



# **THE ANIKA FOUNDATION Annual Report 2020-2021**





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## CHAIRMAN'S REPORT

On behalf of the board, I am pleased to present the 2020-21 Annual Report.

The Anika Foundation's mission is to fund research into adolescent depression and suicide at schools and universities, including support for indigenous communities, and to increase awareness of these issues in society. A detailed description of our work can be found at:

<http://www.anikafoundation.com/>

This year the Covid-19 pandemic is raising new concerns about mental health and suicide risks.

### COVID-19

A meta study reported in Nature shows an increase in prevalence of anxiety in many countries, including Australia, but most extremely in countries where the pandemic hit hardest.

<https://www.nature.com/articles/s41598-021-89700-8.pdf>

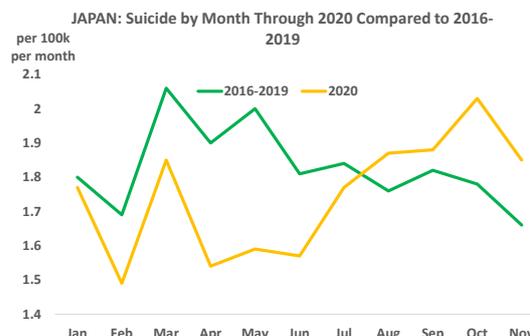
An Australian study by Newby et al reports mental health self-assessments: 'a lot better', 'the same', 'a little worse' and 'a lot worse'. For those with no previous mental health diagnosis 57.4% were a little worse, and 13.4% a lot worse. For those with a previous mental health diagnosis 54.2% were a little worse and 26.6% a lot worse.

<https://journals.plos.org/plosone/article?id=10.1371/journal.pone.0236562>

Likely reasons for increased anxiety include increased isolation, reduced spontaneous interaction with people, concern about education and jobs, and tensions within families forced to stay at home.

It is very early days in the measurement and collection of data on the impact of covid on suicide. Japan (shown in the first chart) has more-timely high-frequency data than most countries. While one needs to be cautious about drawing conclusions from small samples, the authors compare standardised death rates by suicide for the monthly averages of the 2016-2019 period to that for the 11 months of data for 2020—a Covid-19 year. The pattern shows an early dip in 2020 followed by a disturbing upward trend in the second half of

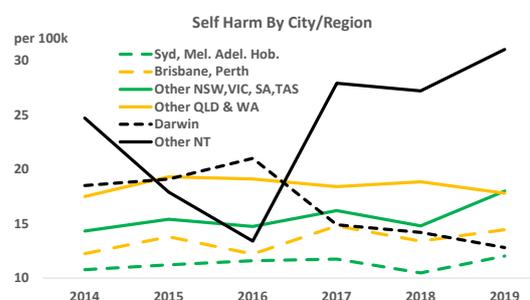
the year. This appears consistent with the idea that the sense of isolation and helplessness builds up the longer the duration of the pandemic isolation effects.



Source: Sakamoto, Ishicane, Ghaznavi & Ueda (2021). <https://jamanetwork.com/journals/jamanetworkopen/fullarticle/2775740>

There is no self-harm data at this stage for 2020 and 2021 in Australia. Furthermore, to June 2021, Australia has had little direct experience with Covid-19, due to border closures and lockdowns at the slightest sign of the disease. Nevertheless, the Newby et al study and others suggest the need for concern.

The second graph provides some insight into the potential importance of isolation and reduced spontaneous interactions in Australia, at a macro level. It shows death rates per 100k by regions: the capital cities and then the rest of the states which consist of more dispersed populations (small cities, country towns, farming and mining communities and indigenous populations). States are combined for simplicity according to those with more and less indigenous communities.



Source: ABS, 3303.0, 2020.

The solid lines represent the dispersed part of the states, and the dashed lines (of the same colour) show the matching data for the capital



cities. It is immediately clear that the solid lines for each region sit well above the dashed line data for the capital cities. Studies over the years have shown that mental health and suicide issues are consistently higher on farms and country areas more generally. The reason often given for this is increased isolation in these areas.

It is also very clear that states with larger indigenous populations stand out as having greater problems with suicide. The Northern Territory remote area data is alarming. There are of course many other factors at work here, but school availability (with the right cultural mix), together with employment availability may not be providing the best environments to reduce isolation and bring a sense of purpose to life.

