

the rekindle foundation

Annual Report 23



Our inaugural year

It gives us great pleasure to be delivering our first annual report for The Rekindle Foundation.

The Rekindle Foundation is a registered charitable foundation that has been created by the Cook Family to enable our philanthropic endeavours. Throughout 2022 we worked together to establish the entities and governance structure of the foundation and to develop our purpose.

As a family we believe it is important for us to help regenerate life on the planet, help create better opportunities for accessible living, contribute to a rich cultural tapestry for the benefit of all, and help build a stronger sense of community.

With our purpose in mind, we created our “pillars” which will provide a focus for our support – these are:

1. The Environment / Rainforest regeneration
2. Creating access to housing
3. Culture & Storytelling
4. Local / community issues

Once we had established our pillars, we set about finding three key partner organisations who work in these areas, are aligned to our purpose, are Deductible Gift Recipients (DGR's), and through their work, have the opportunity to create a greater and wider impact than their initial scope.

The Board then offered a long-term partnership (three years) with these organisations where we agreed to provide funds in support of specific programs which are aligned to our purpose and can have a much broader impact. These partnerships will now form the majority (90%) of our annual efforts, leaving a small percentage available to support smaller more community-based programs that are aligned to our broader families' efforts.

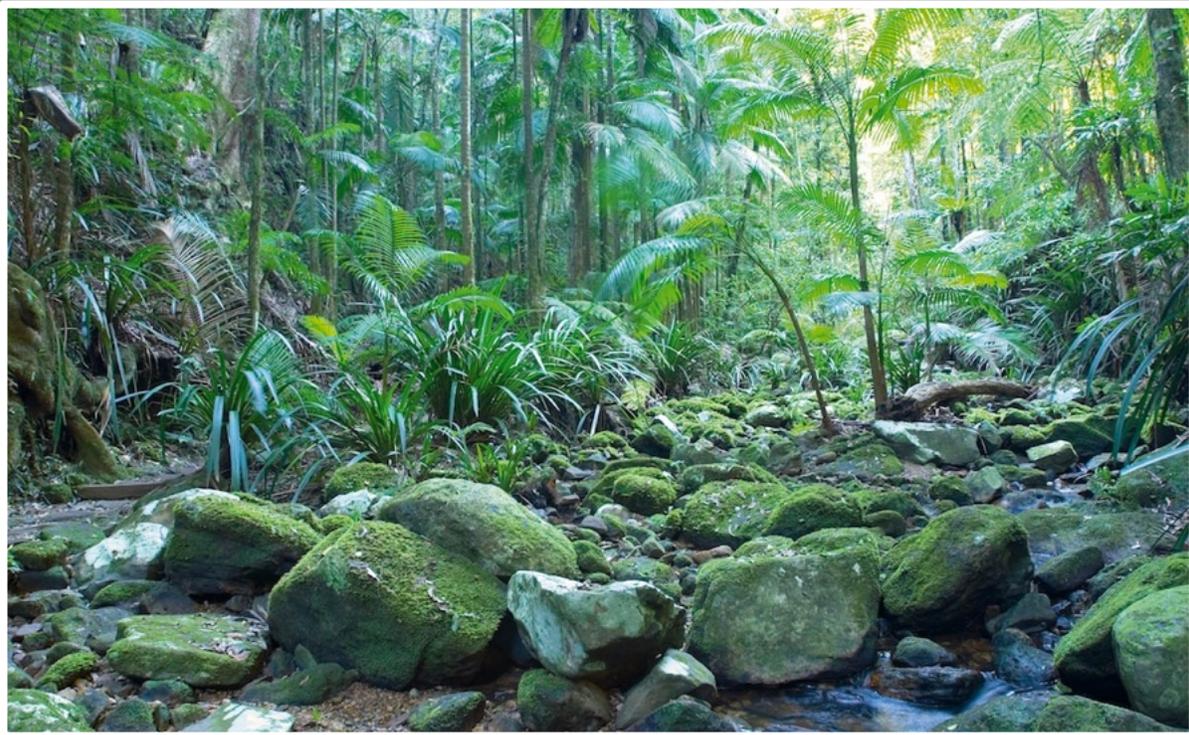
Our investment charter has been developed to ensure we are making impactful investments which aim to provide an annual rate of return equal to the funds donated each year.

The Environment

As the now undeniable effects of climate change are felt around the world, there are a growing number of opportunities to help actively solve the problems associated with manmade climate change and lessen the impacts of unsustainable agricultural practices and our reliance on fossil fuels.

