NATIONAL TRUST OF AUSTRALIA (NSW)
HERITAGE FOUNDATION ANCILLARY FUND

ABN 41 217 401 179

ANNUAL REPORT
FOR THE YEAR ENDED 30 JUNE 2016

This Financial Report was authorised for issue by the Trustee, National Trust of Australia (New South Wales) Heritage Foundation Limited on 30 September 2016. The Trustee has the power to amend and re-issue the Financial Report.
DECLARATION BY DIRECTORS OF TRUSTEE COMPANY

In the opinion of the directors of the trustee, National Trust of Australia (NSW) Heritage Foundation Limited, the financial statements and notes set out on pages 4 to 9 present fairly the financial position of the National Trust of Australia (NSW) Heritage Foundation Ancillary Fund as at 30 June 2016 and its financial performance and its cash flows for the year ended on that date in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) as detailed in Note 1 to the financial statements.

The declaration is made in accordance with a resolution of the directors of the trustee.

Robert Elliott
Director – National of Trust Australia (NSW)
Heritage Foundation Limited

Brian Scarsbrick AM
Director – National of Trust Australia (NSW)
Heritage Foundation Limited

Sydney, NSW
20 September 2016
INDEPENDENT AUDITOR’S REPORT

We have audited the accompanying financial report of National Trust of Australia (NSW) Heritage Foundation Ancillary Fund (“the Ancillary Fund”), which comprises the statement of financial position as at 30 June 2016, the statement of profit or loss and other comprehensive income, the statement of changes in accumulated funds and the statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the Trustee's declaration, as set out in pages 4 to 9.

Trustee’s Responsibility for the Financial Report

The Trustee of the Ancillary Fund is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and for such internal control as the Trustee determines is necessary to enable the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error.

Auditor’s Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Ancillary Fund’s preparation of the financial report that gives a true and fair view 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 Ancillary Fund's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Trustee, as well as evaluating the overall presentation of the financial report.

Our audit did not involve an analysis of the prudence of business decisions made by the Trustee or management.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.
NATIONAL TRUST OF AUSTRALIA (NSW)
HERITAGE FOUNDATION ANCILLIARY FUND
ABN 41 217 401 179
INDEPENDENT AUDITOR’S REPORT (CONTINUED)

Opinion

In our opinion the financial report presents fairly, in all material respects, the financial position of National Trust of Australia (NSW) Heritage Foundation Ancillary Fund as at 30 June 2016 and its performance for the year then ended in accordance with Australian Accounting Standards – Reduced Disclosure Requirements.

Sydney, NSW
12 October 2016
HLB Mann Judd
Chartered Accountants
NATIONAL TRUST OF AUSTRALIA (NSW)  
HERITAGE FOUNDATION ANCILLARY FUND  

STATEMENT OF PROFIT OR LOSS AND  
OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 JUNE 2016

<table>
<thead>
<tr>
<th>Notes</th>
<th>2016 $</th>
<th>2015 $</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total revenue</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total expenses</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Surplus (deficit) for the year</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other comprehensive income</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Distribution to related entity</td>
<td>4</td>
<td>-</td>
</tr>
<tr>
<td>Total comprehensive income</td>
<td>-</td>
<td>-</td>
</tr>
</tbody>
</table>

This statement should be read in conjunction with the accompanying notes.
NATIONAL TRUST OF AUSTRALIA (NSW)
HERITAGE FOUNDATION ANCILLARY FUND
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2016

<table>
<thead>
<tr>
<th></th>
<th>2016 $</th>
<th>2015 $</th>
</tr>
</thead>
<tbody>
<tr>
<td>Notes</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total assets</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total liabilities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net assets</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Retained surplus</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total accumulated funds</td>
<td>-</td>
<td>-</td>
</tr>
</tbody>
</table>

This statement should be read in conjunction with the accompanying notes.
<table>
<thead>
<tr>
<th>Retained Surplus</th>
<th>$</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Total accumulated funds at 30 June 2014</strong></td>
<td>-</td>
</tr>
<tr>
<td><strong>Total comprehensive income for the year ended 30 June 2015</strong></td>
<td>-</td>
</tr>
<tr>
<td><strong>Total accumulated funds at 30 June 2015</strong></td>
<td>-</td>
</tr>
<tr>
<td><strong>Total comprehensive income for the year ended 30 June 2016</strong></td>
<td>-</td>
</tr>
<tr>
<td><strong>Total accumulated funds at 30 June 2016</strong></td>
<td>-</td>
</tr>
</tbody>
</table>

This statement should be read in conjunction with the accompanying notes.
### NATIONAL TRUST OF AUSTRALIA (NSW) HERITAGE FOUNDATION ANCILLARY FUND
### STATEMENT OF CASH FLOWS
### FOR THE YEAR ENDED 30 JUNE 2016

<table>
<thead>
<tr>
<th>Notes</th>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash &amp; cash equivalents at the beginning of the financial year</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Net (decrease) increase in cash &amp; cash equivalents</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Cash &amp; cash equivalents at the end of the financial year</td>
<td>-</td>
<td>-</td>
</tr>
</tbody>
</table>

This statement should be read in conjunction with the accompanying notes.
NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements (“RDR”) and other pronouncements of the Australian Accounting Standards Board (“AASB”).

The National of Australia (NSW) Heritage Ancillary Fund (“the Ancillary Fund”) is a subsidiary of The National Trust of Australia (New South Wales).

The Ancillary Fund is a not-for-profit entity for the purpose of preparing the financial statements.

The registered office and principal place of business is at Watson Road, Observatory Hill, Sydney, NSW 2000.

Historical Cost Convention
These financial statements have been prepared under the historical cost convention.

Comparative information is reclassified where necessary to ensure comparability.

(i) Taxation

The Ancillary Fund has been granted exemption from income tax. The trust has Deductible Gift Recipient status.

NOTE 2: Purpose of the trust

The Ancillary Fund has been established as a Trust that will accommodate major tax deductible donations where the donors wish is that the capital be maintained and only the earnings from the Ancillary Fund be used to support the work of the National Trust of Australia (New South Wales).

NOTE 3: RELATED PARTIES

(a) Trustee

The Trustee of the Ancillary Fund is the National Trust of Australia (NSW) Heritage Foundation Limited.
The directors of the Trustee are as follows:

Independent Non-Executive Directors

Robert Elliot, Chair
William d’Apice
Ian Carroll OAM (resigned 31 January 2016)
Neil Wykes OAM
Dr Clive Lucas OBE (appointed 31 January 2016)

No compensation was received by any non-executive Director.

Executive Director
Brian Scarsbrick AM
NOTE 4: DISTRIBUTION

In accordance with the terms of the Trust Deed and subject to the minimal annual distribution requirements in the Public Ancillary Fund Guidelines, the Trustee each year:

a. shall distribute up to 80% of the Income received in that Financial Year (subject to clause (b)(ii)(below)); and

b. either:
   i. shall accumulate and retain the remainder of the Income (Retained Income) as an addition to the Capital Base if the Capital Base has not been augmented from other sources in that Year by an amount at least equal to the amount of the Retained Income; or
   ii. may but is not required to distribute all or part of the Retained Income if the Capital Base has been so augmented

Subject to the minimum annual distribution requirements in the Public Ancillary Fund Guidelines, the Trustee may distribute up to 5% of the Capital Base of the Trust Fund in any one year if approved by at least 75% in number of all of the directors of the Trustee and 75% in number of all of the directors of NTA (NSW). The Trustee may not distribute more than 5% of the Capital Base of the Trust Fund in any one year.