Since isolation issues affect the regional data on suicide, it is not a great leap to suggest that superimposing Covid-19 issues on top of this can only add to this problem at the more micro level. The longer lockdowns drag on, and vaccination anxiety is not resolved, there is some risk that mental health and suicide outcomes could deteriorate. Young people, less equipped and informed about Covid-19, will need increased support.

To this end the Anika Foundation continues to believe that focusing on teacher skills in this area is critical, and we have a hope that future travel scholarships might focus on some of the issues to which the Covid-19 pandemic gives rise. We are also about to select three new PhD scholars over the next year, where there may be some focus on how best to structure policies to address these concerns.

### The Year in Brief

The year began with the annual fund-raising speech by the Governor of the Reserve Bank (Dr Philip Lowe) to the financial market community, sponsored by National Australia Bank and the Australian Business Economists. Dr Lowe's speech was entitled "*Covid-19, the Labour Market and Public Sector Balance Sheets*", in which he provided a sound justification of the approach to policy and the soundness of the Australian economy in the face of covid. This view has proved prescient in the year since the speech was given.

<https://www.rba.gov.au/speeches/2020/sp-gov-2020-07-21.html>

The roles of National Australia Bank and Australian Business Economists are particularly important to the Anika Foundation for its fundraising efforts for youth depression and suicide programs. Without them our efforts would not be possible. The board wishes to express its thanks to both organisations.

The foundation funds three major scholarship programs:

1. **The Schools Program** – with the objective of providing teachers with global travel possibilities to study how youth depression issues are dealt with in other countries and to bring ideas and expert knowledge back to their communities in Australia.
2. **The PhD Program** – with the objective of funding university research that may include both social and/or clinical studies to develop treatments and programs that improve mental health outcomes for young people.
3. **The Indigenous Australian Program** – the Board works with the Centre for Indigenous Studies and the Young Lives Matter project based in the University of Western Australia. The aim is to help young Aboriginal persons to take up leadership roles in their own communities for dealing with adolescent depression and suicide.

New activities for the year focused more on the university PhD programs since the travelling scholarships for teachers and Aboriginal youth representatives were postponed due to travel restrictions.

### The Schools Program

The main developments during the year for the Schools Program were as follows. The NSW Department of Education kept custody of the money for Wayne Humphreys (Baulkham Hills High School) and Tiffany Barreca (Kingsgrove High School) given the restrictions on travel, hoping they would have been able to take up their trips in 2021. This proved impossible. Consequently, in July 2021 the Department, with the agreement of the board, has asked the scholars to propose an equivalent study program for domestic travel. The Department



also suggests any excess funds be used for a more intensive program of dissemination of their work in Australia.

The WA Scholarship awarded to Elizabeth Kent was also affected by travel restrictions. Elizabeth has asked for the Board's approval of an alternative to undertake a *Graduate Certificate in Managing Youth Self Harm and Suicide* offered by The University of Melbourne. Due to travel limitations, this course is available for remote study, which would enable her to complete the course from Broome. The board approved this as a very good outcome.

The Board intends to offer the full range of teacher scholarships again in 2022, with the hope that travel restrictions will be lifted by then.

### The PhD Program

The current holder of the Black Dog Institute PhD, Ms Karen Kusuma is well into her research investigating the effectiveness of machine learning in predicting suicide attempts in Australian youth (ages 10–24 years). This involves producing a comprehensive model integrating risk factors from electronic linked data (social media). Dr Michelle Tye, her supervisor, has updated the board and assured everyone that this work is progressing well.

The PhD scholarship in the University of NSW, under Professor Mitchell, held by Kaiwan Thomson, is also progressing well. His topic of research is in the areas of deliberate self-harm (cutting, etc.), depression and suicide in adolescents. Given some of the dislocations caused by Covid-19, the board has agreed to extend the scholarship funding to 3.5 years (compared to the usual 3)

A major focus in 2020-21 has been the development of a new PhD scholarship at the University of Sydney *Brain and Mind Centre*, with Professor Ian Hickie. The search for an outstanding student in one of the following three areas is about to be launched in July 2021:

- Dynamic and agent-based modelling of mental health services – particularly focused on suicide prevention and improved mental health (early intervention) services for young people.

- Circadian-based (body clock) driven mood disorders (depression, bipolar depression, atypical depression), studying novel assessments and interventions.
- Immune and metabolic complications of depression – exploring correlates and potential early interventions.

The board is very excited about this set of topics and is pleased to be extending its commitments to fundamental research.

### The Indigenous Australian Fellowships

The indigenous youth representatives travel program organised with Prof. Pat Dudgeon, of the University of Western Australia (the *3rd World Indigenous Suicide Prevention Conference*, (WISPC) in Vancouver) also had to be delayed. The board approved holding over the funds at UWA for equivalent use when travel restrictions are lifted.

