

CBG AUSTRALIAN EQUITIES FUND

ARSN 107 322 789

SPECIAL PURPOSE FINANCIAL REPORT FOR THE PERIOD 1 JULY 2020 to 13 NOVEMBER 2020

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The Responsible Entity of Clime Australian Value Fund is Equity Trustees Limited (ABN 46 004 031 298) (AFSL 240975).

The Responsible Entity's registered office is:
Level 1, 575 Bourke Street,
Melbourne, VIC 3000.

DIRECTORS' REPORT

The directors of Equity Trustees Limited, the Responsible Entity of CBG Australian Equities Fund (the "Fund"), present their report together with the financial statements of the Fund for the period 1 July 2020 to 13 November 2020.

Principal activities

Until its termination on 13 November 2020, the Fund primarily invested in shares of companies listed in the S&P/ASX 200 in accordance with the Product Disclosure Statement and the provisions of the Fund's Constitution.

During the period, all assets of the Fund were liquidated and returned to unit holders.

The Fund did not have any employees during the period.

There were no significant changes in the nature of the Fund's activities during the period.

The various service providers for the Fund are detailed below:

Service	Provider
Responsible Entity	Equity Trustees Limited
Investment Manager	Clime Asset Management Pty Limited
Custodian and Administrator	Mainstream Fund Services Pty Ltd
Statutory Auditor	KPMG

Directors

The following persons held office as directors of Equity Trustees Limited during or since the end of the period and up to the date of this report:

Philip D Gentry	Chairman
Harvey H Kalman	(resigned 1 September 2020)
Ian C Westley	(resigned 3 July 2020)
Michael J O'Brien	
Russell W Beasley	(appointed 1 September 2020)

Review and results of operations

This is the final financial statements for the Fund, which has terminated.

During the period prior to its termination, the Fund continued to invest its funds in accordance with the Product Disclosure Statement and the provisions of the Fund's Constitution.

The performance of the Fund, as represented by the results of its operations, was as follows:

	For the period 1 July 2020 to 13 November 2020	Year ended 30 June 2020
Operating profit /(loss) for the period (\$)	499,582	(767,024)
Distributions paid and payable (\$)	1,268,525	1,927,473
Distributions (cents per unit)	12.3619	17.2410

DIRECTORS' REPORT (CONTINUED)

Significant changes in the state of affairs

The Fund terminated on 13 November 2020 when all unit holders' entitlements were redeemed.

Ian C Westley resigned as a director of Equity Trustees Limited on 3 July 2020.

Harvey H Kalman resigned as a director of Equity Trustees Limited on 1 September 2020.

Russell W Beasley was appointed as a director of Equity Trustees Limited on 1 September 2020.

In the opinion of the directors, there were no other significant changes in the state of affairs of the Fund that occurred during the financial period ended 13 November 2020.

Matters subsequent to the end of the financial period

No matter or circumstance has arisen since 13 November 2020 that has significantly affected, or may have a significant effect on:

- i. the operations of the Fund; or
- ii. the results of those operations; or
- iii. the state of affairs of the Fund.

Indemnification and insurance of officers

No insurance premiums are paid for out of the assets of the Fund in regards to insurance cover provided to the officers of Equity Trustees Limited. So long as the officers of Equity Trustees Limited act in accordance with the Fund's Constitution and the Law, the officers remain indemnified out of the assets of the Fund against losses incurred while acting on behalf of the Fund.

Indemnification of auditor

The auditor of the Fund is in no way indemnified out of the assets of the Fund.

Interests in the Fund

The movement in units on issue in the Fund during the period is disclosed in Note 5 to the financial statements.

The value of the Fund's assets and liabilities is disclosed in the statement of financial position and derived using the basis set out in Note 2 to the financial statements.

Environmental regulation

The operations of the Fund are not subject to any particular or significant environmental regulations under Commonwealth, State or Territory law.

DIRECTORS' REPORT (CONTINUED)

Rounding of amounts to the nearest dollar

Amounts in the Directors' report have been rounded to the nearest dollar in accordance with *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191*, unless otherwise indicated.

This report is made in accordance with a resolution of the directors of Equity Trustees Limited through a delegated authority given by Equity Trustees Limited's Board.



Philip D Gentry
Chairman

Melbourne
5 March 2021

STATEMENT OF COMPREHENSIVE INCOME

	Note	For the period 1 July 2020 to 13 November 2020 \$	Year ended 30 June 2020 \$
Investment income			
Interest income from financial assets at amortised cost		-	5,853
Dividend and distribution income		96,013	374,874
Net gains/(losses) on financial instruments at fair value through profit or loss	3	456,880	(896,363)
Expense reimbursement income		59,243	222,253
Other income		8,377	-
Total investment income/(loss)		620,513	(293,383)
Expenses			
Management fees		25,407	206,074
Performance fees		-	92,737
Custody and administration fees		25,033	116,558
Transaction costs		21,133	21,889
Remuneration of auditor		17,642	13,750
Other expenses		31,716	22,633
Total expenses		120,931	473,641
Operating profit/(loss) for the period		499,582	(767,024)
Other comprehensive income		-	-
Total comprehensive income for the period		499,582	(767,024)

The above statement of comprehensive income should be read in conjunction with the accompanying notes.

STATEMENT OF FINANCIAL POSITION

		As at	
	Note	13 November 2020 \$	30 June 2020 \$
Assets			
Cash and cash equivalents	7	-	1,278,451
Receivables	9	-	49,711
Due from brokers – receivable for securities sold		-	24,789
Financial assets at fair value through profit or loss	4	-	10,253,269
Total assets		-	11,606,220
Liabilities			
Distributions payable	6	-	1,835,572
Payables	10	-	90,432
Due to brokers - payable for securities purchased		-	20,470
Total liabilities		-	1,946,474
Net assets attributable to unit holders – equity	5	-	9,659,746

The above statement of financial position should be read in conjunction with the accompanying notes.

STATEMENT OF CHANGES IN EQUITY

	Note	For the period 1 July 2020 to 13 November 2020 \$	Year ended 30 June 2020 \$
Total equity at the beginning of the financial period		9,659,746	16,382,400
Comprehensive income for the financial period			
Profit/(loss) for the period		499,582	(767,024)
Total comprehensive income		499,582	(767,024)
Transactions with unit holders			
Applications	5	803,087	544,977
Redemptions	5	(10,962,415)	(4,573,765)
Reinvestment of distributions	5	1,268,525	631
Distributions paid and payable	5	(1,268,525)	(1,927,473)
Total transactions with unit holders		(10,159,328)	(5,955,630)
Total equity at the end of the financial period		-	9,659,746

The above statement of changes in equity should be read in conjunction with the accompanying notes.

STATEMENT OF CASH FLOWS

	Note	For the period 1 July 2020 to 13 November 2020 \$	Year ended 30 June 2020 \$
Cash flows from operating activities			
Proceeds from sale of financial instruments at fair value through profit or loss		12,893,377	21,783,224
Payments for purchase of financial instruments at fair value through profit or loss		(2,178,909)	(13,516,187)
Interest income received from financial assets at amortised cost		-	8,853
Dividends and distributions received		116,268	385,323
Expense reimbursement fees received		75,140	222,356
Other income received		8,377	-
Management fees paid		(64,594)	(210,054)
Performance fees paid		-	(370,737)
Custody and administration fees paid		(10,524)	(124,757)
Transaction costs paid		(21,133)	(20,889)
Audit fees paid		(17,642)	(13,750)
Other expenses paid		(50,247)	(1,076)
Net cash inflow/(outflow) from operating activities	8(a)	10,750,113	8,142,306
Cash flows from financing activities			
Proceeds from applications by unit holders		803,087	544,977
Payments for redemptions by unit holders		(10,996,079)	(4,685,035)
Distributions paid to unit holders		(1,835,572)	(5,476,771)
Net cash inflow/(outflow) from financing activities		(12,028,564)	(9,616,829)
Net increase/(decrease) in cash and cash equivalents		(1,278,451)	(1,474,523)
Cash and cash equivalents at the beginning of the period		1,278,451	2,752,974
Cash and cash equivalents at the end of the period	7	-	1,278,451
Non-cash operating and financing activities	8(b)	1,268,525	631

The above statement of cash flows should be read in conjunction with the accompanying notes.

NOTES TO THE FINANCIAL STATEMENTS

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1 GENERAL INFORMATION

These special purpose financial statements cover CBG Australian Equities Fund (the "Fund") as an individual entity. The Fund is an Australian registered managed investment scheme which was constituted on 28 November 2002. The Fund terminated its operations on 13 November 2020 when all assets of the Fund were realised and all units were redeemed out of the Fund.

The Responsible Entity of the Fund is Equity Trustees Limited (ABN 46 004 031 298) (AFSL 240975) (the "Responsible Entity"). The Responsible Entity's registered office is Level 1, 575 Bourke Street, Melbourne, VIC 3000. The financial statements are presented in the Australian currency unless otherwise noted.

Until its termination on 13 November 2020, the Fund primarily invested in shares of companies listed in the S&P/ASX 200 in accordance with the Product Disclosure Statement and the provisions of the Fund's Constitution.

During the period, all assets of the Fund were liquidated and returned to the unit holders.

The special purpose financial statements were authorised for issue by the directors on the date the Directors' declaration was signed. The directors of the Responsible Entity have the power to amend and reissue the special purpose financial statements.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all periods presented, unless otherwise stated in the following text.

a. Basis of preparation

The Fund is not a reporting entity because, in the directors' opinion, it is unlikely that users exist who are unable to command the preparation of reports tailored so as to satisfy, specifically, all of their information needs. Accordingly these special purpose financial statements have been prepared to satisfy the directors' reporting requirements under the Fund's Constitution.

As the Fund was terminated on 13 November 2020, the going concern basis of preparation is no longer appropriate and the financial statements have been prepared on a liquidation basis. The liquidation basis means assets have been written down to the lower of their carrying amounts and net realisable value and additional liabilities have been recognised to the extent there was a present obligation at the reporting date. The accounting policies set out below have been applied within this context. As there were no assets or liabilities at the reporting date, adopting the liquidation basis did not change the carrying amounts of any assets or liabilities.

The financial statements have been prepared in accordance with the recognition and measurement principles of all applicable Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB), the *Corporations Act 2001* in Australia and the following disclosure requirements:

- AASB 101 *Presentation of Financial Statements*;
- AASB 107 *Statement of Cash Flows*;
- AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors*;
- AASB 1048 *Interpretation of Standards*; and
- AASB 1054 *Australian Additional Disclosures*.

The Fund is a for-profit entity for the purposes of preparing the financial statements.

b. Financial instruments

i. Classification

- Financial assets

The Fund classifies its financial assets in the following measurement categories:

- those to be measured at fair value through profit or loss; and
- those to be measured at amortised cost.

The Fund classifies its financial assets based on its business model for managing those financial assets and the contractual cash flow characteristics of the financial assets.

The Fund's portfolio of financial assets is managed and performance is evaluated on a fair value basis in accordance with the Fund's documented investment strategy. The Fund's policy is for the Investment Manager to evaluate the information about these financial assets on a fair value basis together with other related financial information.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

b. Financial instruments (continued)

i. Classification (continued)

- Financial assets (continued)

For equity securities, the contractual cash flows of these instruments do not represent solely payments of principal and interest. Consequently, these investments are measured at fair value through profit or loss.

For cash and cash equivalents, due from brokers, and receivables, these assets are held in order to collect the contractual cash flows. The contractual terms of these assets give rise on specified dates to cash flow that are solely payments of principal and interest on the principal amount outstanding. Consequently, these are measured at amortised cost.

- Financial liabilities

For financial liabilities that are not classified and measured at fair value through profit or loss, these are classified as financial liabilities at amortised cost.

ii. Recognition and derecognition

The Fund recognises financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognises changes in the fair value of the financial assets or financial liabilities from this date.

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or the Fund has transferred substantially all the risks and rewards of ownership. Financial liabilities are derecognised when the obligation under the liabilities are discharged, cancelled or expired.

iii. Measurement

- Financial assets and liabilities at fair value through profit or loss

At initial recognition, the Fund measures a financial asset at its fair value. Transaction costs of financial assets carried at fair value through profit or loss are expensed in the statement of comprehensive income.

Subsequent to initial recognition, all financial assets and liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the 'financial assets or liabilities at fair value through profit or loss' category are presented in the statement of comprehensive income within 'net gains/(losses) on financial instruments at fair value through profit or loss' in the period in which they arise.

The fair value of financial assets and liabilities traded in active markets (such as listed equity securities and unit trusts) are based on quoted market prices at the close of trading at the end of the reporting period without any deduction for estimated future selling costs.

- Financial instruments at amortised cost

For financial assets and financial liabilities at amortised cost, they are initially measured at fair value including directly attributable costs and are subsequently measured using the effective interest rate method less any allowance for expected credit losses.

Cash and cash equivalents, due from brokers and receivables are carried at amortised cost.

iv. Impairment

At each reporting date, the Fund shall measure the loss allowance on financial assets at amortised cost (cash, due from broker and receivables) at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the counter party, probability that the counter party will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that the asset is credit impaired. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the net carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due. Any contractual payment which is more than 90 days past due is considered credit impaired.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

b. Financial instruments (continued)

iv. Impairment (continued)

The expected credit loss (ECL) approach is based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Fund expects to receive. The shortfall is then discounted at an approximation to the asset's original effective interest rate.

v. Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the statement of financial position when the Fund has a legally enforceable right to offset the recognised amounts, and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

As at the end of the reporting period, there are no financial assets or liabilities offset or with the right to offset in the statement of financial position.

c. Net assets attributable to unit holders

Units are redeemable at the unit holders' option; however, applications and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unit holders.

The units can be put back to the Fund at any time for cash based on the redemption price, which is equal to a proportionate share of the Fund's net asset value attributable to the unit holders.

The units are carried at the redemption amount that is payable at the reporting date if the holder exercises the right to put the units back to the Fund.

d. Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions and other short term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Payments and receipts relating to the purchase and sale of investment securities are classified as cash flows from operating activities, as trading of these securities represent the Fund's main income generating activity.

e. Investment income

i. Interest income

Interest income from financial assets at amortised cost is recognised using the effective interest method and includes interest from cash and cash equivalents.

The effective interest method is a method of calculating the amortised cost of a financial asset or liability and of allocating the interest income or expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts throughout the expected life of the financial instrument, or a shorter period where appropriate, to the net carrying amount of the financial asset or liability. When calculating the effective interest rate, the Fund estimates cash flows considering all contractual terms of the financial instruments (for example, prepayment options) but does not consider future credit losses. The calculation includes all fees paid or received between the parties to the contract that are an integral part of the effective interest rate, including transaction costs and all other premiums or discounts.

Changes in fair value of financial instruments held at fair value through profit or loss are recorded in accordance with the policies described in Note 2(b) to the financial statements

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

e. Investment income (continued)

ii. Dividends and distributions

Dividend income is recognised on the ex-dividend date with any related foreign withholding tax recorded as an expense. The Fund currently incurs withholding tax imposed by certain countries on investment income. Such income is recorded gross of withholding tax in the statement of comprehensive income.

Trust distributions are recognised on an entitlement basis.

f. Expenses

All expenses are recognised in the statement of comprehensive income on an accrual basis.

g. Income tax

Under current legislation, the Fund is not subject to income tax provided it attributes the entirety of its taxable income to its unit holders.

h. Distributions

The Fund may distribute its distributable income, in accordance with the Fund's Constitution, to unit holders by cash or reinvestment. The distributions are recognised in the statement of changes in equity.

i. Foreign currency translation

Balances included in the Fund's financial statements are measured using the currency of the primary economic environment in which it operates (the "functional currency"). This is the Australian dollar which reflects the currency of the economy in which the Fund competes for funds and is regulated. The Australian dollar is also the Fund's presentation currency.

j. Due from/to brokers

Amounts due from/to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet delivered by period end. Trades are recorded on trade date, and normally settled within two business days. The due from brokers balance is held for collection and are recognised initially at fair value and subsequently measured at amortised cost.

k. Receivables

Receivables may include amounts for interest, dividends and trust distributions. Dividends and trust distributions are accrued when the right to receive payment is established. Where applicable, interest is accrued on a daily basis. Amounts are generally received within 30 days of being recorded as receivables.

l. Payables

Payables include liabilities, accrued expenses owed by the Fund and any distributions declared which are unpaid as at the end of the reporting period.

A separate distribution payable is recognised in the statement of financial position.

Distributions declared effective 30 June in relation to unit holders who have previously elected to reinvest distributions are recognised as reinvested effective 30 June of the same financial year.

m. Applications and redemptions

Applications received for units in the Fund are recorded net of any entry fees payable prior to the issue of units in the Fund. Redemptions from the Fund are recorded gross of any exit fees payable after the cancellation of units redeemed.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

n. Goods and services tax (GST)

The GST incurred on the costs of various services provided to the Fund by third parties such as management, administration and custodian services where applicable, have been passed on to the Fund. The Fund qualifies for Reduced Input Tax Credits (RITC) at a rate of at least 55%. Hence, fees for these services and any other expenses have been recognised in the statement of comprehensive income net of the amount of GST recoverable from the Australian Taxation Office (ATO). Amounts payable are inclusive of GST. The net amount of GST recoverable from the ATO is included in receivables in the statement of financial position. Cash flows relating to GST are included in the statement of cash flows on a gross basis.

o. Use of estimates and judgements

The Fund makes estimates, assumptions and judgements and assumptions that affect the reported amounts of assets and liabilities within the next financial period. Estimates and judgements are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

For the majority of the Fund's financial instruments, quoted market prices are readily available. However, certain financial instruments, for example over-the-counter derivatives or unquoted securities, are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and periodically reviewed by experienced personnel of the Investment Manager.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require management to make estimates and judgements. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

The Fund estimates the expected credit loss (ECL) using impairment model, which has not materially impacted the Fund.

p. Rounding of amounts

The Fund is an entity of a kind referred to in *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191* relating to the "rounding off" of amounts in the financial statements. Amounts in the financial statements have been rounded to the nearest dollar unless otherwise indicated.

3 NET GAINS/(LOSSES) ON FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

Net gains/(losses) recognised in relation to financial assets and liabilities at fair value through profit or loss:

	For the period 1 July 2020 to 13 November 2020 \$	Year ended 30 June 2020 \$
Financial assets		
Net realised gain/(loss) on financial assets at fair value through profit or loss	456,880	1,757,134
Net unrealised gain/(loss) on financial assets at fair value through profit or loss	-	(2,653,497)
Total net gains/(losses) on financial instruments at fair value through profit or loss	456,880	(896,363)

4 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	13 November 2020 \$	As at 30 June 2020 \$
Listed equity securities	-	9,354,439
Listed property trusts	-	898,830
Total financial assets at fair value through profit or loss	-	10,253,269

5 NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS - EQUITY

Under AASB 132 *Financial Instruments: Presentation*, puttable financial instruments meet the definition of a financial liability to be classified as equity where certain strict criteria are met. The Fund shall classify a financial instrument as an equity instrument from the date when the instrument has all the features and meets the conditions.

Movements in the number of units and net assets attributable to unit holders during the period were as follows:

	For the period 1 July 2020 to 13 November 2020 Units	For the period 1 July 2020 to 13 November 2020 \$	Year ended 30 June 2020 Units	Year ended 30 June 2020 \$
Opening balance	11,105,991	9,659,746	14,852,583	16,382,400
Applications	880,819	803,087	512,759	544,977
Redemptions	(13,590,102)	(10,962,415)	(4,259,851)	(4,573,765)
Reinvestment of distributions	1,603,292	1,268,525	500	631
Distribution paid and payable	-	(1,268,525)	-	(1,927,473)
Increase/(decrease) in net assets attributable to unit holders	-	499,582	-	(767,024)
Closing balance	-	-	11,105,991	9,659,746

As stipulated within the Fund's Constitution, each unit represents a right to an individual share in the Fund and does not extend to a right to the underlying assets of the Fund.

There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund.

Units are redeemed on demand at the unit holders' option. However, holders of these instruments typically retain them for the medium to long term. As such, the amount expected to be settled within twelve months after the end of the reporting period cannot be reliably determined.

6 DISTRIBUTION TO UNIT HOLDERS

The distributions declared for the period were as follows:

	For the period 1 July 2020 to 13 November 2020 \$	For the period 1 July 2020 to 13 November 2020 CPU	Year ended 30 June 2020 \$	Year ended 30 June 2020 CPU
November	1,268,525	12.3619	-	-
December	-	-	91,901	0.7132
June (payable)	-	-	1,835,572	16.5278
Total distributions	1,268,525	12.3619	1,927,473	17.2410

7 CASH AND CASH EQUIVALENTS

	13 November 2020 \$	As at 30 June 2020 \$
Cash at bank	-	1,278,451
Total cash and cash equivalents	-	1,278,451

8 RECONCILIATION OF PROFIT/(LOSS) TO NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES

a. Reconciliation of profit/(loss) to net cash inflow/(outflow) from operating activities

	For the period 1 July 2020 to 13 November 2020 \$	Year ended 30 June 2020 \$
Profit/(loss) for the period	499,582	(767,024)
Proceeds from sale of financial instruments at fair value through profit or loss	12,893,377	21,783,224
Payments for purchase of financial instruments at fair value through profit or loss	(2,178,909)	(13,516,187)
Net (gains)/losses on financial instruments at fair value through profit or loss	(456,880)	896,363
Net change in receivables	49,711	35,888
Net change in payables	(56,768)	(289,958)
Net cash inflow/(outflow) from operating activities	10,750,113	8,142,306

b. Non-cash operating and financing activities

The following distribution payments to unit holders were satisfied by the issue of units under the distribution reinvestment plan

	1,268,525	631
Total non-cash operating and financing activities	1,268,525	631

9 RECEIVABLES

	As at 13 November 2020 \$	30 June 2020 \$
Dividends and distributions receivable	-	20,255
GST receivable	-	13,559
Other receivables	-	15,897
Total receivables	-	49,711

10 PAYABLES

	As at 13 November 2020 \$	30 June 2020 \$
Management fees payable	-	24,406
Redemptions payable	-	33,664
Other payables	-	32,362
Total payables	-	90,432

11 REMUNERATION OF AUDITOR

During the period the following fees were paid or payable for services provided by the auditor of the Fund:

	For the period 1 July 2020 to 13 November 2020 \$	Year ended 30 June 2020 \$
KPMG		
<i>Audit and other assurance services</i>		
Audit of financial statements	8,000	10,000
Audit of compliance plan	-	3,750
Total remuneration for audit and other assurance services	8,000	13,750
Pitcher Partners Sydney		
<i>Taxation services</i>		
Tax compliance services	12,850	-
Total remuneration for taxation services	12,850	-
Total auditor's remuneration	20,850	-

The auditor's remuneration for the period ended 13 November 2020 is borne by the Equity Trustees Limited. The auditor's remuneration for the financial year ended 30 June 2020 was borne by the Fund. All fees are stated exclusive of GST.

12 EVENTS OCCURRING AFTER THE REPORTING PERIOD

No significant events have occurred since the end of the period which would impact on the financial position of the Fund as disclosed in the statement of financial position as at 13 November 2020 or on the results and cash flows of the Fund for the period ended on that date.

13 CONTINGENT ASSETS AND LIABILITIES AND COMMITMENTS

There were no outstanding contingent assets and liabilities or commitments as at 13 November 2020 and 30 June 2020.

DIRECTORS' DECLARATION

As stated in Note 2(a) of the financial statements, the Fund is not a reporting entity because, in the directors' opinion, it is unlikely that users exist who are unable to command the preparation of reports tailored so as to satisfy, specifically, all of their information needs. Accordingly these special purpose financial statements have been prepared to satisfy the directors' reporting requirements under the Fund's Constitution.

In the opinion of the directors of the Responsible Entity:

- a. The financial statements and notes set out on pages 5 to 17:
 - i. comply with Australian Accounting Standards and other mandatory professional reporting requirements, to the extent outlined in Note 2 to the financial statements; and
 - ii. give a true and fair view of the Fund's financial position as at 13 November 2020 and of its performance for the financial period ended on that date.
- b. As outlined in Note 1 to the financial statements, the Fund terminated its operations on 13 November 2020 and all units were redeemed out of the Fund.

This declaration is made in accordance with a resolution of the Directors of Equity Trustees Limited through a delegated authority given by Equity Trustees Limited's Board.



Philip D Gentry
Chairman

Melbourne
5 March 2021



Independent Auditor's Report

To the members of CBG Australian Equities Fund

Opinion

We have audited the **Financial Report** of CBG Australian Equities Fund (the Fund).

In our opinion, the accompanying Financial Report of the Fund is in accordance with the *Corporations Act 2001*, including:

- giving a true and fair view of the Fund's financial position as at 13 November 2020 and of its financial performance for the period ended since 1 July 2020 on that date; and
- complying with *Australian Accounting Standards* to the extent described in Note 1 and the *Corporations Regulations 2001*.

The **Financial Report** comprises:

- Statements of financial position as at 13 November 2020;
- Statements of comprehensive income, statements of changes in equity, and statements of cash flows for the period then ended since 1 July 2020
- Notes including a summary of significant accounting policies; and
- Directors' Declaration.

Basis for opinion

We conducted our audit in accordance with *Australian Auditing Standards*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 Fund in accordance with the *Corporations Act 2001* 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 fulfilled our other ethical responsibilities in accordance with the Code.

Emphasis of matter – basis of preparation other than going concern

We draw attention to Note 1 to the Financial Report, which describes the basis of preparation.

The special purpose financial statements have been prepared on a non-going concern basis following the Fund being formally terminated on 13 November 2020. The Fund is no longer considered a going concern. Our opinion is not modified in respect of this matter.

Other Information

Other Information is financial and non-financial information in CBG Australian Equities Fund's annual reporting which is provided in addition to the Financial Report and the Auditor's Report. The Directors are responsible for the Other Information.

Our opinion on the Financial Report does not cover the Other Information and, accordingly, we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the Financial Report, our responsibility is to read the Other Information. In doing so, we consider whether the Other Information is materially inconsistent with the Financial Report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We are required to report if we conclude that there is a material misstatement of this Other Information, and based on the work we have performed on the Other Information that we obtained prior to the date of this Auditor's Report we have nothing to report.

Responsibilities of the Directors for the Financial Report

The Directors of Equity Trustees Limited (the Responsible Entity) are responsible for:

- preparing 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 *Corporations Act 2001* and is appropriate to meet the needs of the members of the Fund
- implementing necessary internal control to enable the preparation of Financial Report that gives a true and fair view and is free from material misstatement, whether due to fraud or error
- assessing the Fund's ability to continue as a going concern and whether the use of the going concern basis of accounting is appropriate. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the Financial Report

Our objective is:

- 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 *Australian Auditing Standards* will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They 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 the Financial Report.



A further description of our responsibilities for the audit of the Financial Report is located at the *Auditing and Assurance Standards Board* website at:
http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf
This description forms part of our Auditor's Report.

A handwritten version of the KPMG logo in black ink, with the letters 'KPMG' in a stylized, cursive font.

KPMG

A handwritten signature in black ink, appearing to read 'A.R.' followed by a horizontal line.

Andrew Reeves
Partner

Sydney
5 March 2021