

IDENTIFICATION STATEMENT

Melbourne Anglican Trust Corporation

(Trading as Anglican Funds)

ASIC Corporations (Charitable Investment Fundraising) Instrument 2016/813

complying with ASIC's Regulatory Guide 87 (issued September 2016)

IDENTIFICATION INFORMATION

Melbourne Anglican Trust Corporation (MATC) (ABN 82 862 724 352), is a body corporate created under an Act of Parliament, the *Anglican Trusts Corporations Act 1884 (Vic)*. It is a charitable fundraiser. It is not incorporated under Company Law. MATC's charitable investment fundraising activities are conducted as Anglican Funds Melbourne (AF), a business name owned by MATC. The postal address is 209 Flinders Lane, Melbourne, Vic, 3000.

COMPLIANCE

MATC, trading as AF, is a wholesale charitable investment fundraiser, that raises funds to support the charitable purposes of MATC by issuing interests in three charitable managed investment schemes (the Cash Fund, the Yield Fund and the Endowment Fund (the **Funds**), to its associates to support their charitable purposes. It relies on exemptions contained in paragraphs 5(1)(a), 5(1)(c), 5(1)(d) and 5(2) of *ASIC Corporations (Charitable Investment Fundraising) Instrument 2016/813*.

MATC ensures compliance with the conditions of the above exemptions in the following ways:

- MATC has lodged this Identification Statement with ASIC and it is made available to the public via the AF website.
- MATC regularly reviews its Identification Statement and all relevant offer documents to ensure that they are up to date, complete and not misleading.
- MATC does not offer investment products to retail clients.
- MATC reviews promotional materials and offer documents for its Funds to ensure it does not state or imply that ASIC has approved or examined MATC, its Funds or such material, nor does MATC or any of the above documents state or imply that MATC, its promotional material, or offer documents have been examined or approved by ASIC.
- MATC ensures that all relevant offer documents and all promotional material detail that:
 - the Funds will be used to support the charitable purposes of the Anglican Church by providing distributions from investments to support the ministry and mission of the church;
 - this Identification Statement may be viewed on AF's website for a period of 5 years at www.melbourneanglican.org.au;
 - MATC is required by law to notify investors that its products are not subject to the normal *Corporations Act* protections for investors under the *Corporations Act* or regulation by ASIC;
 - MATC does not hold an Australian Financial Services Licence;
 - the investment is only intended to attract investors whose primary purpose for making the investment is to support the charitable purposes of the Anglican Church;
 - investors may be unable to get some or all of their money back when the investor expects or at all; and
 - 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.
- MATC 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 for a minimum period of 3 years from the date of issue and on the website www.melbourneanglican.org.au. These audited financial statements will be required to be lodged with ASIC.
- MATC will comply with the breach reporting requirements outlined in paragraph 5(3)(b)(i)-(iii) of the *ASIC Corporations (Charitable Investment Fundraising) Instrument 2016/813*. MATC 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 relevant conditions in paragraph 7. This notification will occur within 15 days.

FINANCIAL YEAR

The Funds all have a financial year of 1 January to 31 December.

AFS LICENCE

MATC is not required to hold an Australian Financial Services Licence for these Funds and does not hold an Australian Financial Services Licence.

CHARITABLE PURPOSE

The charitable purpose of MATC is to help support the religious and charitable purposes of the church in our community. Our investors are able to invest their endowment and daily operating funds and receive distributions from investments that are made within our ethical policy. MATC generates financial resources to support church life and community, theological education, research and resources for strategy, leadership, discipleship, ministry and mission.

METHOD OF FUNDRAISING

MATC issues units in the Funds that promote the charitable purposes of the Anglican church, to raise profit to assist and grow the mission of the Anglican Church in the Diocese of Melbourne. MATC charges fees to investors. This funds the operating costs of MATC and the surplus is used for mission, ministry and administration.

KEY TERMS

MATC offers three Funds on the terms set out below. These are only offered to the Anglican Diocese of Melbourne and its associates. MATC does not offer any investment products to retail clients.