### Fund Raising

Fund raising activity has been reasonable. The annual Governor's speech raised \$47,623 this year. The amount was down significantly compared to 2019-20 (\$86,200) since we could not provide the usual hotel venue and charge for tables. Instead, the meeting was held as a Zoom event. The Governor donated a \$500 honorarium for a speech at a private function he made during the year. \$2000 dollars was received as an honorarium for a speech given by the Chairman to a private group in 2021. Unsolicited donations amounted to \$3,000.

### Tax and Compliance Issues

As a Public Ancillary Fund, the Anika Foundation submitted its ACNC return for the previous financial year and is fully compliant with the rules. Foundations like our own do not have to submit a tax return, provided they carry out the annual review with the Australian Charities and Not-for-Profits Commission: the ACNC—which can be found at:

[https://www.acnc.gov.au/ACNC/FindCharity/QuickSearch/ACNC/OnlineProcessors/Online\\_register/Search\\_the\\_Register.aspx?nofe=1](https://www.acnc.gov.au/ACNC/FindCharity/QuickSearch/ACNC/OnlineProcessors/Online_register/Search_the_Register.aspx?nofe=1)

The guidelines require ancillary funds to distribute at least 4% of the assets of the fund at the end of the preceding financial year. The



foundation is pleased to report that it has once again exceeded this requirement in 2020-21.

The ACNC annual review is an important compliance tool designed to ensure that ancillary funds meet their obligations as charitable institutions. Guidelines for Ancillary funds can be found at:

<https://www.legislation.gov.au/Details/F2016C00434>

In the course of the year Jeff White left the board and was replaced by Dr Michelle Tye, of the Black Dog Institute. This required ASIC and ACNC requirements to be met. These were complied with.

The Anika Foundation is very fortunate to have the support of the audit and accounting firms KPMG and John Atkinson and Co. KPMG carries out the annual audit and John Atkinson deals with franking credit refund claims, both on a pro bono basis, for the foundation.

The website run by Anika's brother Tate Dogan is an important conduit for information concerning the Anika Foundation. This website links to the Anika Foundation Facebook page.

[www.anikafoundation.com](http://www.anikafoundation.com)

Signed:

A handwritten signature in black ink that reads "Adrian Blundell-Wignall". The signature is fluid and cursive.

Adrian Blundell-Wignall, Chairman, 19 August 2021

Self Portrait', from Anika's Art Portfolio





## DIRECTORS' REPORT

The directors present their annual report for The Trustee for the Anika Trust (The Anika Foundation or the Foundation), for the year ended 30 June 2021.

### Directors

The directors of the Foundation any time during or since the end of the year are:

- Adrian Blundell-Wignall (chair, investments)
- Dr Philip Lowe
- Glenn Stevens (AC)
- Prof. Phillip Mitchell
- Crispin Murray (investments)
- Paul Brennan
- Michelle Tye
- Tate Dogan
- Danae Blundell-Wignall

The Foundation was:

- Established on 13 March 2005.
- Endorsed as a Deductible Gift Recipient by the Australian Tax Office on 12 May 2005, under Subdivision 30-B of the Income Tax Assessment Act 1997.
- Endorsed for income tax exemption from 12 May 2005, under Subdivision 50-B of the Income Tax Assessment Act 1997.
- Endorsed for GST concessions from 1 July 2005, under Division 176 of A New Tax System (Goods and Services Tax) Act 1999.
- Authorised by NSW Fair Trading (previously Dept of Gaming & Racing), to fundraise for charitable purposes, issued on 29 July 2005, and renewed again in 2006, 2012 and 2018.

### Principal Activity

The principal activity of the Foundation over the course of the year was to support research into adolescent depression and suicide.

Grants summing to \$105,000 were paid in the course of 2020-2021.

Disbursements for fund raising activities amounted to \$383. The grant funds have been dispersed to the scholarship winners in the course of the year. The foundation is committed to maintaining its grant programs in 2021-2022.

### Review and Result of Operations

The total revenue from continuing operations was \$67,195 (2020: \$160,395).

Earnings of interest and dividends from direct investments was: \$10,530 (2020: \$18,310), excluding those re-invested in the WRAP account, which is treated as an investment in a *balanced portfolio* of securities for these accounts.