The Northern Rivers region of NSW was once home to "The Big Scrub," which was an old growth rainforest that covered over 75,000ha on rich volcanic soil between Byron Bay, Ballina, and Lismore.

During the end of the 19th century, most of the land was cleared by white settlers for agriculture and at this stage, only 1% of the original big scrub remains, in the form of 100 small "remnants" scattered around the Northern Rivers.



"Big Scrub Landcare", now known as **The Big Scrub Rainforest Conservancy**, (BSRC) was established in 1993 to engage with landholders, government, and the community to lead a restoration program consisting of restoring the remnants, research, and reforesting sections of land to reconnect existing remnants.

The remnants are also a significant resource for research into genetic diversity and the effects of human land use and forest fragmentation on rainforest ecology, which are topics of national and international concern.

Today the Big Scrub Rainforest Conservancy works across four key programs:

Remnant Care (maintaining and protecting the remaining elements of the original rainforest),

Re-establishing Rainforest (working with landholders to “re-nature” / regenerate and enlarge the rainforest areas within the original boundaries,

Science Saving Rainforests (a scientific program designed to reverse the lack of genetic diversity in the remnants and regenerated rainforests through identification, propagation and distribution of genome optimized species, and

Connecting Community (through community events, education resources, and a schools education program).

The Rekindle Foundation has created a three year partnership with the BSRC and has committed \$150,000 each year to support their programs – in particular Remnant Care, Science Saving Rainforests (SSR) and their Schools Education Program.

If the science behind the SSR program is validated it has the potential of achieving a far broader impact than locally within the Big Scrub – with similar programs possibly being replicated to benefit the diversity in old growth forests in other parts of the world.

The Schools Education program can have multi-generational impact through awareness, knowledge and practical experiences.



Creating access to housing

Byron Bay and the Northern Rivers is one of the most beautiful places on the planet, attracting millions of visitors from all over the world every year.

It is also home to an incredibly diverse group of people, from Hollywood stars to hippies, young families and farmers and everything in between. Until recently these diverse groups have all been able to easily live side by side. However, the last couple of decades have seen a larger influx of tourists and short-term renters, which has sent property prices in the region through the roof. This has had a massive destabilizing effect on the community. Throw in the effects of COVID (an influx of affluent tree-changers from the Southern states) and the damage of the 2022 floods and things are at a breaking point.

Homelessness in Byron is the highest anywhere in the state and is still on the rise. Many women and children are being forced to live in their cars.

Rather than sit and wait for government intervention (which may never come), the **Byron Shire Community Land Trust** (BSCLT) has been set up to tackle the problem at a grass roots level. Land donated to the trust will be used to create rental accommodation that will never be sold, thus separating it from fluctuations and changes in the property market, which will keep rents low.



Rare in Australia, a Community Land Trust is the only way to permanently conserve land, while also keeping rental prices from skyrocketing out of reach for the groups of people in the community that need it most. By reducing the price of renting somewhere to live, and lowering the cost of living, the Byron Shire Land Trust is providing lasting real-world solutions.

It is modelled on internationally recognised Community Land Trust models. These are ethical, not-for-profit, organisations that own real estate to benefit a local community.

The primary purpose of a Community Land Trust is to create permanent rental opportunities for generations of low-to-moderate income households adversely impacted by market conditions.

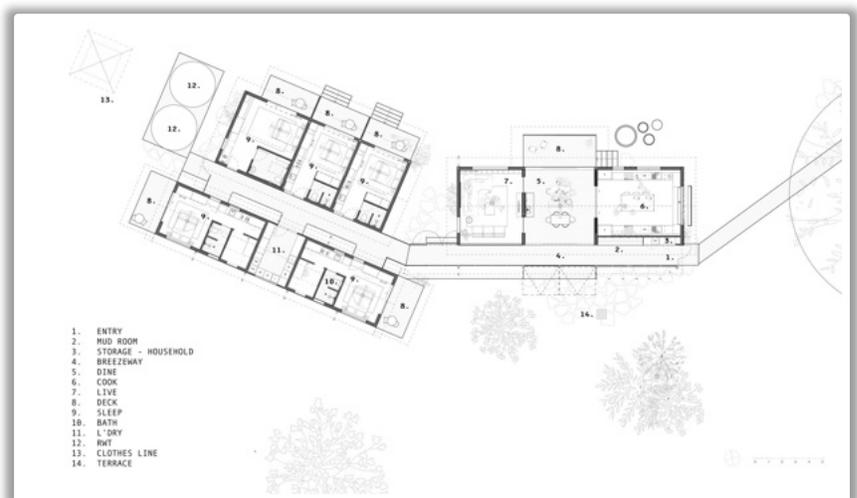
The BSCLT's pilot project and first development is the construction of a group home, custom designed to meet the needs of women and children in the Byron Shire. The project has a total of five bedrooms and two bunk rooms, connected to the communal living pavilion, via a secure and covered walkway.

In the communal living pavilion, residents will share facilities including a kitchen, living space, and laundry, as well as a vegetable garden and landscaped playground.

Once constructed the pilot project will be leased to social housing providers and the income used to create a capital base for future projects.

The BSCLT's intention is to create a replicable model which as a proven concept can be rolled out across the shire (and potentially broader).

The Rekindle Foundation has partnered with the BSCLT and has committed to support the construction of the pilot project through providing \$150,000 each year over a three-year period.



Culture and storytelling

Culture and storytelling through theatre and the arts are an invaluable part of society, and part of a functioning democracy. The stories we tell each other about ourselves help us to reflect on who we are, and who we want to become. They help us to connect with each other's experiences and shape a more empathetic and inclusive society.

Our third pillar is helping to create opportunities for young people to participate and gain exposure to the performing arts.

Participating in drama and the arts can make an enormous difference in the life of a young person, and while for most it will never become a career, the confidence, sense of teamwork/collaboration and a sense of empathy are hugely important life skills that will serve them well in every aspect of life.

As schools become increasingly outcome driven, career focused and seek more quantifiable results, drama and arts education has slowly been removed from curriculums, placing increased pressure on teachers to deliver crucial experiences with the arts, with fewer and fewer resources. This is particularly true in regional schools.

Queensland Theatre, as Australia's only State theatre company, has enriched the lives of artists and audiences throughout Queensland and across Australia for over 50 years as they share world class productions and special programs with communities throughout Queensland and around the world.



They are committed to championing new voices on Australian stages including supporting Aboriginal and Torres Strait Islander communities to develop and share their stories and encouraging a love of theatre through education and youth participation across Queensland.

Queensland Theatre's Youth & Education department is one of the strongest and widest reaching in the country and runs a vast range of projects year in year out which engage young people in the arts. From work experience opportunities, residency weeks, and the incredible "Scene Project" which works with over 150 schools around the state and will go as far west as Roma in 2024.

Queensland Theatre's Landmark Productions Fund is a fund that has been established to allow the company to produce one "work of scale" per year. This means a production that is more creatively ambitious and on a larger scale than the company's regular budget would allow. This allows the company to employ a larger number of artists and technicians, whilst also helping to establish Queensland as a large-scale creative engine on the Australian arts landscape.

The Rekindle Foundation has agreed to support Queensland Theatre across a three-year period, where it will provide funding of up to \$150,000 per year to support the Scene Project and the Landmarks Production Fund.



Local and community issues

The foundation also allocated a pool of funds which were distributed to smaller organisations and issues that came to our attention, or causes and organisations that the broader family take a personal interest in.

In F23, more than \$50,000 in total was donated to these organisations which included Fletcher Street Cottage in Byron Bay, Riding for the Disabled on the Sunshine Coast, The Northern Rivers Community Foundation, and Corrugated Iron Youth Theatre in the Northern Territory.



Fletcher Street Cottage is a welcoming, safe and respectful space where people who are doing it tough can come to enjoy practical relief opportunities, find meaningful connections and access broader support to get back onto their feet.

Sunshine Coast Riding for the Disabled (RDA)

provides equine-based therapeutic and recreational riding and driving programs for all members of the disability community on the Sunshine Coast



Northern Rivers Community Foundation is dedicated to improving the lives of those less fortunate in our community, either from economic circumstances, mental illness, disability, learning difficulties or drug/alcohol addictions.

Corrugated Iron is the Northern Territory's leading youth arts company playing a crucial role in a region where there is no performing arts tertiary training or major performing arts company.



Investment income

The Board is charged with investing the capital in an impactful way in line with its Investment Strategy with an annual objective of achieving a 5% return to match the annual donations.

The Board has agreed that investments need to be at least screened for Environmental, Social Governance (ESG) compliance and where possible be considered Impact Investments. It recognises that this approach may restrict the return rates of the investments, however it is prepared to take a balanced view of achieving the financial returns AND maximising the impact of its investments.

The Board has appointed Pitcher Partners as an external investment advisor to support achieving its objectives.

The 2023 year was an implementation year for the foundation and therefore the full corpus wasn't fully invested for the full year. This deployment phase was also extended to ensure the best timing of investments given the fragile state of the financial markets during the time. Given interest rates were heightened and on the rise through the year the Board chose to maintain a high level of "cash like" – fixed income investments.

Investment income for the year came in at \$274,000, and this together with the donation income received we were able to maintain the investment corpus at more than \$10 million dollars after donations were granted.

Donation income

The Cook Family has committed to "topping up" the asset base via The Watershed Group to maintain the initial balance in years where the income returns are lower than the 5% of assets we are required to donate.

In line with this, The Watershed Group donated \$280,000.

We were also happy to receive a donation from Helping Hands Pty Ltd which is a social enterprise that forms part of The Watershed Group. Helping Hands donated 100% of its profits of \$3,864 to the foundation.

Donations - summary

The Board is pleased to report that, in its inaugural year, The Rekindle Foundation was able to make donations totaling \$503,000, with \$150,000 being provided to each of the three key partners, and a further \$53,000 in total being provided to local and community causes.

A great start

I'm very pleased to say that The Rekindle Foundation is now a well-established charitable organisation which is aligned to achieving its purpose set out by the Cook Family. The Board has worked well together to create its framework, operating charters and governance procedures.

I would like to thank the Board – Ann, James, and Anthony Cook, and in particular Stacey Kingston our “responsible” Director, for their hard work and support throughout the year.

The platform has been created to maintain a strong philanthropic resource which can help regenerate life on the planet, help create better opportunities for accessible living, contribute to a rich cultural tapestry for the benefit of all, and help build a stronger sense of community.

We look forward to the year ahead as we deepen our relationships with our recipient partners, look to move our investments further towards the Impact end of the spectrum, broaden our input in terms of identifying local and community issues, and become more self-sustaining from a financial perspective.



The Rekindle Foundation

ABN: 49 443 667 134

Trustee: The Rekindle Company Pty Ltd

ACN: 657 323 852

Financial report

For the year ended 30 June 2023

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THE REKINDLE FOUNDATION
ABN: 49 443 667 134

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2023

	Note	2023 \$	2022 \$
Revenue and other income			
Investment income		59,873	-
Interest income		150,981	7,617
Dividend income		67,224	-
Donations received		284,090	10,000,000
Other revenue		36	-
Profit/ (loss) on sale of investments		<u>(3,980)</u>	<u>-</u>
		<u>558,224</u>	<u>10,007,617</u>
Less: expenses			
Other expenses		<u>(541,729)</u>	<u>(11,000)</u>
		<u>(541,729)</u>	<u>(11,000)</u>
Profit before income tax expense		16,495	9,996,617
Income tax (expense) / benefit		<u>28,657</u>	<u>-</u>
Net profit from continuing operations		<u>45,152</u>	<u>9,996,617</u>
Other comprehensive income			
Other comprehensive income for the year		<u>-</u>	<u>-</u>
Total comprehensive income		<u><u>45,152</u></u>	<u><u>9,996,617</u></u>

The accompanying notes form part of these financial statements.

THE REKINDLE FOUNDATION
ABN: 49 443 667 134

BALANCE SHEET
AS AT 30 JUNE 2023

	Note	2023 \$	2022 \$
Current assets			
Cash and cash equivalents	2	186,325	10,007,617
Receivables	3	37,283	100
Current tax assets		<u>28,657</u>	<u>-</u>
Total current assets		<u>252,265</u>	<u>10,007,717</u>
Non-current assets			
Other financial assets	4	<u>9,800,604</u>	<u>-</u>
Total non-current assets		<u>9,800,604</u>	<u>-</u>
Total assets		<u>10,052,869</u>	<u>10,007,717</u>
Current liabilities			
Provisions	5	<u>11,000</u>	<u>11,000</u>
Total current liabilities		<u>11,000</u>	<u>11,000</u>
Total liabilities		<u>11,000</u>	<u>11,000</u>
Net assets		<u>10,041,869</u>	<u>9,996,717</u>
Trust funds			
Trust funds	6	100	100
Retained earnings		<u>10,041,769</u>	<u>9,996,617</u>
Total trust funds		<u>10,041,869</u>	<u>9,996,717</u>

The accompanying notes form part of these financial statements.

THE REKINDLE FOUNDATION
ABN: 49 443 667 134

STATEMENT OF CHANGES IN TRUST FUNDS
FOR THE YEAR ENDED 30 JUNE 2023

	Settlement Sum \$	Reserves \$	Retained earnings \$	Total equity \$
Balance as at 1 July 2021	-	-	-	-
Profit for the year	<u>-</u>	<u>-</u>	<u>9,996,617</u>	<u>9,996,617</u>
Total comprehensive income for the year	<u>-</u>	<u>-</u>	<u>9,996,617</u>	<u>9,996,617</u>
Transactions with owners in their capacity as owners:				
Contributions	<u>100</u>	<u>-</u>	<u>-</u>	<u>100</u>
Total transactions with owners in their capacity as owners	<u>100</u>	<u>-</u>	<u>-</u>	<u>100</u>
Balance as at 30 June 2022	<u><u>100</u></u>	<u><u>-</u></u>	<u><u>9,996,617</u></u>	<u><u>9,996,717</u></u>
Balance as at 1 July 2022	100	-	9,996,617	9,996,717
Profit for the year	<u>-</u>	<u>-</u>	<u>45,152</u>	<u>45,152</u>
Total comprehensive income for the year	<u>-</u>	<u>-</u>	<u>45,152</u>	<u>45,152</u>
Balance as at 30 June 2023	<u><u>100</u></u>	<u><u>-</u></u>	<u><u>10,041,769</u></u>	<u><u>10,041,869</u></u>

The accompanying notes form part of these financial statements.

THE REKINDLE FOUNDATION
ABN: 49 443 667 134

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2023

	Note	2023	2022
		\$	\$
Cash flow from operating activities			
Donations received		284,090	10,000,000
Bank fees		(362)	-
Donations		(503,750)	-
Audit fees		(5,500)	-
Accounting fees		(5,797)	-
Filing fees		(290)	-
Net cash provided by / (used in) operating activities		(231,609)	10,000,000
Cash flow from investing activities			
Proceeds from sale of investments		95,721	-
Payment for investments		(9,919,511)	-
Dividends received		67,224	-
Investment income received		22,690	-
Interest received		150,981	7,617
Other income		36	-
Investment fees		(6,824)	-
Net cash provided by / (used in) investing activities		(9,589,683)	7,617
Reconciliation of cash			
Cash at beginning of the financial year		10,007,617	-
Net increase / (decrease) in cash held		(9,821,292)	10,007,617
Cash at end of financial year		186,325	10,007,617

The accompanying notes form part of these financial statements.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The trustees have determined that the trust is not a reporting entity on the basis that, in the opinion of the trustees, 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 The Rekindle Foundation as an individual entity. The Rekindle Foundation is a trust, formed and domiciled in Australia. The Rekindle Foundation is a for-profit entity for the purpose of preparing the financial statements.

The financial report has been prepared in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, 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 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 Measurement

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) 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 balance sheet.

(c) Comparatives

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

(d) Financial instruments

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.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(d) Financial instruments (Continued)

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.

Held for trading equity instruments

Held for trading equity instruments comprise those ordinary shares and options in listed entities that have been acquired by the trust principally for the purpose of sale in the near term. Held for trading investments are classified (and measured) at fair value through profit or loss.

A financial asset meets the criteria for held for trading if:

- (a) it has been acquired principally for the purpose of sale in the near term;
- (b) on initial recognition it is part of a portfolio of identified financial instruments that are managed together and for which there is evidence of a recent actual pattern of short-term profit-taking; or
- (c) it is a derivative other than a designated and effective hedging instrument.

(e) Income tax

The trust has been endorsed by the Australian Taxation Office as a deductible gift recipient and is exempt from income tax under Subdivision 50-B of the Income Tax Assessment Act 1997. The private ancillary fund is entitled to claim back franking credits from investments with the ATO.

(f) Other revenue and other income

Dividend and other distributions

Dividend income is recognised upon receipt. Distribution revenue is recognised when the right to receive the distribution has been established.

Interest

Interest revenue is measured upon receipt.

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

(g) 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.

THE REKINDLE FOUNDATION
ABN: 49 443 667 134

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

	2023	2022
	\$	\$
NOTE 2: CASH AND CASH EQUIVALENTS		
Macquarie Cash Management Accelerator	149,874	10,007,617
Macquarie Wrap Cash	<u>36,451</u>	<u>-</u>
	<u><u>186,325</u></u>	<u><u>10,007,617</u></u>

NOTE 3: RECEIVABLES

CURRENT

Other receivables		
- Sundry debtors	100	100
- Distribution Receivable	<u>37,183</u>	<u>-</u>
	<u><u>37,283</u></u>	<u><u>100</u></u>

NOTE 4: OTHER FINANCIAL ASSETS

NON CURRENT

Listed Financial Assets at market value

Macquarie Wrap Portfolio	<u>9,800,604</u>	<u>-</u>
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NOTE 5: PROVISIONS

CURRENT

Audit fee	5,500	5,500
Accounting fee	<u>5,500</u>	<u>5,500</u>
	<u><u>11,000</u></u>	<u><u>11,000</u></u>

NOTE 6: TRUST FUNDS

Settled sum	<u>100</u>	<u>100</u>
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NOTE 7: RELATED PARTY TRANSACTIONS

(a) Fouders and Trustee

The founders of the Rekindle Foundation are Jamie Cook, Carole Ann Cook, Anthony Cook and James Cook.

The trustee of the foundation is The Rekindle Company Pty Ltd ACN 657 323 852.

The names of persons who were directors of the trustee company during the year are as follows:

Jamie Cook
 Carole Ann Cook
 Anthony Cook
 James Cook

THE REKINDLE FOUNDATION
ABN: 49 443 667 134

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

NOTE 7: RELATED PARTY TRANSACTIONS (CONTINUED)

Stacee Kingston

NOTE 8: TRUSTEE DETAILS

The Rekindle Company Pty Ltd's registered office and its principal place of business are as follows.

The registered office of the trust is:

Central Plaza One
Level 38
345 Queen Street
Brisbane QLD 4000

The principal place of business of the trust is:

59 James Gibson Road
Clunes NSW 2480

DIRECTORS' DECLARATION OF THE TRUSTEE COMPANY

The directors of the trustee company have determined that the trust is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

The directors of the trustee company declare that:

1. The financial statements and notes, as set out on pages 1 - 8 presents fairly the trust's financial position as at 30 June 2023 and performance for the year ended on that date of the trust in accordance with the accounting policies outlined in Note 1 to the financial statements and the Australian Charities and Not-for-profits Commission Act 2012.
2. In the directors' opinion there are reasonable grounds to believe that the trust will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors of the trustee company.

PLEASE SIGN HERE

Jamie Cook

Jamie Cook (Dec 20, 2023 14:41 GMT+10)

Director: _____

Jamie Cook

PLEASE SIGN HERE

Carole Ann Cook

Carole Ann Cook (Dec 20, 2023 14:43 GMT+10)

Director: _____

Carole Cook

PLEASE SIGN HERE

ACook

Anthony Cook (Dec 20, 2023 13:57 GMT+11)

Director: _____

Anthony Cook

PLEASE SIGN HERE

James Cook

James Cook (Dec 20, 2023 13:59 GMT+11)

Director: _____

James Cook

PLEASE SIGN HERE

Stacey Kingston

Stacey Kingston (Dec 21, 2023 10:47 GMT+11)

Director: _____

Stacey Kingston

Dated this 20th day of December 2023

**AUDITOR'S INDEPENDENCE DECLARATION
TO THE DIRECTORS OF THE REKINDLE COMPANY PTY LTD
AS TRUSTEE FOR THE REKINDLE FOUNDATION**

As lead auditor for the audit of The Rekindle Company Pty Ltd as trustee for The Rekindle Foundation for the year ended 30 June 2023, I declare that to the best of my knowledge and belief, there have been:

- i. No contraventions of the auditor independence requirements of the *Australian Charities and Not for Profits Commission Act 2012* in relation to the audit; and
- ii. No contraventions of any applicable code of professional conduct in relation to the audit.

MGI Audit Pty Ltd



S C Greene
Director

Brisbane

20 December 2023

INDEPENDENT AUDIT REPORT TO THE TRUSTEE OF THE REKINDLE FOUNDATION

Report on the Audit of the Financial Report

e: info@mgisq.com.au
w: www.mgisq.com.au
t: +61 7 3002 4800

Auditor's Opinion

We have audited the financial report of The Rekindle Foundation which comprises the balance sheet as at 30 June 2023, the statement of profit and and other comprehensive income for the year then ended, the statement of cash flows, the statement of changes in trust funds and notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration of the Trustee Company.

In our opinion, the accompanying financial report of The Rekindle Foundation is in accordance with *The Taxation Administration (Private Ancillary Fund) Guidelines 2019* and *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) giving a true and fair view of the Rekindle Foundation's financial position as 30 June 2023 and of its performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards to the extent described in Note 1.
- (iii) complying with the requirements of *The Taxation Administration (Private Ancillary Fund) Guidelines 2019* and *Australian Charities and Not-for-profits Commission Act 2012*, in all material respects.

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 trustee in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: *Code of Ethics for Professional Accountants* (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.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 of the financial report, which describes the basis of accounting. The financial report has been prepared to assist The Rekindle Foundation to meet the requirements of *The Taxation Administration (Private Ancillary Fund) Guidelines 2019* and *Australian Charities and Not-for-profits Commission Act 2012*. As a result, the financial report may not be suitable for another purpose.

Responsibility of the Directors of the Trustee Company for the Financial Report

The directors of the trustee company are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in note 1 to the financial report is appropriate to meet the requirements of *The Taxation Administration (Private Ancillary Fund) Guidelines 2019* and *Australian Charities and Not-for-profits Commission Act 2012* and is appropriate to meet the needs of the trustee. The directors of the trustee company's responsibility also includes such internal control as the directors of the trustee company determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors of the trustee company are responsible for assessing the trustees' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidated the trustee or to cease operations, or have no realistic alternative but to do so.

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 judgment 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 trustees' internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors of the trustee company.
- Conclude on the appropriateness of the trustees' 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 trustees' 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 trustees 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.

MGI Audit Pty Ltd



S C Greene
Director

Brisbane

20 December 2023

4 December 2023

Mr Stephen Greene
MGI Audit Pty Ltd
GPO Box 1087
BRISBANE QLD 4001

Dear Stephen

Audit Representation Letter

This representation letter is provided in connection with your audit of the financial report of The Rekindle Company Pty Ltd as trustee for The Rekindle Foundation ("Foundation") for the year ended 30 June 2023. We recognise that obtaining representations from us concerning the information contained in this letter is a significant procedure in enabling you to form an opinion as to whether the financial report gives a true and fair view of the financial position of The Rekindle Company Pty Ltd as trustee for The Rekindle Foundation as of 30 June 2023 and of its financial performance for the year then ended in accordance with Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board and Australian Accounting Interpretations.

We understand the purpose of your audit is to express an opinion on our financial report in accordance with Australian Accounting Standards, including Australian Accounting Interpretations. We understand the audit involved an examination of the accounting system, internal control and related data, to the extent you considered necessary in the circumstances, and is not designed to identify - nor necessarily be expected to disclose - fraud, shortages, errors and other irregularities, should any exist.

Accordingly, we make the following representations, which are true to the best of our knowledge and belief:

A. Financial Statements and Financial Records

1. We have determined that the Foundation is not a reporting entity and have taken steps to confirm the appropriateness of special purpose financial reporting. In particular, we confirm that given the limited number of users, there are no additional parties who require additional information that general purpose financial reporting would provide.

We acknowledge, as directors of The Rekindle Company Pty Ltd as trustee for The Rekindle Foundation ("Foundation"), our responsibility for the fair presentation of the financial report. We believe the financial report referred to above gives a true and fair view of the financial position and financial performance of the Foundation in accordance with Accounting Standards and other mandatory financial reporting requirements in Australia and the *Taxation Administration (Private Ancillary Fund) Guidelines 2019* and is free of material misstatements, including omissions. We have approved the financial report.

2. The significant accounting policies adopted in the preparation of the financial report are appropriately described in the financial report.
3. Each element of the financial report is properly classified, described and disclosed in accordance with Accounting Standards and other mandatory financial reporting requirements in Australia and the *Taxation Administration (Private Ancillary Fund) Guidelines 2019*.
4. As directors of The Rekindle Company Pty Ltd as trustee for The Rekindle Foundation, we believe the Foundation has a system of internal controls adequate to permit the preparation of an accurate financial report in accordance with Accounting Standards and other mandatory financial reporting requirements in Australia and the *Taxation Administration (Private Ancillary Fund) Guidelines 2019*.

A. Financial Statements and Financial Records (Continued)

5. The financial records of the Foundation have been kept so as to be sufficient to enable a financial report to be prepared and audited and other records and registers required by the *Taxation Administration (Private Ancillary Fund) Guidelines 2019* have been properly kept and are up-to-date.
6. We have determined that the Foundation is not a reporting entity and have taken steps to confirm the appropriateness of special purpose financial reporting.

B. Fraud and Error

1. We acknowledge we are responsible for the design and implementation of internal controls to prevent and detect fraud and error.
2. We have disclosed to you all significant facts relating to any frauds, suspected frauds or allegations of fraud known to us that may have affected the Foundation (regardless of the source or form and including, without limitation, allegations by “whistle-blowers”). Similarly, we have disclosed to you our knowledge of frauds or suspected frauds affecting the Foundation involving others where the fraud could have a material effect on the financial report.

C. Compliance with Laws and Regulations

1. We have disclosed to you all known actual or possible noncompliance with laws and regulations whose effects should be considered when preparing the financial report.
2. There has been no noncompliance with requirements of regulatory authorities that could have a material effect on the financial report in the event of noncompliance.

D. Completeness of Information

1. We have made available to you all financial records and related data to complete the audit.
2. There are no material transactions that have not been properly recorded in the accounting records underlying the financial report.
3. We confirm the completeness of information provided regarding the identification of related parties. We have disclosed to you all information required to meet the disclosure requirements of *Taxation Administration (Private Ancillary Fund) Guidelines 2019*.
4. We have brought all uncorrected misstatements to your attention.

E. Recognition, Measurement and Disclosure

1. We believe that the significant assumptions underlying the fair value measurements and disclosures used in the preparation of the financial report are reasonable and appropriate in the circumstances.
2. We have no plans or intentions that may materially affect the carrying value or classification of assets and liabilities reflected in the financial report.
3. We have disclosed to you, and the Foundation has complied with, all aspects of contractual agreements that could have a material effect on the financial report.

F. Ownership and Carrying Value of Assets

1. The Foundation has satisfactory title to all assets appearing in the statement of financial position, and there are no liens or encumbrances on the Foundation's assets which are not otherwise disclosed in the financial statements. All assets to which the Foundation has satisfactory title appear in the statement of financial position.
2. There are no formal or informal compensating balance arrangements with any of our cash and investment accounts.
3. We have considered the requirements of AASB 136 – Impairment of Assets when assessing the carrying values of non-current assets and in ensuring that no non-current assets are stated in excess of their recoverable amount.

G. Liabilities and Contingencies

1. All material liabilities and contingencies, including those associated with guarantees and those arising under derivative financial instruments, whether written or oral, have been disclosed to you and are appropriately reflected in the financial report.
2. We have informed you of all outstanding and possible claims, whether or not they have been discussed with legal counsel.
3. We have recorded or disclosed, as appropriate, all liabilities, both actual and contingent.

H. Purchase Commitments

1. At year end, the Foundation had no unusual commitments or contractual obligations of any sort which were not in the ordinary course of business and which might have an adverse effect upon the Foundation.
2. All material commitments for construction or acquisition of property, plant and equipment or to acquire other non-current assets, such as investments or intangibles have been disclosed in the financial report.

I. Taxation

1. Adequate amounts have been accrued for all local and foreign taxes including amounts applicable to prior periods not finally settled and paid.

J. Independence

1. We are not aware of any act or omission on the part of the Foundation that does or may impact on your ability to comply with your independence obligations as auditor of the Foundation. We have brought to your attention any items which we consider may affect your ability to remain independent of the Foundation and we will continue to work with you to maintain the independence of the audit relationship.

K. Going Concern

1. The Rekindle Foundation is expected to continue as a going concern in the 2024 financial year for at least 12 months from the signing date of the 2023 financial report.

L. Subsequent Events

1. We are not aware of any subsequent events which would require either adjustment to the values of assets or liabilities as disclosed on the statement of financial position. Nor are we aware of any events that would require disclosure in the financial statements.

M. Compliance with Taxation Administration (Private Ancillary Fund) Guidelines 2019

1. The private ancillary fund has been setup as an ancillary fund, philanthropic in character and a vehicle for private philanthropy
2. The private ancillary fund has been established and maintained solely as described in item 2 in the table in section 30-15 of the *Income Tax Assessment Act 1997*.
3. At least one of the individuals involved in the decision-making process is a responsible person who is an active director of the trustee and a member of any other controlling body of the fund.
4. The trustee is keeping proper accounts in respect of all receipts and payments of the fund and all financial dealings with the fund for a period of at least 5 years after the completion of the transaction.
5. The funds investments are made and maintained on an arm's length basis.
6. Unless covered by item 1 in the table in section 30-15 of the *Income Tax Assessment Act 1997*, the fund has not entered into any uncommercial transactions

Yours sincerely

Jamie Cook
Jamie Cook (Dec 20, 2023 14:40 GMT+10)
Name: Jamie Cook
Director

20/12/
DATE: