



# Greenfleet Trust

ABN: 86 693 237 685

Trustee: Greenfleet Australia Ltd

ACN: 095 044 465

## Financial report

For the year ended 31 December 2023

*Pitcher Partners*

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**GREENFLEET TRUST**  
**ABN: 86 693 237 685**

**DIRECTORS' REPORT**

The directors of the trustee present their report together with the financial report of the trust for the year ended 31 December 2023 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 (deceased 22 June 2023)

Ms Dominique Hes (Chair)

Mr John Holden (resigned 31 March 2023)

Mr Gary Wertheimer

Mr Jorge Chapa

Ms Belinda Hudson

Ms Jenica Brooke

Ms Julia Scott

Ms Carole Alt

Mr Graham Ross (appointed 18 April 2023)

Ms Amanda Cornwall (appointed 5 December 2023)

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 amounted to \$2,445,209 (2022: \$2,459,059).

**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 remove carbon emissions to help fight the impacts of climate change.

Greenfleet is Australia's first carbon offset provider and plants native, biodiverse forests to remove carbon emissions. Since 1997 we have planted over 10.8 million trees across over 550 forests in Australia and New Zealand. Our forests are legally protected on title 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**

2023 was Greenfleet's biggest year for delivering climate action: removing carbon, restoring nature and advancing reconciliation.

Thousands of individuals and over 600 corporate supporters contributed to our revegetation of 608 hectares in Australia and New Zealand.

The legally protected forests created will remove 513,887 tonnes of carbon over their lifetime. This equates to removing around 120,000 average cars from Australia's roads for a whole year or sequestering the emissions of 34,000 Australian households.

Our reforestation projects in 2023 include 493 hectares of new koala habitat, that will be legally protected through the rest of this century. Since 2021, we have restored nearly 1,000 hectares back to native forest that will provide food and homes to these iconic animals.

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.

**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.

**DIRECTORS' REPORT**

**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 2023 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 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 \$3,724 (2022: \$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.

**GREENFLEET TRUST**  
**ABN: 86 693 237 685**

**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.

Signed on behalf of the board of directors.

Director: \_\_\_\_\_

Director: \_\_\_\_\_

Dated this \_\_\_\_\_ day of \_\_\_\_\_ 2024



**GREENFLEET TRUST**  
**ABN: 86 693 237 685**

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

In relation to the independent audit for the year ended 31 December 2023, 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: 2024



**GREENFLEET TRUST**  
**ABN: 86 693 237 685**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

	Note	2023 \$	2022 \$
<b>Revenue and other income</b>			
Income	2	<u>9,095,435</u>	<u>8,136,014</u>
		<u>9,095,435</u>	<u>8,136,014</u>
<b>Less: expenses</b>			
Forestry, Planting & Maintenance		(4,316,184)	(3,167,806)
Thought Leadership & Research		(71,399)	(214,280)
Supporter Engagement		(1,178,203)	(1,210,538)
Administration		(1,041,525)	(1,084,331)
Other expenses		<u>(42,915)</u>	<u>-</u>
		<u>(6,650,226)</u>	<u>(5,676,955)</u>
<b>Surplus for the year</b>		2,445,209	2,459,059
<b>Other comprehensive income</b>			
<i>Items that will not be reclassified subsequently to profit and loss</i>			
Revaluation (decrement) / increment of property, plant and equipment		<u>(161,840)</u>	<u>376,432</u>
<b>Other comprehensive income for the year</b>		<u>(161,840)</u>	<u>376,432</u>
<b>Total comprehensive income</b>		<u><u>2,283,369</u></u>	<u><u>2,835,491</u></u>

The accompanying notes form part of these financial statements.

**GREENFLEET TRUST**  
**ABN: 86 693 237 685**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2023**

	Note	2023 \$	2022 \$
<b>Current assets</b>			
Cash and cash equivalents	6	3,572,779	2,283,988
Receivables	7	69,637	690,495
Other assets	8	<u>774,648</u>	<u>211,407</u>
<b>Total current assets</b>		<u>4,417,064</u>	<u>3,185,890</u>
<b>Non-current assets</b>			
Receivables	7	65,656	-
Property, plant and equipment	9	<u>11,512,501</u>	<u>10,785,059</u>
<b>Total non-current assets</b>		<u>11,578,157</u>	<u>10,785,059</u>
<b>Total assets</b>		<u>15,995,221</u>	<u>13,970,949</u>
<b>Current liabilities</b>			
Payables	10	319,107	288,874
Borrowings	11	5,287	4,074
Provisions	12	392,701	751,124
Other liabilities	13	<u>52,019</u>	<u>-</u>
<b>Total current liabilities</b>		<u>769,114</u>	<u>1,044,072</u>
<b>Non-current liabilities</b>			
Provisions	12	<u>26,194</u>	<u>10,333</u>
<b>Total non-current liabilities</b>		<u>26,194</u>	<u>10,333</u>
<b>Total liabilities</b>		<u>795,308</u>	<u>1,054,405</u>
<b>Net assets</b>		<u>15,199,913</u>	<u>12,916,544</u>
<b>Trust funds</b>			
Trust funds	14	100	100
Reserves	18	364,990	475,575
Accumulated surplus	19	<u>14,834,823</u>	<u>12,440,869</u>
<b>Total trust funds</b>		<u>15,199,913</u>	<u>12,916,544</u>