The management of the investment portfolio has reflected the continued cautious view of the board investment subcommittee related to extremely high and rising levels of debt in emerging markets, and the high level of equity valuations. The allocation to the passive structure WRAP account with BT Funds Management is performing as expected. The overall fund rose in absolute terms, which it has managed to do in all years since its inception.

Financial Assets Fair Value Movement	
<b>Jun-20</b>	\$1,678,552
Purchases	\$0
Sales	\$13,853
Fair value change	\$205,892
<b>Closing Balance 30 June 2021</b>	<b>\$1,870,591</b>

The income of the fund consists of interest and dividends, of \$10,530 plus financial assets at fair value through other comprehensive income gains/(losses) of \$205,892 for a total of \$216,422, compared to the need to distribute 4%, or \$101,721. This is due to the recovery in asset values following the Covid-19 crisis fall in the preceding year. Interest income fell sharply due to low interest rates. The directors were satisfied that the losses of the previous year were more than recouped.

### State of Affairs

The Covid-19 pandemic has again been very disruptive to the operation of the foundation during the financial year. Interviews for new teacher scholarships were placed on hold, and past winners had to delay their trips due to government travel bans. The Education



Departments in NSW and WA have both suggested domestic ways to employ the grants consistent with the aims of the foundation. Travel related to the Aboriginal fellowship was delayed and permission was given to hold the funds for alternative projects in 2021-2022. Our two PhD scholars from Queensland had delayed their studies but are back on track in 2021. A new PhD scholarship with Sydney University was launched at the end of 2020-2021.

### **Environmental Regulation**

The Foundation's operations are not subject to any significant environmental regulations under either Commonwealth or State legislation. However, the board believes that the Foundation has adequate systems in place for the management of its environmental requirements as they apply to the Foundation.

### **Events Subsequent to the Balance Date**

There has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the directors of the Foundation, to affect significantly the operations of the Foundation, the results of those operations, or the state of affairs of the Foundation, in future financial years.

### **Likely Developments**

The Foundation expects the endowment fund raising activity to continue in the 2021-2022 financial year. We expect to make awards in the range of \$105,000-\$140,000 in the course of 2021-2022.

### **Dividends, Options Remuneration**

No common or preferred stocks have been issued.

All activities of the Foundation are voluntary. No remuneration was paid to directors.

### **Indemnification and Insurance of Officers & Auditors**

No indemnities have been given or insurance premiums paid, during or since the end of the balance date year, for any person who is or has been an officer of the Foundation.

### **Proceedings on Behalf of the Company**

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 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 year.



**Lead Auditor's Independence Under  
Subdivision 60-C Section 60-40 of  
the Australian Charities and Not-for-  
Profits Commission Act 2012**

The lead auditor's independence declaration is set out on page 9 and forms part of the director's report for the year ended 30 June 2021.

Signed in accordance with a resolution of the directors.

Dated at Sydney at this <sup>31 August</sup> ~~24~~ July 2021.  
*AW.*

A handwritten signature in red ink that reads "Adrian Blundell-Wignall". The signature is written in a cursive style.

.....  
Adrian Blundell-Wignall  
Director and Chairman



# Auditor's Independence Declaration under subdivision 60-C section 60-40 of Australian Charities and Not-for-profits Commission Act 2012

To: the Directors of The Trustees for the Anika Trust

I declare that, to the best of my knowledge and belief, in relation to the audit for the financial year ended 30 June 2021 there have been:

- i. no contraventions of the auditor independence requirements as set out in 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.



KPMG



Nicholas Buchanan

Partner

Sydney

31 August 2021



## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 30 June 2021	Note	2021 \$	2020 \$
Revenue from continuing operations	4	67,195	160,395
Scholarships granted		(105,000)	(118,839)
Other expenses from operating activities	5	(383)	(51,267)
(Deficit) / Surplus for the year	9b	<u>(38,188)</u>	<u>(9,711)</u>
Other comprehensive income for the year			
Net change in fair value of financial assets at fair value		205,892	(87,761)
Total comprehensive income for the year		<u>167,704</u>	<u>(97,472)</u>

The statement of Profit or Loss and Other Comprehensive Income is to be read in conjunction with the notes to the financial statements set out on pages 13 to 19.

