financial assets at fair value through profit or loss (FVTPL)		21,273,693	14,803,596
		21,273,693	14,803,596

XAVIER COLLEGE FOUNDATION LIMITED
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Notes to the Financial Statements – Year ended 30 June 2021

	Note	2021 \$	2020 \$
7. Payables			
Current			
Creditors & Accruals		37,699	35,608
Amounts payable to Xavier College Building Fund Held in trust for Xavier College		1,135,768	-
Rowing Department		9,458	-
Xavier Football		3,176	3,176
		<u>1,186,101</u>	<u>38,784</u>

8. Members' liability

The Foundation is an incorporated company limited by guarantee. The maximum amount of contribution of each Member of the Foundation is \$5.00. This amount may not be called up except in the event and for the purposes of the winding up of the Foundation. At 30 June 2021 the number of Members was 1,043.

9. Economic dependency

The College provides support to the Foundation by funding some of the operational costs. These costs have not been brought to account in the income statement as a contribution.

XAVIER COLLEGE FOUNDATION LIMITED
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Notes to the Financial Statements – Year ended 30 June 2021

	Note	2021 \$	2020 \$
11. Cash flows information			
(a) Reconciliation of cash			
Cash and cash equivalents at the end of the financial year shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:			
Cash and cash equivalents	4	2,013,900	3,914,076
(b) Reconciliation of cash flows from operations with surplus for the year:			
Surplus/ (deficit) for the year		3,235,497	(1,203,696)
<u>Non-cash flows in operating profit:</u>			
Unrealised (profit)/ loss on fair value investments		(2,978,844)	838,448
Realised (profit)/ loss on disposal of investments		(230,930)	42,883
<u>Changes in assets and liabilities:</u>			
Decrease in receivables		30,858	151,221
Increase/ (decrease) in payables		11,548	(13,763)
Cash flows from operating activities		68,129	(184,907)

(b) Credit standby arrangements

The company has no credit facilities or standby arrangements.

12. Subsequent events

Subsequent to the end of the financial year there have been considerable economic impacts in Australia and globally arising from the outbreak of the COVID-19 virus and the respective Government actions to reduce the spread of the virus. As the situation remains fluid (due to evolving changes in government policy and evolving business and customer reactions thereto) as at the date these financial statements are authorised for issue, the directors of the Foundation considered that the financial effects of COVID-19 on the Foundation's financial statements cannot be reasonably estimated for future financial periods.

There has been no other transactions or events of a material and unusual nature between the end of the reporting period and the date of the report likely, in the opinion of the Directors of the Foundation, to affect significantly the operations of the foundation, the results of those operations, or state of affairs of the entity in future years.

XAVIER COLLEGE FOUNDATION LIMITED
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Notes to the Financial Statements – Year ended 30 June 2021

The Building and Ignatius Education Funds are non-reporting entities on the basis that there are unlikely to exist users who are unable to command the preparation of reports to satisfy their needs. These entities have not been consolidated by the Foundation. The financial statements are compiled on a going concern basis adopting the accounting policies included in Note 1.

		Building Fund		Ignatius Education Fund	
		ABN 60 814 757 106		ABN 13 248 983 008	
	Note	2021	2020	2021	2020
		\$	\$	\$	\$
Current assets					
Cash	2	4,244,775	3,577,532	1,455,717	1,407,392
Receivables	3	1,135,768	4	365,537	87,122
Investments	4	-	-	26,134,124	6,316,358
Total current assets		5,380,543	3,577,536	27,955,378	7,810,872
Total assets		5,380,543	3,577,536	27,955,378	7,810,872
Current liabilities					
Payables	5	750	2,803	4,737	4,737
Total current liabilities		750	2,803	4,737	4,737
Net assets		5,379,793	3,574,733	27,950,641	7,806,135
Equity					
Accumulated funds		5,379,793	3,574,733	27,950,641	7,806,135

The accompanying notes form part of these accounts.

XAVIER COLLEGE FOUNDATION LIMITED
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Notes to the Financial Statements – Year ended 30 June 2021

Income	Building Fund		Ignatius Education Fund	
	ABN 60 814 757 106		ABN 13 248 983 008	
	2021	2020	2021	2020
	\$	\$	\$	\$
Margaret Littledale Tutton Bequest	-	-	14,595,055	-
Other Donations & Bequests	1,794,471	1,471,030	516,167	371,802
Bank Account Interest	22,089	63,697	3,179	9,844
Dividends & Investment & Other Income	-	-	720,773	340,583
Net Profit/(Loss) on Investment				
Realised	-	-	317,211	38,531
Unrealised	-	-	4,547,877	(613,724)
	1,816,560	1,534,727	20,700,262	147,036
Less Expenses				
Administration	(170)	(111)	(47,138)	(35,437)
	(170)	(111)	(47,138)	(35,437)
Operating Surplus	1,816,390	1,534,616	20,653,124	111,599
Less Grants to Xavier	(11,330)	(2,214,773)	(508,618)	(434,686)
Surplus/(Deficit) for the Year	<u>1,805,060</u>	<u>(680,157)</u>	<u>20,144,506</u>	<u>(323,087)</u>

