



Susan McKinnon Research Centre Ltd

ACN: 656 129 127

Financial report

For the period ended 30 June 2022

Pitcher Partners

Level 13, 664 Collins Street, Docklands VIC 3008

p: +61 3 8610 5000

TABLE OF CONTENTS

Directors' report	1 - 3
Auditor's independence declaration	4
Financial report	
Statement of profit or loss and other comprehensive income	5
Statement of financial position	6
Statement of changes in equity	7
Statement of cash flows	8
Notes to financial statements	9 - 13
Directors' declaration	14
Independent auditor's report	15 - 17

SUSAN MCKINNON RESEARCH CENTRE LTD

ACN: 656 129 127

DIRECTORS' REPORT

The directors present their report together with the financial report of Susan McKinnon Research Centre Ltd, the "Company", for the period ended 30 June 2022 and auditor's report thereon.

Directors names

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

Colin Galbraith

Grant Rule

Michael Schoenfeld

The directors have been in office since the start of the period to the date of this report unless otherwise stated.

Results

The surplus of the Company for the period after providing for income tax amounted to \$51,790,888.

Review of operations

The Company was established on 17 December 2021 by the Susan McKinnon Foundation to further its charitable purposes.

The Company's objective is to achieve better outcomes for Australia through research and education in the areas of better governance and evidence-based policy making with a long-term outlook.

Significant changes in state of affairs

There were no significant changes in the Company's state of affairs that occurred during the financial period, other than those referred to elsewhere in this report.

Principal activities

The principal activities during the financial year were ensuring the funding and the operations side of the Company were in place in order to be in a position to undertake its objectives from financial year 2023 and beyond.

After balance date events

No matters or circumstances have arisen since the end of the financial period which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

SUSAN MCKINNON RESEARCH CENTRE LTD

ACN: 656 129 127

DIRECTORS' REPORT

Likely developments

In the coming year, the Company will begin operational activities which includes the hiring of staff and running various programs that align with its objectives.

Environmental regulation

The Company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a State or Territory.

Members guarantee

The Company is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Company is wound up, the Constitution states that each member is required to contribute to a maximum of \$100 each towards meeting any outstandings and obligations of the Company. At 30 June 2022 the number of members was 1. The combined total amount that members of the Company are liable to contribute if the Company is wound up is \$100.

Indemnification of officers

During or since the end of the period, the Company has given indemnity or entered an agreement to indemnify, or paid or agreed to pay insurance premiums in order to indemnify the directors of the Company.

Auditor's independence declaration

A copy of the auditor's independence declaration in relation to the audit for the financial period is provided with this report.

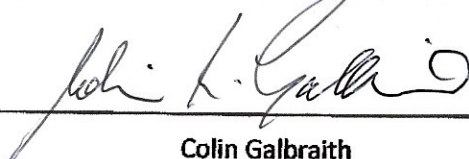
Proceedings on behalf of the Company

No person has applied for leave of Court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings.

SUSAN MCKINNON RESEARCH CENTRE LTD
ACN: 656 129 127

DIRECTORS' REPORT

Signed in accordance with a resolution of the board of directors.

Director: 

Colin Galbraith

Director: 

Michael Schoenfeld

Dated this 13th day of December 2022

**SUSAN MCKINNON RESEARCH CENTRE LTD
ACN: 656 129 127**

**AUDITOR'S INDEPENDENCE DECLARATION
TO THE DIRECTORS OF SUSAN MCKINNON RESEARCH CENTRE LTD**

In relation to the independent audit for the period ended 30 June 2022, to the best of my knowledge and belief there have been no contraventions of APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)*.



K L BYRNE
Partner



PITCHER PARTNERS
Melbourne

Date: 19 December 2022

SUSAN MCKINNON RESEARCH CENTRE LTD
ACN: 656 129 127

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 JUNE 2022

	Note	Period 17 December 2021 to 30 June 2022 \$
Revenue	2	51,833,155
Less: expenses		
Advertising expense		(30,000)
Other expenses		<u>(12,267)</u>
		<u>(42,267)</u>
Surplus for the period		51,790,888
Other comprehensive income for the period		<u>-</u>
Total comprehensive income for the period		<u><u>51,790,888</u></u>

The accompanying notes form part of these financial statements.