## STATEMENT OF FINANCIAL POSITION

As at 30 June 2021	Note	2021 \$	2020 \$
Current Assets			
Cash and cash equivalents	9a	840,148	864,483
Financial Assets at fair value through other comprehensive income	8	<u>1,870,591</u>	<u>1,678,552</u>
Total Current Assets		<u>2,710,739</u>	<u>2,543,035</u>
Total Assets		<u>2,710,739</u>	<u>2,543,035</u>
Current liabilities			
Payables		-	-
Total Current liabilities		<u>-</u>	<u>-</u>
Total Liabilities		<u>-</u>	<u>-</u>
Net Assets		<u>2,710,739</u>	<u>2,543,035</u>
Fair value reserve		430,129	224,237
Retained surplus		<u>2,280,610</u>	<u>2,318,798</u>
Total funds		<u>2,710,739</u>	<u>2,543,035</u>

The Statement of Financial Position is to be read in conjunction with the notes to the financial statements set out on pages 13 to 19.



## STATEMENT OF CHANGES IN FUNDS

	Fair value Reserve	Retained Surplus	Total
	\$	\$	\$
<b>For the year ended 30 June 2021</b>			
Balance at 1 July 2019	311,999	2,328,509	2,640,508
Total comprehensive income for the year			
Deficit for the year	-	(9,711)	(9,711)
Other comprehensive income			
Net change in fair value of financial assets at fair value	(87,761)	-	(87,761)
<b>Balance at 30 June 2020</b>	<u>224,237</u>	<u>2,318,798</u>	<u>2,543,035</u>
Total comprehensive income for the year			
Deficit for the year	-	(38,188)	(38,188)
Other comprehensive income			
Net change in fair value of financial assets at fair value	205,892	-	205,892
Balance at 30 June 2021	<u>430,129</u>	<u>2,280,610</u>	<u>2,710,739</u>

The Statement of Changes in Funds is to be read in conjunction with the notes to the financial statements set out on pages 13 to 19.



## STATEMENT OF CASH FLOWS

	Note	2021 \$	2020 \$
For the year ended 30 June 2021			
Cash from operating activities			
Cash receipts from fundraising activities		56,665	142,085
Cash payment for fundraising costs		-	(51,023)
Scholarships paid		(105,000)	(118,839)
Interest received		1,256	5,638
Dividends received		9,274	12,672
Movement in prepayment		-	(27,000)
Other expenses paid		(383)	(244)
Net cash from operating activities	9b	<u>(38,189)</u>	<u>17,289</u>
Net cash flows from investment activities			
Proceeds from sale of financial assets		<u>13,853</u>	<u>11,244</u>
Net cash used in investment activities		<u>13,853</u>	<u>11,244</u>
Net (decrease) / increase in cash held		(24,335)	28,533
Cash at the beginning of the year		<u>864,483</u>	<u>835,950</u>
Cash at the end of the year	9a	<u><u>840,148</u></u>	<u><u>864,483</u></u>

The Statement of Cash Flows is to be read in conjunction with the notes to the financial statements set out on pages 13 to 19.



## Notes to the financial statements for the year ended 30 June 2021

### Note 1: Reporting entity

This financial report covers The Trustee for the Anika Trust (The Anika Foundation or the Foundation”) as an individual not-for profit entity for the year ended 30 June 2021.

In the opinion of the Directors, the Foundation is not a reporting entity on the basis that the financial report is prepared for the benefit of the Directors.

### Note 2: Basis of preparation and significant accounting policies

(a) **Statement of compliance**

In the opinion of the directors, the Foundation is not publicly accountable. The financial report of the Foundation is Tier 2 general purpose financial statements which have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements (AASB-RDRs) (including Australian Interpretations) adopted by the Australian Accounting Standards Board (AASB) and the Australian Charities and Not-for-profits Commission Act 2012 (ACNC) and with the requirements of the Charitable Fundraising Act 1991 (NSW) and its regulations.

The financial report was authorised for issue by the directors on 19-August 2021.

(b) **Basis of measurement**

The financial statements have been prepared on the historical cost basis except for financial assets at fair value through other comprehensive income.

The methods used to measure fair values are discussed further in note 3.

(c) **Functional and presentation currency**

These financial statements are presented in Australian dollars, which is the Foundation’s functional currency.

(d) **Use of estimates and judgements**

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

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 and in any future periods affected.



## Notes to the financial statements for the year ended 30 June 2021 (continued)

### Note 2: Basis of preparation and significant accounting policies (cont.)

(e) **Financial instruments**

*Cash and cash equivalents*

Cash and cash equivalents comprise cash balances and call deposits with original maturities of three months or less.