XAVIER COLLEGE FOUNDATION LIMITED
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Notes to the Financial Statements – Year ended 30 June 2021

	Building Fund ABN 60 814 757 106		Ignatius Education Fund ABN 13 248 983 008	
	2021	2020	2021	2020
	\$	\$	\$	\$
2. Cash				
Cash in Bank	4,244,775	3,577,532	1,455,717	1,407,392
	4,244,775	3,577,532	1,455,717	1,407,392
3.Receivables				
Building Fund	-	-	750	750
Distribution's receivable	-	-	61,313	12,136
Tax credits recoverable	-	-	164,833	74,236
Endowment Fund	1,135,768	-	-	-
Unsettled Trade	-	-	-	-
Receivables	-	-	138,641	-
Other	-	4	-	-
	1,135,768	4	365,537	87,122
4.Investments				
Listed Securities	-	-	25,565,039	5,870,895
Managed Funds	-	-	569,085	445,463
	-	-	26,134,124	6,316,358
5.Payables				
Endowment Fund	-	2,053	3,237	3,237
Ignatius Education Fund	750	750	-	-
Library Fund	-	-	1,500	1,500
	750	2,803	4,737	4,737

XAVIER COLLEGE FOUNDATION LIMITED
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Notes to the Financial Statements – Year ended 30 June 2021

The Library and Benevolent Funds are non-reporting entities on the basis that there are unlikely to exist users who are unable to command the preparation of reports to satisfy their needs. These entities have not been consolidated by the Foundation. The financial statements are compiled on a going concern basis adopting the principles of historical cost accounting.

		Library Fund ABN 52 005 403 476		Benevolent Fund ABN 61 942 522 455	
	Note	2021	2020	2021	2020
		\$	\$	\$	\$
Current assets					
Cash	2	45,822	58,783	52,692	48,516
Receivables	3	1,500	1,505	-	-
Total current assets		47,322	60,288	52,692	48,516
Total assets		47,322	60,288	52,692	48,516
Current liabilities					
Payables	4	2,080	2,080	-	-
Total current liabilities		2,080	2,080	-	-
Net assets		45,242	58,208	52,692	48,516
Equity					
Accumulated funds		45,242	58,208	52,692	48,516

The accompanying notes form part of these accounts.

XAVIER COLLEGE FOUNDATION LIMITED
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Notes to the Financial Statements – Year ended 30 June 2021

	Library Fund ABN 52 005 403 476		Benevolent Fund ABN 61 942 522 455	
Income	2021	2020	2021	2020
	\$	\$	\$	\$
Donations	950	8,484	4,430	15,245
Dividends & Investment Interest & Other Income	-	411	-	-
	950	8,895	4,430	15,245
Less Expenses				
Administration	(234)	(221)	(254)	(327)
	(234)	(221)	(254)	(327)
Operating Surplus	716	8,674	4,176	14,918
Less Grants to Xavier	(13,682)	(7,738)	-	-
(Deficit)/Surplus for the Year	(12,966)	936	4,176	14,918

XAVIER COLLEGE FOUNDATION LIMITED
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Notes to the Financial Statements – Year ended 30 June 2021

	Library Fund ABN 52 005 403 476		Benevolent Fund ABN 61 942 522 455	
	2021	2020	2021	2020
	\$	\$	\$	\$
2. Cash				
Cash in Bank	45,822	58,783	52,692	48,516
	45,822	58,783	52,692	48,516
3. Receivables				
Ignatius Education Fund	1,500	1,500	-	-
Other receivables	-	5	-	-
	1,500	1,505	-	-
4. Payables				
Endowment Fund	2,080	2,080	-	-
	2,080	2,080	-	-

XAVIER COLLEGE FOUNDATION LIMITED
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Notes to the Financial Statements – Year ended 30 June 2021

As detailed in Note 1 to the financial statements, the company is not a reporting entity because in the opinion of the directors there are unlikely to exist users of the financial statements who are unable to command the preparation of reports tailored so as to satisfy specifically all of their information needs. Accordingly, these special purpose financial statements have been prepared to satisfy the directors' reporting requirements under the Australian Charities and Not-for-profits Commission Act 2012.

The directors declare that:

- (a) 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; and
- (b) in the directors' opinion, the attached financial statements and notes thereto are in accordance with the Australian Charities and Not-for-profits Commission Act 2012, including compliance with accounting standards and giving a true and fair view of the financial position and performance of the company.

Signed in accordance with a resolution of the directors made pursuant to s.60.15 of the Australian Charities and Not-for-profits Commission Regulation 2013.



Director

Dated this 3rd day of November 2021



XAVIER COLLEGE
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ABN 52 005 403 476

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