SUSAN MCKINNON RESEARCH CENTRE LTD
ACN: 656 129 127

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2022

	Note	2022 \$
Current assets		
Cash and cash equivalents	3	42,833,155
Receivables	4	<u>9,004,227</u>
Total current assets		<u>51,837,382</u>
Total assets		<u>51,837,382</u>
Current liabilities		
Payables	5	<u>46,494</u>
Total current liabilities		<u>46,494</u>
Total liabilities		<u>46,494</u>
Net assets		<u>51,790,888</u>
Equity		
Accumulated surplus	6	<u>51,790,888</u>
Total equity		<u>51,790,888</u>

The accompanying notes form part of these financial statements.

SUSAN MCKINNON RESEARCH CENTRE LTD
ACN: 656 129 127

STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2022

	Accumulated surplus \$	Total equity \$
Balance as at 17 December 2021	-	-
Surplus for the period	<u>51,790,888</u>	<u>51,790,888</u>
Total comprehensive income for the period	<u>51,790,888</u>	<u>51,790,888</u>
Balance as at 30 June 2022	<u>51,790,888</u>	<u>51,790,888</u>

The accompanying notes form part of these financial statements.

SUSAN MCKINNON RESEARCH CENTRE LTD
ACN: 656 129 127

STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 JUNE 2022

	Period 17 December 2021 to 30 June 2022
Note	\$
Cash flow from operating activities	
Receipts from distributions	21,000,000
Donations received	<u>21,833,155</u>
Net cash provided by operating activities	7(b) <u>42,833,155</u>
Reconciliation of cash	
Net increase in cash held	<u>42,833,155</u>
Cash at end of financial year	7(a) <u><u>42,833,155</u></u>

The accompanying notes form part of these financial statements.

SUSAN MCKINNON RESEARCH CENTRE LTD

ACN: 656 129 127

**NOTES TO FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2022**

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The directors have determined that the Company is not a reporting entity on the basis that, 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 financial report is a special purpose financial report, which has been prepared to satisfy the financial reporting requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

The financial report covers Susan McKinnon Research Centre Ltd as an individual entity. Susan McKinnon Research Centre Ltd is a Company limited by guarantee, incorporated and domiciled in Australia. Susan McKinnon Research Centre Ltd is a not-for-profit entity for the purpose of preparing the financial statements.

The financial report was approved by the directors as at the date of the directors' report.

The financial report has been prepared in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, the *Australian Charities and Not-for-profits Commission Regulation 2013*, the recognition and measurement requirements specified by all Australian Accounting Standards and Interpretations, and the disclosure requirements of:

AASB 101:	Presentation of Financial Statements
AASB 107:	Statement of Cash Flows
AASB 108:	Accounting Policies, Changes in Accounting Estimates and Errors
AASB 124:	Related Party Disclosures (to the extent required by the <i>Australian Charities and Not-for-profits Commission Regulation 2013</i> and the ACNC Commissioner's discretion)
AASB 1048:	Interpretation of Standards
AASB 1054:	Australian Additional Disclosures

The following specific accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report:

(a) Basis of preparation of the financial report

Historical Cost Convention

The financial report has been prepared under the historical cost convention, as modified by revaluations to fair value for certain classes of assets and liabilities as described in the accounting policies.

(b) Going concern

The financial report has been prepared on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and the settlement of liabilities in the ordinary course of business.

SUSAN MCKINNON RESEARCH CENTRE LTD

ACN: 656 129 127

**NOTES TO FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2022**

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(c) Revenue and other income

Dividend and other distributions

Dividend and other distribution revenue is recognised when the right to receive a dividend or other distribution has been established.

Donations

Donations are recognised as revenue when received.

All revenue is measured net of the amount of goods and services tax (GST).

(d) Income tax

No provision for income tax has been raised as the Company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(e) Cash and cash equivalents

Cash and cash equivalents include cash on hand and at banks, short-term deposits with an original maturity of three months or less held at call with financial institutions, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the statement of financial position.

(f) Goods and services tax (GST)

Revenues, expenses and purchased assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the 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 statement of financial position are shown inclusive of GST.

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

(g) Comparatives

The company was established on 17 December 2021. As a result, these financial statements do not contain comparative figures and represent the period 17 December 2021 to 30 June 2022.