*Financial Assets at fair value through other comprehensive income*

The Foundation's investments in equity securities and wrap investment products are classified as Financial Assets at fair value through other comprehensive income. Subsequent to initial recognition, they are measured at fair value and changes therein, other than impairment losses, are recognised in other comprehensive income and presented within equity in the fair value reserve. When an investment is derecognised, the cumulative gain or loss in equity is transferred to profit or loss. The Foundation accounts for the listed investments on the settlement date.

(f) **Revenue**

*Donations and fundraising*

The Foundation is a not-for-profit organisation and receives significant income from donations and fundraising. Grants and donation income is brought to account when there is a reasonable assurance that monies will be received. The Foundation does not accept physical cash donations.

(g) **Finance income**

Finance income comprises interest income and dividend income.

(h) **Income tax**

The Foundation has been granted an exemption from income tax pursuant to Section 50-5 of the Income Tax Assessment Act 1997.

(i) **Prepayment**

Deposits for following year fund raising events are recognised as prepayment in the statements of financial position and expensed when the events are completed.

(j) **New and amended accounting standards adopted by the Foundation**

Except as described below, there are no other new standards, interpretations or amendments to existing standards that are effective for the first time for the financial reporting period beginning 1 July 2019 that have a material impact on the Foundation.

*AASB 1060 General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities*

The Australian Accounting Standards Board issued the above-mentioned new standard on the 19<sup>th</sup> of March 2020. As a Non-For-Profit Entity, the Foundation will be required to transition from General Purpose Financial Statements – Reduced Disclosures Requirements to General Purpose Financial Statements – Simplified Disclosures for the year beginning on 1 July 2021. The impact of this change will be reflected within the Foundation's 30 June 2022 Financial Statements.



## Notes to the financial statements for the year ended 30 June 2021 (continued)

### Note 3: Determination of fair values

The following table shows the carrying amounts and fair values of financial assets, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value as the carrying amount is a reasonable approximation of fair value.

	Fair Value \$			Total
	Level 1	Level 2	Level 3	
<b>30-June-2021</b>				
<b>Financial assets measured at fair value</b>				
Investment in listed securities	305,430	-	-	305,430
Investment in wrap platform	1,565,161	-	-	1,565,161
<b>Total</b>	<b>1,870,591</b>	<b>-</b>	<b>-</b>	<b>1,870,591</b>
<b>30-June-2020</b>				
Investment in listed securities	260,874	-	-	260,874
Investment in wrap platform	1,417,679	-	-	1,417,679
<b>Total</b>	<b>1,678,552</b>	<b>-</b>	<b>-</b>	<b>1,678,552</b>

### Note 3: Determination of fair values (cont.)

The different levels have been defined as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Fair values have been determined for measurement and / or disclosure purposes based on the following methods.

#### *Financial Assets at fair value through other comprehensive income*

The fair value of listed shares is determined by reference to their quoted bid price at the reporting date. Valuation of investments in wrap investment products, which comprises cash, Australian shares and international shares is based on the quoted market price provided by the wrap operator. All financial assets at fair value through other comprehensive income are quoted as level 1.

	2021	2020
	\$	\$
Donations	53,123	136,479
--of which annual July event	--47,623	--86,200
--of which presentations for fees	--2,500	--500
--of which unsolicited	--3,000	--3,200
Interest	1,256	5,638
Dividends	9,274	12,672
Other income	3,542	5,606
<b>Total revenue</b>	<b>67,195</b>	<b>160,395</b>



## Notes to the financial statements for the year ended 30 June 2021 (continued)

### Note 5: Other expenses

	2021	2020
	\$	\$
Fundraising costs	-	51,023
Administrative expenses	383	244
	<u>383</u>	<u>51,267</u>

### Note 6: Fundraising appeals conducted during the financial period

Fundraising appeals conducted during the financial period included the foundation's annual fundraiser with Philip Lowe, presentations given by the Chairman, and general receiving of donations.

### Note 7: Results of fundraising appeals

	2021	2020
	\$	\$
(1) Gross proceeds from fundraising appeals	53,123	136,479
Less: Direct costs from fundraising appeals	-	(51,023)
Net surplus obtained from fundraising appeals	<u>53,123</u>	<u>85,456</u>
(2) Application of net surplus obtained from fundraising appeals		
Scholarships (expenditure on direct services)	(105,000)	(118,839)
Administrative expenses	(383)	(244)
	<u>(105,383)</u>	<u>(119,083)</u>
(Deficit) / Surplus	<u>(52,260)</u>	<u>(33,627)</u>
(3) The deficit of -\$52,260 (2020: Deficit of -\$33,627) has impacted the Foundation's endowment fund.		