The accompanying notes form part of these financial statements.

**GREENFLEET TRUST**  
**ABN: 86 693 237 685**

**STATEMENT OF CHANGES IN TRUST FUNDS**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

	Settled Sum	Reserves	Accumulated Surplus	Total equity
	\$	\$	\$	\$
<b>Balance as at 1 January 2022</b>	100	-	10,080,953	10,081,053
Surplus for the year	-	-	2,459,059	2,459,059
Other comprehensive income for the year	<u>-</u>	<u>376,432</u>	<u>-</u>	<u>376,432</u>
<b>Total comprehensive income for the year</b>	<u>-</u>	<u>376,432</u>	<u>2,459,059</u>	<u>2,835,491</u>
Transfers to reserves	<u>-</u>	<u>99,143</u>	<u>(99,143)</u>	<u>-</u>
<b>Balance as at 31 December 2022</b>	<u><u>100</u></u>	<u><u>475,575</u></u>	<u><u>12,440,869</u></u>	<u><u>12,916,544</u></u>
<b>Balance as at 1 January 2023</b>	100	475,575	12,440,869	12,916,544
Surplus for the year	-	-	2,445,209	2,445,209
Other comprehensive loss for the year	<u>-</u>	<u>(161,840)</u>	<u>-</u>	<u>(161,840)</u>
<b>Total comprehensive income for the year</b>	<u>-</u>	<u>(161,840)</u>	<u>2,445,209</u>	<u>2,283,369</u>
Transfers to reserves	<u>-</u>	<u>51,255</u>	<u>(51,255)</u>	<u>-</u>
<b>Balance as at 31 December 2023</b>	<u><u>100</u></u>	<u><u>364,990</u></u>	<u><u>14,834,823</u></u>	<u><u>15,199,913</u></u>

The accompanying notes form part of these financial statements.

**GREENFLEET TRUST**  
**ABN: 86 693 237 685**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

	Note	2023	2022
		\$	\$
<b>Cash flow from operating activities</b>			
Receipts from supporters		9,766,844	8,062,408
Payments to suppliers and employees		(7,517,375)	(5,693,939)
Interest received		<u>29,447</u>	<u>6,222</u>
<b>Net cash provided by operating activities</b>		<u>2,278,916</u>	<u>2,374,691</u>
<b>Cash flow from investing activities</b>			
Payment for property, plant and equipment		(1,025,703)	(4,870,676)
Proceeds for investments		<u>34,365</u>	<u>989,092</u>
<b>Net cash (used in) investing activities</b>		<u>(991,338)</u>	<u>(3,881,584)</u>
<b>Cash flow from financing activities</b>			
Proceeds from borrowings		<u>1,213</u>	<u>1,042</u>
<b>Net cash provided by financing activities</b>		<u>1,213</u>	<u>1,042</u>
<b>Reconciliation of cash</b>			
Cash at beginning of the financial year		2,283,988	3,789,839
Net increase / (decrease) in cash held		<u>1,288,791</u>	<u>(1,505,851)</u>
<b>Cash at end of financial year</b>		<u><u>3,572,779</u></u>	<u><u>2,283,988</u></u>

The accompanying notes form part of these financial statements.

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

**NOTE 1: BASIS OF PREPARATION**

**General information**

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 - Simplified Disclosures, Interpretations and other applicable authoritative pronouncements of the Australian Accounting Standards Board. This includes compliance with the recognition and measurement requirements of all Australian Accounting Standards, Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board and the disclosure requirements of AASB 1060 *General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities*.

The financial report covers Greenfleet Trust as an individual entity. Greenfleet Trust is a trust, formed and domiciled in Australia. 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.

*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.

**Accounting policies**

The following accounting policies have been applied in the preparation and presentation of the financial report.

**(a) 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.

**(b) Other revenue and other income**

*Donations*

Revenue from offset donations is recognised in the accounting period that the funds were received and offset obligations are provided. 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.

NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2023

**NOTE 1: BASIS OF PREPARATION (CONTINUED)**

*Other revenue*

Other revenue is recognised when the right to receive the revenue has been established.

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.

**(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 at revalued amounts, being the fair value at the date of the revaluation, less any subsequent accumulated depreciation and any accumulated impairment losses. At each reporting date the carrying amount of each asset is reviewed to ensure that it does not differ materially from the asset's fair value at reporting date. Where necessary, the asset is revalued to reflect its fair value.

Increases in the carrying amounts arising on revaluation of land and buildings are recognised in other comprehensive income and accumulated in equity. To the extent that the increase reverses a decrease of the same class of asset previously recognised in profit or loss, the increase is recognised in profit or loss. Decreases that offset previous increases of the same class of asset are recognised in other comprehensive income; all other decreases are recognised in profit or loss.

*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.

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

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

**NOTE 1: BASIS OF PREPARATION (CONTINUED)**

**(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.

**(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 trust 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.

**GREENFLEET TRUST**  
**ABN: 86 693 237 685**

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

**NOTE 1: BASIS OF PREPARATION (CONTINUED)**

**(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.

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
<b>NOTE 2: REVENUE AND OTHER INCOME</b>		
Interest income	29,447	6,222
Government grants	-	2,386
Gain on fair value adjustments	-	9,432
Donations	5,820,469	7,539,683
Other revenue	<u>3,245,519</u>	<u>578,291</u>
	<u><u>9,095,435</u></u>	<u><u>8,136,014</u></u>

**NOTE 3: EXPENSES**

Surplus for the year has been determined after:

Finance costs	313	143
Depreciation		
- buildings	68,160	-
- plant and equipment	<u>33,896</u>	<u>33,700</u>
	102,056	33,700
Foreign currency translation losses	-	20,097



**GREENFLEET TRUST**  
**ABN: 86 693 237 685**

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

	2023	2022
	\$	\$
<b>NOTE 4: KEY MANAGEMENT PERSONNEL COMPENSATION</b>		
Compensation received by key management personnel of the trust		
- short-term employee benefits	762,104	326,466
- post-employment benefits - superannuation	<u>82,085</u>	<u>32,224</u>
	<u><u>844,189</u></u>	<u><u>358,690</u></u>

The above compensation details relate to the key management personnel positions only. The Directors are not remunerated for their services.

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

**Name**

Hon. Thomas Roper	(deceased 22 June 2023)
Ms Dominique Hes	(Chair)
Mr John Holden	(resigned 31 March 2023)
Mr Gary Wertheimer	
Mr Jorge Chapa	
Ms Belinda Hudson	
Ms Jenica Brooke	
Ms Julia Scott	
Ms Carole Alt	
Mr Graham Ross	(appointed 18 April 2023)
Ms Amanda Cornwall	(appointed 5 December 2023)

**Name**

**Position**

Wayne Wescott	CEO
Annabel O'Neill	Deputy CEO
Alexander Paddock	General Manager - Revegetation
Narelle Dunn	Corporate Operations Manager
Rebecca Peake	General Manager - Marketing and Engagement

**NOTE 5: RELATED PARTY TRANSACTIONS**

**(a) Transactions with related parties**

There have been no transactions or balances with related parties during the year (2022: \$nil).

**GREENFLEET TRUST**  
**ABN: 86 693 237 685**

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

	<b>2023</b>	<b>2022</b>
	\$	\$
<b>NOTE 6: CASH AND CASH EQUIVALENTS</b>		
Cash on hand	200	200
Cash at bank	<u>3,572,579</u>	<u>2,283,788</u>
	<u><u>3,572,779</u></u>	<u><u>2,283,988</u></u>
 <b>NOTE 7: RECEIVABLES</b>		
<b>CURRENT</b>		
Receivables from contracts with customers	-	599,527
Allowance for credit losses	<u>-</u>	<u>(5,000)</u>
	-	594,527
Other receivables	<u>69,637</u>	<u>95,968</u>
	<u><u>69,637</u></u>	<u><u>690,495</u></u>
 <b>NON CURRENT</b>		
Other receivables	<u><u>65,656</u></u>	<u><u>-</u></u>

**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:

	<b>Gross</b>	<b>Impairment</b>	<b>Gross</b>	<b>Impairment</b>
	<b>2023</b>	<b>2023</b>	<b>2022</b>	<b>2022</b>
	\$	\$	\$	\$
Not past due	-	-	391,324	-
Past due 31-60 days	-	-	42,186	-
Past due 61-90 days	-	-	3,938	-
Past due more than 90 days	<u>-</u>	<u>-</u>	<u>162,079</u>	<u>5,000</u>
	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>599,527</u></u>	<u><u>5,000</u></u>