SUSAN MCKINNON RESEARCH CENTRE LTD
ACN: 656 129 127

NOTES TO FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2022

	2022
	\$
NOTE 2: OTHER REVENUE AND OTHER INCOME	
Distribution income	30,000,000
Donations received	<u>21,833,155</u>
	<u>51,833,155</u>
NOTE 3: CASH AND CASH EQUIVALENTS	
Cash at bank	<u>42,833,155</u>
NOTE 4: RECEIVABLES	
CURRENT	
Other receivables	
- GST Input Credits	4,227
- Franking credits receivable	<u>9,000,000</u>
	<u>9,004,227</u>
NOTE 5: PAYABLES	
CURRENT	
<i>Unsecured liabilities</i>	
Trade creditors	4,963
Loan from associates	
Redbridge Capital Pty Ltd	<u>41,531</u>
	<u>46,494</u>
NOTE 6: ACCUMULATED SURPLUS	
Accumulated surplus at beginning of period	-
Net surplus	<u>51,790,888</u>
	<u>51,790,888</u>

SUSAN MCKINNON RESEARCH CENTRE LTD

ACN: 656 129 127

NOTES TO FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2022

2022

\$

NOTE 7: CASH FLOW INFORMATION

(a) Reconciliation of cash

Cash at the end of the financial 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>42,833,155</u>
	<u>42,833,155</u>

(b) Reconciliation of cash flow from operations with profit after income tax

Profit from ordinary activities after income tax	51,790,888
--	------------

Adjustments and non-cash items

Changes in operating assets and liabilities

Increase in receivables	(9,004,227)
Increase in payables	<u>46,494</u>
Cash flows from operating activities	<u>42,833,155</u>

NOTE 8: EVENTS SUBSEQUENT TO REPORTING DATE

There has been no matter or circumstance, which has arisen since 30 June 2022 that has significantly affected or may significantly affect:

- (a) the operations, in financial years subsequent to 30 June 2022, of the Company, or
- (b) the results of those operations, or
- (c) the state of affairs, in financial years subsequent to 30 June 2022, of the Company.

NOTE 9: MEMBERS' GUARANTEE

The Company is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Company is wound up, the Constitution states that each member is required to contribute to a maximum of \$100 each towards meeting any outstanding obligations of the Company. At 30 June 2022 the number of members was 1. The combined total amount that members of the Company are liable to contribute if the Company is wound up is \$100.

SUSAN MCKINNON RESEARCH CENTRE LTD
ACN: 656 129 127

NOTES TO FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2022

NOTE 10: COMPANY DETAILS

The registered office of the Company is:

Susan McKinnon Research Centre Ltd
Level 9
52 Collins Street
Melbourne VIC 3000

SUSAN MCKINNON RESEARCH CENTRE LTD
ACN: 656 129 127

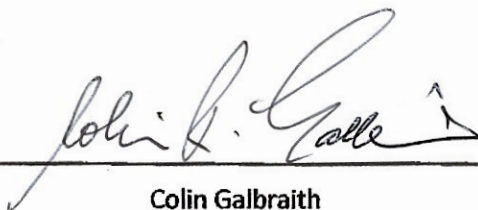
DIRECTORS' DECLARATION

The directors declare that:

1. there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable; and
2. the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

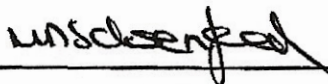
Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*.

Director: _____



Colin Galbraith

Director: _____



Michael Schoenfeld

Dated this 13th day of December 2022

SUSAN MCKINNON RESEARCH CENTRE LTD
ACN: 656 129 127

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF SUSAN MCKINNON RESEARCH CENTRE LTD

Report on the Audit of the Financial Report

Opinion

We have audited the financial report, being a special purpose financial report of Susan McKinnon Research Centre Ltd, "the Company", which comprises the statement of financial position as at 30 June 2022, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the period 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 Susan McKinnon Research Centre Ltd, is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (a) giving a true and fair view of the Company's financial position as at 30 June 2022 and of its financial performance for the period then ended; and
- (b) complying with Australian Accounting Standards and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Company in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* "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

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Susan McKinnon Research Centre Ltd to meet the requirements of 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.

SUSAN MCKINNON RESEARCH CENTRE LTD
ACN: 656 129 127

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF SUSAN MCKINNON RESEARCH CENTRE LTD

Responsibilities of Management and Those Charged with Governance for the Financial Report

Management is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the ACNC Act and for such internal control as management determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

SUSAN MCKINNON RESEARCH CENTRE LTD
ACN: 656 129 127

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF SUSAN MCKINNON RESEARCH CENTRE LTD

Auditor's Responsibilities for the Audit of the Financial Report (Continued)

- 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 Company'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 Company 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.



K L BYRNE
Partner



PITCHER PARTNERS
Melbourne

Date 19 December 2022