## Notes to the financial statements for the year ended 30 June 2021 (continued)

(4) Comparisons of certain monetary figures and percentages:

	2021 \$	2021 %	2020 \$	2020 %
Total cost of fundraising/ gross income from fundraising	-/ 53,123	-	51,023/ 136,479	37.4
Net surplus from fundraising/ gross income from fundraising	53,123/ 53,123	100	85,456/ 136,479	62.6
Total costs of services/ total expenditure	105,000/ 105,383	99.6	118,839/ 170,106	69.9
Total costs of services/ total income received	105,000/ 67,195	156.2	118,839/ 160,395	74.1
Total disbursements/ Assets previous financial year*	105,383/ 2,543,035	4.1*	170,106/ 2,640,508	6.4*

\* NOTE: It is a requirement for public ancillary funds to distribute at least 4% of the assets at the end of the previous financial year, see Chairman's report. Scholarship only disbursements were 4.1% of the assets at the end of the year.

### Note 8: Financial Assets at fair value through other comprehensive income

	2021 \$	2020 \$
Financial Assets at fair value through other comprehensive income (all level 1)	<u>1,870,591</u>	<u>1,678,552</u>

### Note 9: Cash and cash equivalents

	2021 \$	2020 \$
a) Reconciliation of cash For the purposes of the statement of cash flows, cash includes cash at bank. Cash as at the end of the year as shown in the statement of cash flows is reconciled to the related items in the statement of financial position as follows: Cash at bank	<u>840,148</u>	<u>864,483</u>
b) Reconciliation of cash flow from operations with surplus for the year: (Deficit) / Surplus for the year Adjustments for:	(38,188)	(9,711)
(Increase) / Decrease in prepayments	-	27,000
Net cash (used in) / provided by operating activities	<u>(38,188)</u>	<u>17,289</u>



## Notes to the financial statements for the year ended 30 June 2021 (continued)

### **Note 10: Directors Remuneration**

The Directors did not receive any income from the Foundation for their office during the year.

The names of directors who have held office during the year are:

Adrian Blundell-Wignall, Chairman

Dr Philip Lowe

Glenn Stevens

Prof. Phillip Mitchell

Crispin Murray

Paul Brennan

Tate Dogan

Danae Blundell-Wignall

Michelle Tye

The Directors are limited by guarantee to a maximum of AU\$10 each.

### **Note 11: Subsequent events**

There are no subsequent events occurring post 30 June 2021 that affected, could have affected the financial position or the financial performance or requiring disclosure as at that date.



## Directors' Declaration

In the opinion of the directors of The Trustee for the Anika Trust (The Anika Foundation or the Foundation):

- (a) the Foundation is not publicly accountable;
- (b) the financial statements and notes that are set out on pages 10 to 19 are in accordance with the Australian Charities and Not-for-profits Commission Act 2012, and the Charitable Fundraising 1991 (NSW) Act, the regulations under that Act and the conditions attached to the authority granted under the Act, including:
  - (i) giving a true and fair view of the Foundation's financial position as at 30 June 2021 and of its performance, for the financial year ended on that date; and
  - (ii) complying with Australian Accounting Standards – Reduced Disclosure Regime and the Australian Charities and Not-for-profits Commission Regulation 2013 ; and
- (c) there are reasonable grounds to believe that the Foundation will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors:

Dated at Sydney this 31st day of August 2021. Signed

in accordance with a resolution of the directors.

  
.....  
Director



## Declaration by Chairman in respect of fundraising appeals

I, Adrian Blundell-Wignall, Chairman of The Trustee for the Anika Trust (The Anika Foundation or the Foundation), declare in my opinion:

- (a) The financial report gives a true and fair view of all income and expenditure of The Anika Foundation with respect to fundraising appeal activities for the financial year ended 30 June 2021;
- (b) The statement of financial position gives a true and fair view of the state of affairs with respect to fundraising appeal activities as at 30 June 2021;
- (c) The provisions of the Charitable Fundraising 1991 (NSW) Act and Regulations and the conditions attached to the authority have been complied with for the financial year ended 30 June 2020; and
- (d) The internal controls exercised by The Anika Foundation are appropriate and effective in accounting for all income received and applied from any fundraising appeals.

Dated at Sydney this <sup>As. 31st</sup> ~~19th~~ day of August 2021.

A handwritten signature in red ink that reads "A Blundell-Wignall". The signature is written in a cursive, flowing style.