**GREENFLEET TRUST**  
**ABN: 86 693 237 685**

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
<b>NOTE 8: OTHER ASSETS</b>		
CURRENT		
Prepayments	72,095	51,899
Term deposits	603,605	-
Other current assets	<u>98,948</u>	<u>159,508</u>
	<u><u>774,648</u></u>	<u><u>211,407</u></u>
 <b>NOTE 9: PROPERTY, PLANT AND EQUIPMENT</b>		
<b>Land</b>		
At cost	<u>9,761,084</u>	<u>8,787,511</u>
 <b>Buildings</b>		
At fair value	1,748,160	1,910,000
Accumulated depreciation	<u>(68,160)</u>	<u>-</u>
	<u>1,680,000</u>	<u>1,910,000</u>
Total land and buildings	<u><u>11,441,084</u></u>	<u><u>10,697,511</u></u>
 <b>Plant and equipment</b>		
Plant and equipment at cost	402,346	425,228
Accumulated depreciation	<u>(330,929)</u>	<u>(337,680)</u>
	<u>71,417</u>	<u>87,548</u>
Total property, plant and equipment	<u><u>11,512,501</u></u>	<u><u>10,785,059</u></u>
 <b>(a) Reconciliations</b>		
Reconciliation of the carrying amounts of property, plant and equipment at the beginning and end of the current financial year		
 <i>Land</i>		
Opening carrying amount	8,787,511	3,932,802
Additions	1,007,098	4,854,709
Disposals	<u>(33,525)</u>	<u>-</u>
Closing carrying amount	<u><u>9,761,084</u></u>	<u><u>8,787,511</u></u>
 <i>Buildings</i>		
Opening carrying amount	1,910,000	1,533,568
Net (loss) / gain from revaluation	(161,840)	376,432
Depreciation expense	<u>(68,160)</u>	<u>-</u>
Closing carrying amount	<u><u>1,680,000</u></u>	<u><u>1,910,000</u></u>

**GREENFLEET TRUST**  
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**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
<b>NOTE 9: PROPERTY, PLANT AND EQUIPMENT (CONTINUED)</b>		
<b>(a) Reconciliations (Continued)</b>		
<i>Plant and equipment</i>		
Opening carrying amount	87,548	105,281
Additions	18,605	15,967
Disposals	(840)	-
Depreciation expense	<u>(33,896)</u>	<u>(33,700)</u>
Closing carrying amount	<u><u>71,417</u></u>	<u><u>87,548</u></u>
 <i>Total property, plant and equipment</i>		
Carrying amount at 1 January	10,785,059	5,571,651
Additions	1,025,703	4,870,676
Disposals	(34,365)	-
Net (loss) / gain from revaluation	(161,840)	376,432
Depreciation expense	<u>(102,056)</u>	<u>(33,700)</u>
Carrying amount at 31 December	<u><u>11,512,501</u></u>	<u><u>10,785,059</u></u>
 <b>NOTE 10: PAYABLES</b>		
CURRENT		
<i>Unsecured liabilities</i>		
Trade creditors	202,358	144,582
Sundry creditors and accruals	<u>116,749</u>	<u>144,292</u>
	<u><u>319,107</u></u>	<u><u>288,874</u></u>
 <b>NOTE 11: BORROWINGS</b>		
CURRENT		
<i>Secured liabilities</i>		
Bank facility	<u>5,287</u>	<u>4,074</u>
 <b>NOTE 12: PROVISIONS</b>		
CURRENT		
Employee benefits	189,374	137,655
Carbon planting provisions	<u>203,327</u>	<u>613,469</u>
	<u><u>392,701</u></u>	<u><u>751,124</u></u>

**GREENFLEET TRUST**  
**ABN: 86 693 237 685**

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
<b>NOTE 12: PROVISIONS (CONTINUED)</b>		
NON CURRENT		
Employee benefits	<u>26,194</u>	<u>10,333</u>
<b>(a) Carbon planting provisions</b>		
This balance is the sum of the provision for carbon planting and the provision for tree losses.		
Opening balance	613,469	658,087
Additional obligations from donations	917,341	1,361,163
Reduction relating to planting activities and natural regeneration	(1,356,718)	(1,249,835)
Unwind of replants provision	-	(161,102)
Adjustment for movement in cost per tonne of carbon	32,523	(45,362)
Adjustment for movement in Kabi Kabi provision	<u>(3,288)</u>	<u>50,518</u>
Closing balance	<u>203,327</u>	<u>613,469</u>
<b>NOTE 13: OTHER LIABILITIES</b>		
CURRENT		
Deposits received in advance	<u>52,019</u>	<u>-</u>
<b>NOTE 14: TRUST FUNDS</b>		
Settled sum	<u>100</u>	<u>100</u>

