

Identification Statement – Anglican Trusts Corporation of the Diocese of Gippsland
ASIC Corporations (Charitable Investment Fundraising) Instrument 2016/813
complying with ASIC’s Regulatory Guide 87 (issued September 2016)

IDENTIFICATION INFORMATION

The Anglican Trusts Corporation of the Diocese of Gippsland (ABN 89 363 058 392) (“ATCDG”) is a body corporate formed and incorporated under the Anglican Trusts Corporations Act 1884 of Victoria. It is not incorporated under Company Law. ATCDG is located at 453 Raymond Street, Sale VIC 3850.

This Identification Statement applies to the Anglican Development Fund – Gippsland, which was created by a resolution of the Synod of the Diocese of Gippsland passed in 1971 and is governed by a constitution and rules adopted by the Bishop-in-Council of the Diocese as amended from time to time. The most recent amendment was adopted on 16 August 2012.

COMPLIANCE

ATCDG raises funds to support the charitable purposes of The Anglican Diocese of Gippsland by issuing debentures. It relies on exemptions contained in paragraphs 5(1)(a), 5.1(b), 5(1)(c) and 5(1)(d) of *ASIC Corporations (Charitable Investment Fundraising) Instrument 2016/813*. It also relies on exemptions to Sections 7 and 8 of the *Banking Act 1959* provided by APRA – Banking Exemption No.1 of 2016.

ATCDG ensures compliance with the conditions of the above exemptions, detailed in paragraph 7 of *ASIC Corporations (Charitable Investment Fundraising) Instrument 2016/813*, in the following ways:

- ATCDG has lodged this Identification Statement with ASIC and it will be made available to the public via the ATCDG website for a five year period.
- ATCDG regularly reviews its Identification Statement and all relevant offer documents to ensure that they are up to date, complete and not misleading.
- As of 31 December 2016, ATCDG no longer offers short term investment products to clients who are retail, non-associated clients. ATCDG is paying out all existing short term investments to retail non-associated clients as the relevant short term investments mature so that on and after 1 January 2018, no person is to hold a short-term investment product issued by ATCDG.
- ATCDG reviews promotional materials and offer documents for the debentures to ensure it does not state or imply that ASIC has approved or examined ATCDG, the debentures or such material.
- ATCDG will not issue a debenture to a person as a retail client or accept an additional investment from the holder of a debenture that was offered or issued in reliance on the exemption in section 5 without disclosing in writing to the retail client:
 - how the investment funds will be used to support the charitable purposes of ATCDG;
 - that the Identification Statement may be viewed on ATCDG’s website;
 - that ATCDG is required by law to notify investors that its products are not subject to the normal protections for investors under the Corporations Act or regulation by ASIC;
 - that ATCDG does not hold an Australian Financial Services Licence.
- ATCDG reviews all promotional materials and offer documents to ensure they detail:
 - that the investment is only intended to attract investors whose primary purpose for making the investment is to support the charitable purposes of ATCDG;
 - that investors may be unable to get some or all of their money back when the investor expects or at all; and
 - that the investment is not comparable to investments with banks, finance companies or fund managers.
- Any false or misleading material statements relating to this Identification Statement are rectified as soon as practicable via the issue of a supplementary or replacement Identification Statement.
- The Anglican Trusts Corporation of the Diocese of Gippsland is required to prepare audited financial statements, which comply with relevant accounting standards, within 6 months after the end of each financial year. These audited financial statements are made available to the public upon request for a minimum period of 3 years from the date of issue. These audited financial statements are not required to be lodged with ASIC.

ATCDG will comply with the breach reporting requirements outlined in paragraph 5(3)(b)(i)-(iii) of *ASIC Corporations (Charitable Investment Fundraising) Instrument 2016/813*. ATCDG will provide written notification to ASIC of any matter which gives it reason to believe it has or is likely to fail to comply with the conditions in paragraph 7. This notification will occur within 15 days.

METHOD OF FUNDRAISING

ATCDG issues debentures and lends the funds raised for profit to assist and grow the mission of the Anglican Church in the Diocese of Gippsland. ATCDG generates a margin between the rates paid to investors and those charged to borrowers. This surplus funds the operating costs of ATCDG. ATCDG retains minimum surpluses to strengthen its capital adequacy aspiring to reach a benchmark of 8-10% of Risk Weighted Assets.

FINANCIAL YEAR

ATCDG has a financial year of 1 October to 30 September.

AFS LICENCE

ATCDG is not required to hold an Australian Financial Services Licence and does not hold an Australian Financial Services Licence.

CHARITABLE PURPOSE

The charitable purposes of ATCDG are set out in paragraphs 2 and 3 of *Constitution and Rules of the ATCDG* and read as follows:

2. The Fund shall consist of all sums of money contributed given or bequeathed thereto and of all sums of money deposited therewith in accordance with the terms of this Deed and also of the income received from the investment or application of the said sums.
3. The Fund shall be held by the Corporation for the purpose of making available to all or any of the Parishes within the said Diocese, sums of money forming part of the Fund in accordance with this Deed and the rules set forth in the Schedule to this Deed.