Adrian Blundell-Wignall



# Independent Auditor's Report

To the members of The Trustee for the Anika Trust

## Report on the audit of the Financial Report

### Opinion

We have audited the **Financial Report**, of The Trustee for the Anika Trust (The Anika Foundation or the Foundation).

In our opinion, the accompanying **Financial Report** of The Anika Foundation is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission (ACNC) Act 2012*, including:

- i. giving a true and fair view of the Foundation's financial position as at 30 June 2021, and of its financial performance and its cash flows for the year ended on that date; and
- i. complying with *Australian Accounting Standards – Reduced Disclosure Requirements* and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

The **Financial Report** comprises:

- i. Statement of financial position as at 30 June 2021;
- ii. Statement of profit or loss and other comprehensive income, Statement of changes in funds, and Statement of cash flows for the year then ended;
- iii. Notes including a summary of significant accounting policies;
- iv. Directors' declaration of the Foundation.
- v. Declaration by the Chairman in respect of fundraising appeals of the Foundation.

### Basis for opinion

We conducted our audit in accordance with *Australian Auditing Standards*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 Foundation in accordance with the auditor independence requirements of the *ACNC Act 2012* 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 fulfilled our other ethical responsibilities in accordance with the Code.

## Other information

Other Information is financial and non-financial information in The Anika Foundation's annual reporting which is provided in addition to the Financial Report and the Auditor's Report. The Directors are responsible for the Other Information.

The Other Information we obtained prior to the date of this Auditor's Report was the Chairman's Report and Directors Report.

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. In doing so, we 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.

We are required to report if we conclude that there is a material misstatement of this Other Information, and based on the work we have performed on the Other Information that we obtained prior to the date of this Auditor's Report we have nothing to report.

## Responsibilities of the Directors for the Financial Report

The Directors are responsible for:

- i. Preparing the Financial Report that gives a true and fair view in accordance with Australian Accounting Standards - Reduced Disclosures Requirements and the ACNC.
- ii. Preparing the Financial Report in accordance with Section 24(2) of the Charitable Fundraising (NSW) Act 1991 and Regulations.
- iii. Implementing necessary internal control to enable the preparation of a Financial Report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.
- iv. Assessing the Foundation's ability to continue as a going concern and whether the use of the going concern basis of accounting is appropriate. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate the Foundation or to cease operations, or have no realistic alternative but to do so.

## Auditor's responsibilities for the audit of the Financial Report

Our objective is:

- i. to obtain reasonable assurance about whether the Financial Report as a whole is free from material misstatement, whether due to fraud or error; and
- ii. 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. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Financial Report.



As part of an audit in accordance with *Australian Auditing Standards*, we exercise professional judgement and maintain professional skepticism throughout the audit.

We also:

- i. 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.
- ii. Obtain an understanding of internal control relevant to the Audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the registered Foundation's internal control.
- iii. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- iv. Conclude on the appropriateness of the Directors' 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 registered Foundation'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 registered Foundation to cease to continue as a going concern.
- v. 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 of the registered Foundation 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.

In addition, we have:

- i. Obtained an understanding of the internal control structure for fundraising appeal activities.
- ii. Examined on a test basis of evidence supporting compliance with the accounting and associated record keeping requirements for fundraising appeal activities pursuant to the Act and Regulation.

We have not audited on a continuous basis the accounting records relied upon for reporting on fundraising appeal activities. These do not necessarily reflect accounting adjustments after the event or normal year-end financial adjustments required for the preparation of Financial Report such as accruals, prepayments, provisioning and valuations.

## Report on Other Legal and Regulatory Requirements

### Opinion pursuant to the Charitable Fundraising Act (NSW) 1991

In our opinion:

- i. the Financial Report gives a true and fair view of the Foundation's financial result of fundraising appeal activities for the financial year ended 30 June 2021;



- ii. the Financial Report has been properly drawn up, and the associated records have been properly kept for the period from 1 July 2020 to 30 June 2021, in accordance with the *Charitable Fundraising Act (NSW) 1991* and Regulations;
- iii. money received as a result of fundraising appeal activities conducted during the period from 1 July 2020 to 30 June 2021 has been properly accounted for and applied in accordance with the *Charitable Fundraising Act (NSW) 1991* and Regulations; and
- iv. there are reasonable grounds to believe that the Foundation will be able to pay its debts as and when they fall due.

A handwritten version of the KPMG logo in black ink, with the letters 'KPMG' in a stylized, cursive font.

KPMG

A handwritten signature in black ink that reads 'Nicholas Buchanan'.

Nicholas Buchanan

Partner

Sydney

31 August 2021