**NOTE 15: YUROL-RINGTAIL OFFSETS**

	<b>Carbon Offsets</b>	<b>Price</b>	<b>Total</b>
	<b>(tonnes)</b>	<b>\$</b>	<b>\$</b>
Yurol-Ringtail offsets	<u>89,505</u>	<u>20</u>	<u>1,790,095</u>

On 30 March 2021, Greenfleet entered into an agreement with the Native Title Party, through which a new carbon offset offering has been created. During the year ended 31 December 2023, 89,505 carbon offsets were sold (2022: 65,653). As at 31 December 2023, a total of 155,157 carbon offsets have been sold with payment received.

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**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

**NOTE 16: GPT AGREEMENT**

<b>Entity</b>	<b>Carbon offsets due by 30 June 2024 (tonnes)</b>	<b>Carbon offsets delivered over contract to 31 December 2023 (tonnes)</b>	<b>Revenue recognised (ex GST) over contract to 31 December 2023 \$</b>
GPT RE Limited	26,025	62,461	1,249,220
GPT Funds Management Limited (GWOF)	19,728	47,347	946,940
GPT Fund Management Limited (GWSCF)	<u>4,247</u>	<u>10,192</u>	<u>203,840</u>
	<u>50,000</u>	<u>120,000</u>	<u>2,400,000</u>

On 9 August 2022 Greenfleet entered into three agreements with GPT (and associated entities) as part of an overall nature positive initiative. As at 31 December 2023, a total of \$2,400,000 in payments have been received over the contract, representing delivery of 120,000 carbon offsets and a 50% prepayment for 100,000 carbon offsets, with the delivery schedule to provide 50,000 offsets by June 2024. As part of the agreement, there is the ability to retire an opportunity to a supporter's assets as requested.

**NOTE 17: 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         | 971,157   |
| Gross income obtained from fundraising | 5,820,469 |

**GREENFLEET TRUST**  
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**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

		2023	2022
		\$	\$
<b>NOTE 18: RESERVES</b>			
Asset revaluation reserve	18(a)	214,592	376,432
Land reserve	18(b)	<u>150,398</u>	<u>99,143</u>
		<u>364,990</u>	<u>475,575</u>

**(a) Asset revaluation reserve**

*Movements in reserve*

Opening balance		376,432	-
Revaluation (decrement) / increment of property, plant and equipment		<u>(161,840)</u>	<u>376,432</u>
Closing balance		<u>214,592</u>	<u>376,432</u>

**(b) Land reserve**

*Movements in reserve*

Opening balance		99,143	-
Transfers		<u>51,255</u>	<u>99,143</u>
Closing balance		<u>150,398</u>	<u>99,143</u>

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

**NOTE 19: ACCUMULATED SURPLUS**

Accumulated surplus at beginning of year		12,440,869	10,080,953
Net surplus		2,445,209	2,459,059
Transfers to reserves		<u>(51,255)</u>	<u>(99,143)</u>
		<u>14,834,823</u>	<u>12,440,869</u>

**NOTE 20: REMUNERATION OF AUDITORS**

Remuneration of auditors for:

*Pitcher Partners (Melbourne)*

Audit and assurance services

- Audit or review of the financial report		37,800	36,000
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Other non-audit services

- Taxation services		<u>6,250</u>	<u>9,150</u>
		<u>44,050</u>	<u>45,150</u>

**GREENFLEET TRUST**  
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**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

**NOTE 21: EVENTS SUBSEQUENT TO REPORTING DATE**

There has been no matter or circumstance, which has arisen since 31 December 2023 that has significantly affected or may significantly affect:

- (a) the operations, in financial years subsequent to 31 December 2023, of the trust, or
- (b) the results of those operations, or
- (c) the state of affairs, in financial years subsequent to 31 December 2023, of the trust.

**NOTE 22: ENTITY DETAILS**

The registered office of the trust is:

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





**GREENFLEET TRUST**  
**ABN: 86 693 237 685**

**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 2023, 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 material accounting policy information, 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 2012*, including:

- (a) giving a true and fair view of the trust's financial position as at 31 December 2023 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 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.

*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.

**GREENFLEET TRUST**  
**ABN: 86 693 237 685**

**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.
- 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.

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**GREENFLEET TRUST**  
**ABN: 86 693 237 685**

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

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

- 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: