

# Greenfleet Australia Ltd (as trustee for Greenfleet Trust)

**ABN:** 86 693 237 685

**Trustee:** Greenfleet Australia Ltd **ACN:** 095 044 465

### **Financial report**

For the year ended 31 December 2022

#### **Pitcher Partners**

Level 13, 664 Collins Street, Docklands VIC 3008 p: +61 3 8610 5000

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#### **DIRECTORS' REPORT**

The directors of the trustee present their report together with the financial report of the trust for the year ended 31 December 2022 and auditor's report thereon. This financial report has been prepared in accordance with Australian Accounting Standards.

#### **Directors names**

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

Hon. Thomas Roper

Ms Dominique Hes

Mr Philip Thomas (Resigned 30/06/2022)

Ms Angela McClowry (Resigned 07/12/2022)

Mr David Lamb (Resigned 21/06/2022)

Mr John Holden

Mr Gary Wertheimer (Joined 18/05/2022)

Mr Jorge Chapa (Joined 29/08/2022)

Ms Belinda Hudson

Ms Jenica Brooke

Ms Julia Scott

Ms Carole Alt (Joined 16/11/2022)

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

#### **Results**

The surplus of the trust for the year after providing for income tax amounted to \$2,459,059 (2021: \$1,741,814).

#### **Review of operations**

With the help of our business and individual supporters, Greenfleet has continued to make significant impact on Australia's landscape, environment and climate by planting native biodiverse forests to capture carbon emissions to help fight the impacts of climate change.

Greenfleet was the first organisation in Australia to plant biodiverse forests to offset carbon emissions, and since 1997 we have planted over 9.6 million trees across over 500 forests in Australia and New Zealand with Greenfleet's forests protected for up to 100 years.

#### **DIRECTORS' REPORT**

#### Significant changes in state of affairs

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

#### **Principal activities**

The principal activity of the trust during the year was establishing and maintaining biodiverse forests to recognised standards using best practice forestry practices and maintaining business operations in a cost effective manner.

No significant change in the nature of these activities occurred during the year.

#### **Group performance**

Despite the challenge of a changing climate, we succeeded in planting 454,551 trees.

These trees will grow into biodiverse native forests which will capture 347,883 tonnes of carbon emissions over their lifetime to help fight the impacts of climate change.

2022 was Greenfleet's 25th year of delivering climate action: removing carbon, restoring nature and supporting indigenous reconciliation.

With support from thousands of individuals and more than 600 corporate supporters, we revegetated 408 hectares in Australia and New Zealand with legally protected forests that will remove 448,452 tonnes of carbon over their lifetime. This is equivalent to removing over 104,000 average cars from Australia's roads for a whole year, or offsetting around 33,000 Australian households.

We restored 362 hectares of protected koala habitat, which equates to planting a hectare each day, and triples our 2021 koala conservation impact. We now have plans to create a 3.5-kilometre habitat corridor for Strzelecki Koalas in Victoria's South Gippsland.

Further north in the iconic Noosa Hinterland, Greenfleet completed the first of our commitments under the Indigenous Land Use Agreement with the Kabi Kabi Peoples Aboriginal Corporation.

By delivering climate action through ecosystem restoration, Greenfleet is also conserving biodiversity and building habitat for our native wildlife.

#### After balance date events

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

#### Likely developments

The trust expects to maintain the present status and level of operations.

#### **DIRECTORS' REPORT**

#### **Environmental regulation**

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

#### Dividends paid, recommended and declared

No dividends were paid or declared since the start of the year. No recommendation for payment of dividends has been made.

#### **Options**

No options over unissued shares or interests in the trust were granted during or since the end of the year and there were no options outstanding at the end of the year.

#### Members guarantee

The trustee company is incorporated under the *Corporations Act 2001* and is a company limited by guarantee. If the trustee 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 trust. At 31 December 2022 the number of members was 9. The combined total amount that members of the trustee are liable to contribute if the trust is wound up is \$900.

#### **Indemnification of officers**

During or since the end of the year, the group has given indemnity or entered an agreement to indemnify, or paid or agreed to pay insurance premiums as follows:

The trustee company has paid premiums to insure the Directors & Company Secretary listed above against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity as a director, company secretary or officer of the company, other than conduct involving a wilful breach of duty in relation to the company. The amount of the premium paid for the year was \$3,393 (2021: \$3,393).

Further disclosure required under section 300(9) of the *Corporations Act 2001* is prohibited under the terms of the contract.

#### **Indemnification of auditors**

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

#### Auditor's independence declaration

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

#### **DIRECTORS' REPORT**

#### Proceedings on behalf of the trust

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

2023

Signed on behalf of the board of directors.

Dated this

Dominique Hes  Director:  Directo	ominique He <b>s</b> /21/2023
Docusigned by:  Beli  F63DE41284AE481	nda Hudson4/26/2023

day of

#### TRUSTEES FUNDRAISING DECLARATION

The directors of the trustee company declare that in our opinion:

- i) the financial statements and notes to the financial statements give a true and fair view of all income and expenditure and state of affairs of the Trust with respect to fundraising appeals conducted by the Trust;
- ii) the provisions of the Fundraising Acts listed below, the regulations under those Acts and the conditions attached to the authority have been complied with by the Trust; and
  - \* Charitable Fundraising Act 1991, New South Wales
  - \* Fundraising Appeals Act 1998, Victoria
  - \* Certificate of Sanction Collections Act 1966, Queensland
  - Charities Act 2001, Tasmania
- iii) The internal controls exercised by the Trust are appropriate and effective in accounting for all income received and applied by the organisation from any of its fund raising appeals.

This declaration is made in accordance with a resolution of the Board of Directors of the Trustee Company.

Director:

Dominique Hels/21/2023

Director:

Belinda Hudson 1/26/2023

Dated this day of 2023



# AUDITOR'S INDEPENDENCE DECLARATION TO THE UNITHOLDERS OF GREENFLEET TRUST

In relation to the independent audit for the year ended 31 December 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).

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M J HARRISON

PITCHER PARTNERS

Partner Melbourne

Date: 4/26/2023

# STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2022

	Note	2022	2021
		\$	\$
Revenue and other income			
	_	0.400.044	
Income	2	8,136,014	5,686,709
		8,136,014	<u>5,686,709</u>
Less: expenses			
Forestry, Planting & Maintenance		(3,167,806)	(2,069,637)
Thought Leadership & Research		(214,280)	(71,961)
Supporter Engagement		(1,210,538)	(906,304)
Administration		(1,084,331)	(896,993)
		<u>(5,676,955</u> )	(3,944,895)
Surplus before income tax expense		2,459,059	1,741,814
Other comprehensive income			
Items that will not be reclassified subsequently to profit and loss			
Revaluation of property, plant and equipment		376,432	
Other comprehensive income for the year		376,432	
Total comprehensive income		2,835,491	1,741,814

# STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2022

	Note	<b>2022</b> \$	<b>2021</b> \$
Current assets			
Cash and cash equivalents	5	2,283,988	3,789,839
Receivables	6	690,495	529,476
Financial assets	7	-	989,092
Other assets	8	211,407	196,052
Total current assets		3,185,890	5,504,459
Non-current assets			
Property, plant and equipment	9	10,785,059	<u>5,571,651</u>
Total non-current assets		10,785,059	<u>5,571,651</u>
Total assets		13,970,949	11,076,110
Current liabilities			
Payables	10	288,874	206,246
Borrowings	11	4,074	3,032
Provisions	12	751,124	782,031
Total current liabilities		1,044,072	991,309
Non-current liabilities			
Provisions	12	10,333	3,748
Total non-current liabilities		10,333	3,748
Total liabilities		1,054,405	995,057
Net assets		12,916,544	10,081,053
Trust funds			
Trust funds	13	100	100
Reserves	17	475,575	-
Accumulated surplus	18	12,440,869	10,080,953
Total trust funds		12,916,544	10,081,053

# STATEMENT OF CHANGES IN TRUST FUNDS FOR THE YEAR ENDED 31 DECEMBER 2022

	Settled Sum \$	Reserves \$	Accumulated Surplus \$	Total equity \$
Balance as at 1 January 2021	100	-	8,339,139	8,339,239
Surplus for the year			1,741,814	1,741,814
Total comprehensive income for the year			1,741,814	1,741,814
Balance as at 31 December 2021	100		10,080,953	10,081,053
Balance as at 1 January 2022	100	-	10,080,953	10,081,053
Surplus for the year Revaluation of property, plant and	-	-	2,459,059	2,459,059
equipment		<u>376,432</u>		376,432
Total comprehensive income for the year		376,432	2,459,059	2,835,491
Transactions with owners in their capacity as owners:				
Transferred from accumulated surplus to land reserve	<u>-</u>	99,143	(99,143)	
Total transactions with owners in their capacity as owners		99,143	(99,143)	
Balance as at 31 December 2022	100	475,575	12,440,869	12,916,544

# STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2022

	Note	2022	2021
		\$	\$
Cash flow from operating activities			
Receipts from supporters		8,062,408	5,789,434
·			, ,
Payments to suppliers and employees Interest received		(5,693,939) 6,222	(4,290,079) 3,428
Net cash provided by operating activities		2,374,691	1,502,783
Cash flow from investing activities			
Payment for property, plant and equipment		(4,870,676)	(1,598,483)
Proceeds / (payments) for investments		989,092	(987,821)
Net cash (used in) investing activities		(3,881,584)	(2,586,304)
Cash flow from financing activities			
Proceeds from borrowings		1,042	977
Net cash provided by financing activities		1,042	977
Reconciliation of cash			
Cash at beginning of the financial year		3,789,839	4,872,383
Net decrease in cash held		(1,505,851)	(1,082,544)
			•
Cash at end of financial year		2,283,988	3,789,839

### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

#### **NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

The financial report is a general purpose financial report that has been prepared in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and Australian Accounting Standards - Reduced Disclosure Requirements, Interpretations and other applicable authoritative pronouncements of the Australian Accounting Standards Board.

The financial report covers Greenfleet Australia Ltd (as trustee for Greenfleet Trust) as an individual entity. Greenfleet Australia Ltd (as trustee for Greenfleet Trust) is a trust, formed and domiciled in Australia. Greenfleet Australia Ltd (as trustee for Greenfleet Trust) is a not-for-profit entity for the purpose of preparing the financial statements.

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

The following are the significant accounting policies adopted by the trust in the preparation and presentation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

#### (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) Other revenue and other income

#### **Donations**

Revenue from offset donations is recognised in the accounting period that the funds were invoiced and establishment of performance obligations was created. Funds received from donations are recognised when received. Donations are not subject to acquittal.

#### Interest

Interest revenue is measured in accordance with the effective interest method.

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

#### (c) Cash and cash equivalents

Cash and cash equivalents include cash on hand and at banks, short-term deposits with an original maturity of six months or less held at call with financial institutions.

### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

#### NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### (d) Property, plant and equipment

Each class of property, plant and equipment is measured at cost or fair value less, where applicable, any accumulated depreciation and any accumulated impairment losses.

#### **Property**

Freehold land and buildings are measured at cost or fair value, less accumulated depreciation and any accumulated impairment losses.

#### Plant and equipment

Plant and equipment is measured on the cost basis.

#### Depreciation

Land is not depreciated. The depreciable amount of all other property, plant and equipment is depreciated over their estimated useful lives commencing from the time the asset is held available for use, consistent with the estimated consumption of the economic benefits embodied in the asset.

Class of fixed asset	<b>Depreciation rates</b>	<b>Depreciation basis</b>
Buildings at cost	2%	Straight line
Plant and equipment at cost	12.5% - 60%	Straight line &
		Diminishing value

#### (e) Financial instruments

#### Initial recognition and measurement

Financial assets and financial liabilities are recognised when the trust becomes a party to the contractual provisions of the instrument. For financial assets, this is equivalent to the date that the trust commits itself to either the purchase or sale of the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value adjusted for transaction costs, except where the instrument is classified as fair value through profit or loss, in which case transaction costs are immediately recognised as expenses in profit or loss.

#### Classification of financial assets

Financial assets recognised by the trust are subsequently measured in their entirety at either amortised cost or fair value, subject to their classification and whether the trust irrevocably designates the financial asset on initial recognition at fair value through other comprehensive income (FVtOCI) in accordance with the relevant criteria in AASB 9.

Financial assets not irrevocably designated on initial recognition at FVtOCI are classified as subsequently measured at amortised cost, FVtOCI or fair value through profit or loss (FVtPL) on the basis of both:

- (a) the trust's business model for managing the financial assets; and
- (b) the contractual cash flow characteristics of the financial asset.

# NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

#### NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### (f) Provisions

Provisions are recognised when the trust has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

The amount recognised as a provision is the best estimate of the expenditure required to settle the present obligation at the end of the reporting period.

#### (g) Carbon provisions

Carbon provisions identify amounts set aside specifically for future plantings required to meet carbon commitments entered into at the point of receipt.

The provision for carbon plantings is calculated from the average historical cost to generate a tonnage of carbon multiplied by the assessed difference between the aggregate carbon yield and the actual carbon committed to as per donations received.

The organisation recognises that national carbon accounting systems have evolved to enable more accurate calculation of the sequestration of carbon over a plantings life and reliable recognition of their longer term output, and accordingly recognises sequestration of carbon that is expected to occur in the 100 years from planting.

#### (h) Income tax

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

#### (i) Comparatives

Where necessary, comparative information has been reclassified and repositioned for consistency with current year disclosures.

# NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

	2022	2021
	\$	\$
NOTE 2: REVENUE AND OTHER INCOME		
Interest income	6,222	3,428
Government grants	2,386	63,620
Gain on fair value adjustments	9,432	1,271
Donations	7,539,683	4,565,551
Other revenue	578,291	1,052,839
	8,136,014	5,686,709
NOTE 3: EXPENSES		
Surplus before income tax has been determined after:		
Finance costs	143	80
Depreciation		
- buildings	-	34,080
- plant and equipment	33,700	43,439
	33,700	77,519
Foreign currency translation losses	20,097	7,068
Employee benefits	1,829,112	1,568,082
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# NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

	<b>2022</b> \$	2021 \$
NOTE 4: KEY MANAGEMENT PERSONNEL COMPENSATION		
Compensation received by key management personnel of the trust		
- short-term employee benefits	326,466	282,722
- post-employment benefits - superannuation	32,224	27,647
	358,690	310,369

The above compensation details relate to the CEO and General Manager - Revegetation positions only. The Directors and Company Secretary are not remunerated for their services and there were no other transactions with related parties during the year.

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

#### Name

Hon. Thomas Roper Ms Dominique Hes

Mr Philip Thomas (Resigned 30/06/2022)
Ms Angela McClowry (Resigned 07/12/2022)
Mr David Lamb (Resigned 21/06/2022)

Mr John Holden

Mr Gary Wertheimer (Joined 18/05/2022) Mr Jorge Chapa (Joined 29/08/2022)

Ms Belinda Hudson Ms Jenica Brooke Ms Julia Scott

Ms Carole Alt (Joined 16/11/2022)

NamePositionWayne WescottCEO

Alexander Paddock General Manager - Revegetation

#### **NOTE 5: CASH AND CASH EQUIVALENTS**

 Cash on hand
 200
 200

 Cash at bank
 2,283,788
 3,789,639

 2,283,988
 3,789,839

# NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

2022 \$	2021 \$
599,527	504,942
(5,000)	(5,000)
594,527	499,942
95,968	29,534
690,495	529,476
	\$ 599,527 (5,000) 594,527 95,968

#### Impairment of trade receivables

Trade receivables are non interest bearing with 30 days terms. An impairment loss is recognised when there is objective evidence that an individual trade receivable is impaired.

#### **Aged analysis**

Trade and other receivables ageing analysis at 31 December is:

	Gross	Impairment	Gross	Impairment
	2022 \$	2022 \$	2021 \$	2021 \$
Not past due	391,324	-	416,568	-
Past due 31-60 days	42,186	-	40,166	-
Past due 61-90 days	3,938	-	12,079	-
Past due more than 90 days	162,079	5,000	36,129	5,000
	599,527	5,000	504,942	5,000
NOTE 7: FINANCIAL ASSETS				
CURRENT				
Financial assets at fair value				
Other investments			<u>-</u>	989,092
NOTE OF OTHER ASSETS				
NOTE 8: OTHER ASSETS				
CURRENT				
Prepayments			51,899	34,896
Other current assets			<u>159,508</u>	161,156
			211,407	196,052

# NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

	<b>2022</b> \$	<b>2021</b> \$
NOTE 9: PROPERTY, PLANT AND EQUIPMENT		
Land	0 707 511	2 022 002
At cost	<u>8,787,511</u>	3,932,802
Buildings		
At fair value	1,910,000	1,703,967
Accumulated depreciation		(170,399)
II . I . II . II .	1,910,000	1,533,568
Total land and buildings	10,697,511	5,466,370
Plant and equipment		
Plant and equipment at cost	425,228	409,261
Accumulated depreciation	(337,680)	(303,980)
	87,548	105,281
Total property, plant and equipment	10,785,059	<u>5,571,651</u>
(a) Reconciliations		
Reconciliation of the carrying amounts of property, plant and equipment at the beginning and end of the current financial year		
Land		
Opening carrying amount	3,932,802	2,370,215
Additions	4,854,709	1,562,587
Closing carrying amount	8,787,511	3,932,802
Buildings		
Opening carrying amount	1,533,568	1,567,648
Net gain from fair value adjustment	376,432	-
Depreciation expense	<u> </u>	(34,080)
Closing carrying amount	1,910,000	1,533,568
Plant and equipment Opening carrying amount	10E 201	112 024
Opening carrying amount Additions	105,281 15,967	112,824 35,896
Depreciation expense	(33,700)	(43,439)
Closing carrying amount	87,548	105,281
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# NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

	2022 \$	<b>2021</b> \$
	144,582 144,292 288,874	21,339 184,907 206,246
	4,074	3,032
(a)	137,655 613,469 751,124	123,944 658,087 782,031
(a)	10,333	3,748
	147,988	127,692
	658,087 1,361,163 (1,249,835) (161,102) (45,362) 50,518 613,469	980,029 780,288 (963,898) - (107,858) (30,474) 658,087
		\$  144,582 144,292 288,874  (a) 137,655 613,469 751,124  (a) 10,333 147,988  658,087 1,361,163 (1,249,835) (161,102) (45,362) 50,518

# NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

2022 2021 \$ \$

**NOTE 13: TRUST FUNDS** 

Settled sum \_\_\_\_\_\_100 \_\_\_\_\_100

#### **NOTE 14: YUROL-RINGTAIL OFFSETS**

	Carbon offsets	Price	Total
Yurol-Ringtail offsets	<u>65,653</u>	20	1,313,052

On the 30th of March 2021 Greenfleet entered into an agreement with the Native Title Party, through which a new carbon offset offering has been created. As at the 31st of December 2022, a total of 65,653 carbon offsets have been sold with payment received.

#### **NOTE 15: GPT AGREEMENT**

	Carbon offsets due by 30 June 2024 (tonnes)	Total Revenue (ex GST) \$	Revenue recognised (ex GST) at 31/12/2022 \$
Entity			
GPT RE Limited	36,436	728,720	364,360
GPT Funds Management Limited (GWOF)	27,619	552,380	276,190
GPT Fund Management Lmited (GWSCF)	5,945	118,900	59,450
	70,000	1,400,000	700,000

On the 9th of August 2022 Greenfleet entered into three agreements with GPT (and associated entities) as part of an overall nature positive initiative. As at 31 December 2022 a total of \$700,000 in payments have been receipted representing 50% prepayment for 70,000 carbon offsets, with the delivery schedule to provide 70,000 offsets by June 2023. As part of the agreement, there is the ability to retire an opportunity to a supporter's assets as requested. Subsequent to year end, 70,000 offset tonnes were allocated to the Yurol-Ringtail site meeting Greenfleets' first year sequestration obligations to GPT.

### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

#### **NOTE 16: FUND RAISING**

Greenfleet conducts fund raising activities and is registered for fund raising in relevant jurisdictions.

- a) All funds derived from fund raising have been applied in a manner consistent with the objectives of the Greenfleet Trust i.e. protecting and enhancing the natural environment by reducing the environmental consequences of greenhouse gas emissions. The purpose is achieved by advocating the avoidance and reduction of generation of greenhouse gas emissions and by planting permanent biodiverse forests to sequester greenhouse gas emissions.
- b) Greenfleet seeks donations via its website, publication of advertisements in print and digital media, and by direct mailing to its prospective, existing and past supporters.
- c) Amounts spent on direct service delivery include all forest establishment costs, conferences, events and publications that are consistent with the delivery of our charitable purpose and the costs of labour incurred in delivering those programs. Fundraising costs include costs of labour, promotional collateral, web site, and supporter renewal correspondence and associated travel expenses. Administrative costs include accommodation and related costs, costs of administrative staff, governance, insurance and professional fees not relating to the forest establishment program.

\$

d) Total costs of fund raising 710,385

Gross income obtained from fundraising 5,935,316

	Note	2022 \$	2021 \$
NOTE 17: RESERVES		•	*
Asset revaluation reserve	17(a)	376,432	-
Land reserve	17(b)	99,143	
		475,57 <u>5</u>	-
(a) Asset revaluation reserve			
Movements in reserve			
Opening balance		-	-
Revaluation of property, plant and equipment	-	376,432	
Closing balance	_	376,432	_

# NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

2022	2021
Ś	Ś

#### **NOTE 17: RESERVES (CONTINUED)**

#### (b) Land reserve

Movements in reserve		
Opening balance	-	-
Transfered from accumulated surplus	99,143	
Closing balance	99,143	

In 2022, the cost of a standard offset was increased from \$15/tonne to \$18/tonne, with the difference of \$3/tonne to be retained in a land reserve. This reserve can only be used to purchase land for revegetation.

#### **NOTE 18: ACCUMULATED SURPLUS**

Accumulated surplus at beginning of year	10,080,953	8,339,139
Net surplus	2,459,059	1,741,814
Transfers to reserves	(99,143)	
	12,440,869	10,080,953

#### **NOTE 19: EVENTS SUBSEQUENT TO REPORTING DATE**

There has been no matter or circumstance, which has arisen since 31 December 2022 that has significantly affected or may significantly affect:

- (a) the operations, in financial years subsequent to 31 December 2022, of the trust, or
- (b) the results of those operations, or
- (c) the state of affairs, in financial years subsequent to 31 December 2022, of the trust.

#### **NOTE 20: ENTITY DETAILS**

The registered office of the trust is:

Greenfleet Trust
C/- Greenfleet Australia Ltd
Level 4, 517 Flinders Lane
Melbourne VIC 3000

#### **DIRECTORS' DECLARATION OF THE TRUSTEE COMPANY**

The directors of the trust declare that:

- 1. In the directors' opinion, the financial statements and notes thereto, as set out on pages 7 21, satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*, including:
  - (a) complying with Australian Accounting Standards and the *Australian Charities and Not-for-profits Commission Regulations 2022*; and
  - (b) giving a true and fair view of the financial position as at 31 December 2022 and performance for the year ended on that date of the trust.
- 2. In the directors' opinion, there are reasonable grounds to believe that the trust is able to pay all of its debts, as and when they become due and payable.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2022*.

Director: .	Dominique Hes  OED4399C6D2D4E0	Dominique Hes4/21/2023	_
	DocuSigned by:		
Director: .	F63DF41284AE481	Belinda Hudson 4/26/2023	
Dated this		day of	2023



# INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF GREENFLEET TRUST

#### Report on the Audit of the Financial Report

#### Opinion

We have audited the financial report of Greenfleet Trust, the "trust", which comprises the statement of financial position as at 31 December 2022, the statement of profit or loss and other comprehensive income, statement of changes in trust funds and 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 of the trustee company.

In our opinion, the accompanying financial report of the trust, is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 20*12, including:

- (a) giving a true and fair view of the trust's financial position as at 31 December 2022 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards Simplified Disclosures and Division 60 of the *Australian Charities and Not-for-profits Commission Regulations 2022*.

#### 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 trust in accordance with the *Australian Charities and Not-for-profits Commission Act 20*12 "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.

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.



### INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF GREENFLEET TRUST

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

In preparing the financial report, management is responsible for assessing the trust'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 trust or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the trust'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 trust's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.



# INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF GREENFLEET TRUST

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 trust'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 trust 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.

M J HARRISON

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PITCHER PARTNERS

Partner Melbourne

Date: 4/26/2023