The surplus of ATCDG may be applied as follows:

- a) a proportion of the surplus of the funds, as determined from time to time by the Board, will be retained by ATCDG;
- b) any part of the balance of the surplus may be distributed by the Board to the Bishop-in-Council for such purposes as the Diocesan Council may determine in accordance with any determination made by the Board from time to time and subject to ATCDG's policy.

The issue of debentures by ATCDG promotes these charitable purposes by providing operating surpluses to the Anglican Diocese of Gippsland for Mission, Ministry & Administration.

KEY TERMS

ATCDG offers several classes of debentures on the terms set out below. As a general rule, no fees or costs are payable by the holder of a debenture.

ATCDG has an undertaking to repay as a debt to debenture holders.

Fixed Term Investments

Available to Associated clients & Retail, associated clients

- There is a minimum investment of \$1000
- Interest is paid at maturity
- The terms offered on investments are
 - 31 Days

	<ul style="list-style-type: none"> ➤ 90 Days ➤ 6 Months ➤ 9 Months ➤ 12 Months <ul style="list-style-type: none"> • Interest is calculated daily and paid at maturity to a nominated account or capitalised with the initial investment. • Interest rates offered on fixed investments are reviewed bi-monthly by the ATCDG Board. • The interest rate applied on the initial investment is advised at the time of application. • Interest rate changes are provided via correspondence to all existing investors at pre-maturity.
Short Term Investments < 31 days	<p>Available to Associated clients and Retail, associated clients</p> <p><u>Savings Account</u></p> <ul style="list-style-type: none"> • There is a minimum investment of \$100 • Interest is calculated daily and paid quarterly capitalised to the account or paid to another account. • The interest rate applicable to this product is reviewed bi-monthly by the ATCDG Board. • The interest rate applied on the initial investment is advised at the time of application. • Existing clients are advised of any interest rate changes via correspondence.

INVESTORS

ATCDG offers debentures to the following classes of investors as defined by **ASIC Corporations (Charitable Investment Fundraising) Instrument 2016/813**:

I. Associates & Retail, associated clients

Products are promoted to these classes of investors in the following ways:

- promotional material and brochures;
- direct written correspondence;
- advertising on the ATCDG and Anglican Diocese of Gippsland websites; and
- word of mouth.

A product is offered to these classes of investors after a formal signed application is received by ATCDG.

Associates are defined by *ASIC Corporations (Charitable Investment Fundraising) Instrument 2016/813* as:

- a) A body constituted by or under the authority of a decision of the charity or is controlled by the charity.
- b) A person or body that constituted the charity or under whose authority the charity was constituted or controls the charity.
- c) A charity with a charitable purpose (**related charitable purpose**) which is the same or similar to the charity.
- d) A person acting as a trustee of a trust for the charity or a charity with a related charitable purpose.
- e) A member of clergy, employee or voluntary staff member who works for a person in paragraphs (a) to (d).
- f) A person undertaking training or education to enable them to be a person mentioned in paragraph (e) who receives money from a person mentioned in paragraph's (a) to (e).

In determining whether a person is to be treated as a voluntary staff member, ATCDG requires that person to work at least eight hours per week on a voluntary basis. A person is not a voluntary staff member simply because they may volunteer for specific tasks, such as agreeing to be included in a roster from time to time for performing such functions as welcoming, social organisation, music, reading, assisting clergy, counting collections or cleaning or decorating church premises, as distinct from persons performing an identifiable staff role.

2. Non-associated, non-retail clients

Products for this class of investor are not actively promoted. However, ATCDG can be approached by this class of investor as a consequence of its promotion to other classes of investors.

A product is offered to this class of investor after a formal signed application is received by ATCDG. Products offered to this class of investor are customised to meet the requirements of each client.

3. Retail, non-associated clients

Products will not be offered to this class of investor.

AUDITED FINANCIAL STATEMENTS

The Anglican Trusts Corporation of the Diocese of Gippsland is a basic religious charity and is not required to lodge audited financial statements with the Australian Charities and Not-for-profits Commission (ACNC).

The Anglican Trusts Corporation of the Diocese of Gippsland is not required to lodge audited financial statements with ASIC. Financial statements are made available to the public upon request for a minimum period of 3 years from the date of issue.

GUARANTEES OR OBLIGATIONS

ADF Gippsland has an undertaking to repay as a debt to debenture holders.

ASSET TYPES

ATCDG currently holds the following asset classes in Australia:

- **Loans** advanced to Anglican parishes and Anglican Entities when they borrow from the Fund to undertake charitable activities within their communities
- **Cash deposits at ADIs.**
- **Interest bearing securities,** Australian Banks and large corporations, rated at investment grade or better. No hybrid securities, except for Australian bank securities containing an APRA mandated capital trigger.
- **Australian Securities.**
- **International Assets,** Exchange Traded Funds (ETFs) listed on the ASX and unlisted Managed Funds. Assets are held outside of Australia indirectly through third party platforms.

SPONSOR

There is no sponsor involvement in regard to acceptance of this Identification Statement.