Cash Fund

- Minimum investment \$1000
- Invests in term deposits with the primary aim of protecting capital
- Withdrawals generally made within one business day up to \$1m
- Distributions paid quarterly (quarters ending 28/29 February, 31 May, 31 August and 30 November) based on the income derived from the term deposits and cash that are held
- Rate of distribution is determined as at the first day of the next quarter and advised to investors with quarterly statements
- Distributions may be paid to a nominated account or reinvested
- Fees charged out of the Fund are 0.4% of the gross asset value of the Fund, paid monthly in arrears. There are no direct fees charged to investors
- View only Online Access available on request

Yield Fund

- Minimum investment \$1000
- Has a focus on protecting capital with a suggested time horizon of 3 years
- Invests in direct deposits with approved financial institutions, funds and securities managed by managers who specialise in the asset classes approved under its asset allocation, which are predominantly fixed interest in nature, and securities owned directly by the Fund
- The Yield Fund may engage specialist managers to execute derivative transactions
- Aims to return the Bloomberg AusBond Bank Bill Index + 1.3% per annum (after fees)
- Units are priced monthly and redemptions can be made as at the first business day of the month
- Distributions paid semi-annually (6 months ending 28/29 February and 31 August)
- Rate of distribution is market-linked and calculated from the income derived from the investments that are managed by external fund managers
- Distributions may be paid to a nominated account or reinvested
- Fees charged out of the Fund are 0.7% of the gross asset value of the Fund, paid monthly in arrears. There are no direct fees charged to investors
- View only Online Access available on request

Endowment Fund	<ul style="list-style-type: none"> • Minimum investment \$1000 • A market-linked managed investment scheme governed in an Endowment Model with a suggested time horizon of 5 years • Invests in direct deposits with approved financial institutions, funds and securities managed by managers who specialise in the asset classes approved under its asset allocation, which are a blended portfolio of growth and defensive assets and securities owned directly by the Fund • The Endowment Fund may engage specialist managers to execute derivative transactions • Aims to return CPI (inflation) + 4.5% per annum (after fees) • Units are priced monthly and redemptions can be made as at the first business day of the month • Distributions paid semi-annually (6 months ending 28/29 February and 31 August) • Rate of distribution is market-linked and by use of the Yale-Endowment model, with investment in the Fund aiming to generate a combined return of 4.5% above CPI • Distributions may be paid to a nominated account or reinvested • Fees charged out of the Fund are 0.9% of the gross asset value of the Fund, paid monthly in arrears. There are no direct fees charged to investors • View only Online Access available on request
-----------------------	--

INVESTORS

MATC offers units in the Funds to the following classes of investors as defined by *ASIC Corporations (Charitable Investment Fundraising) Instrument 2016/813*:

Associates

Products are promoted to this class of investor in the following ways:

- advertising in the internal publication, “The Melbourne Anglican” newspaper;
- promotional material and brochures;
- direct written correspondence; and
- word of mouth.

A product is offered to this class of investor after a formal signed application is received by MATC. MATC does not offer units in the Funds to associated or non-associated retail clients and does not offer units in the Funds to non-associated wholesale clients. MATC is not required to comply with the requirements of subsections 7(5)-(9) and (13) of the *ASIC Corporations (Charitable Investment Fundraising) Instrument 2016/813*.

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).

MATC does not offer units in the Funds to those who may fall under e) or f) of this definition.

AUDITED FINANCIAL STATEMENTS

MATC is a basic religious charity and is currently not required to lodge audited financial statements with the Australian Charities and Not-for-profits Commission (ACNC). MATC will be required to lodge audited financial statements with ASIC. Financial statements are made available to the public for a minimum period of 3 years from the date of issue and on the website www.melbourneanglican.org.au.

GUARANTEES OR OBLIGATIONS

No guarantee or obligations to holders of interests by any person apply.

ASSET TYPES

MATC currently holds the following asset classes:

- Cash deposits at ADIs
- Interest bearing securities, Australian Banks and large corporations, rated at investment grade or better
- Fixed interest securities through specialist investment managers and funds, both Australian and international. The extent to which international investments are held is dependent on the strategic asset allocation of each Fund, as approved within the governance structure of MATC, a committee of oversight and advice from external specialist consultants
- Australian and international equities through specialist investment managers and funds
- Real assets – property and infrastructure investments through specialist investment managers and funds

SPONSOR

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

Dated: 28 September 2017



Susan Foley
Head of Anglican Funds