



To Mr Andrew Cameron  
Chairman, Art Gallery of New South Wales Foundation

### **Auditor's Independence Declaration**

As auditor for the audit of the financial statements of Art Gallery of New South Wales Foundation (the Foundation) for the year ended 30 June 2015, I declare, to the best of my knowledge and belief, that there have been no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink, appearing to read "A. T. Whitfield".

A T Whitfield PSM  
Acting Auditor-General

21 October 2015  
SYDNEY

THE ART GALLERY OF NEW SOUTH WALES FOUNDATION

**TRUSTEES' STATEMENT  
FOR THE YEAR ENDED 30 JUNE 2015**

STATEMENT IN ACCORDANCE WITH SECTION 41C(1C) OF THE *PUBLIC FINANCE AND AUDIT ACT, 1983*


Pursuant to Section 41C (1C) of the *Public Finance and Audit Act, 1983*, and the *Charitable Fundraising Act 1991*, and in accordance with a resolution of the Board of Trustees of the Art Gallery of NSW Foundation, we state that:

- (a) The accompanying financial statements have been prepared in accordance with the provisions of the *Public Finance and Audit Act 1983*, the *Public Finance and Audit Regulation 2015* and applicable Australian Accounting Standards;
- (b) in our opinion, the financial statements and notes thereto exhibit a true and fair view of the financial position as at 30 June 2015 and the financial performance for the year then ended;
- (c) The provisions of the *Charitable Fundraising Act 1991*, the regulations under the Act and the conditions attached to the Foundation have been complied with;
- (d) In our opinion, the financial statements gives a true and fair view of all income and expenditure with respect to fundraising appeals;
- (e) The statement of financial position gives a true and fair view of the state of affairs of the Foundation with respect to fundraising appeals; and
- (f) The internal controls exercised by the Foundation are appropriate and effective in accounting for all income received and applied by the Foundation from any of its fundraising appeals.

Further, we are not aware of any circumstances which would render any particulars included in the financial statements misleading or inaccurate.

  
.....  
J. Playoust  
DEPUTY CHAIRMAN  
ART GALLERY OF NSW FOUNDATION

  
.....  
M. Brand  
DIRECTOR  
ART GALLERY OF NSW

  
.....  
J. Wicks  
SECRETARY & DIRECTOR  
FINANCE & COMMERCIAL OPERATIONS / CFO

Dated: 16 October 2015

**THE ART GALLERY OF NEW SOUTH WALES FOUNDATION**

**TRUSTEES' STATEMENT**

**For the year ended 30 June 2015**


**Australian Charities and Not-for-profits Commission Act 2012 Declaration**

In accordance with a resolution of the Board of Trustees of the Art Gallery of New South Wales Foundation, we state that:

- a) The financial statements and notes of the Art Gallery of New South Wales Foundation are in accordance with the Australian Charities and Not-for-profits Commission Act 2012, including giving a true and fair view of its financial position as at 30 June 2015 and of its performance for the financial year ended on that date.
- b) The Art Gallery of New South Wales Foundation complies with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Australian Charities and Not-for-profits Commission Regulation 2013.
- c) There are reasonable grounds to believe that the Art Gallery of New South Wales Foundation will be able to pay its debts as and when they become due and payable.



J. Playoust  
DEPUTY CHAIRMAN  
ART GALLERY OF NSW FOUNDATION



M. Brand  
DIRECTOR  
ART GALLERY OF NSW



J. Wicks  
SECRETARY & DIRECTOR  
FINANCE & COMMERCIAL OPERATIONS / CFO

Dated: 16 October 2015

**STATEMENT OF COMPREHENSIVE INCOME**  
**For the year ended 30 June 2015**

	NOTE	2015 \$'000	2014 \$'000
<b>Expenses excluding losses</b>			
Operating expenses	2(a)	61	14
Grants and subsidies	2(b)	1,879	1,524
<b>Total expenses excluding losses</b>		<u>1,940</u>	<u>1,538</u>
<b>Revenue</b>			
Donations and bequests	3(a)	826	361
Investment revenue	3(b)	4,033	2,936
<b>Total revenue</b>		<u>4,859</u>	<u>3,297</u>
<b>NET RESULT</b>		<b>2,919</b>	<b>1,759</b>
<b>Other comprehensive income</b>			
		-	-
<b>TOTAL COMPREHENSIVE INCOME</b>		<u>2,919</u>	<u>1,759</u>

The accompanying notes form part of these financial statements

**STATEMENT OF FINANCIAL POSITION**  
**As at 30 June 2015**

	NOTE	2015 \$'000	2014 \$'000
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	4	215	1,582
Receivables	5	1,562	1,086
<b>Total current assets</b>		<u>1,777</u>	<u>2,668</u>
<b>Non-current assets</b>			
Financial assets at fair value through profit and loss	6	34,146	30,319
<b>Total non-current assets</b>		<u>34,146</u>	<u>30,319</u>
<b>Total assets</b>		<u>35,923</u>	<u>32,987</u>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Payables	7	30	13
<b>Total liabilities</b>		<u>30</u>	<u>13</u>
<b>Net assets</b>		<u>35,893</u>	<u>32,974</u>
<b>EQUITY</b>			
Accumulated funds	8	35,893	32,974
<b>Total equity</b>		<u>35,893</u>	<u>32,974</u>

The accompanying notes form part of these financial statements

**STATEMENT OF CHANGES IN EQUITY**  
**For the year ended 30 June 2015**

		Accumulated Funds \$'000
Balance at 01 July 2013		31,215
Net result for the year		1,759
Other comprehensive income		-
Total Comprehensive Income		<u>1,759</u>
<b>Balance at 30 June 2014</b>	8	<u>32,974</u>
Balance at 01 July 2014		<b>32,974</b>
Net result for the year		<b>2,919</b>
Other comprehensive income		-
Total Comprehensive Income		<u>2,919</u>
<b>Balance at 30 June 2015</b>	8	<u>35,893</u>

The accompanying notes form part of these financial statements

**STATEMENT OF CASH FLOWS**  
**For the year ended 30 June 2015**

	NOTE	2015 \$'000	2014 \$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<b>Receipts</b>			
Donations and bequests received		726	361
Investment revenue received		<u>1,450</u>	<u>1,621</u>
<b>Total receipts</b>		<u>2,176</u>	<u>1,982</u>
<b>Payments</b>			
Grants and operating expenses paid		<u>(1,923)</u>	<u>(1,535)</u>
<b>Total Payments</b>		<u>(1,923)</u>	<u>(1,535)</u>
<b>NET CASH FLOWS FROM OPERATING ACTIVITIES</b>	9	<u>253</u>	<u>447</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from sale of investments		11,933	4,400
Purchase of investments		<u>(13,553)</u>	<u>(3,765)</u>
<b>NET CASH FLOWS FROM INVESTING ACTIVITIES</b>		<u>(1,620)</u>	<u>635</u>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>			
Opening cash and cash equivalents		1,583	500
<b>CLOSING CASH AND CASH EQUIVALENTS</b>	4	<u>215</u>	<u>1,583</u>

The accompanying notes form part of these financial statements

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### For the year ended 30 June 2015

#### 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

##### (a) Reporting entity

The Art Gallery of New South Wales Foundation was constituted by Trust Deed executed on 23 August 1982. The Foundation comprises all operating activities under the control of the Trustees of the Foundation. The Foundation operates one program to raise donations, invest the capital and apply the revenue derived from such investments to the acquisition of works of art for the Art Gallery of New South Wales (Art Gallery). It is a not-for-profit entity, as profit is not its primary objective and it has no cash generating units.

The Foundation hold authority number CFN18151 to fundraise under the provisions of the *Charitable Fundraising Act, 1991(NSW)*.

The financial statements has been authorised for issue by the Trustees on 16 October 2015.

##### (b) Basis of preparation

The Foundation's financial statements are a general purpose financial statement, which has been prepared in accordance with:

- applicable Australian Accounting Standards and Interpretations
- the requirements for the *Public Finance and Audit Act 1983* and the Public Finance and Audit Regulation 2015,
- the Financial Reporting Directions published in the Financial Reporting Code for NSW General Government Sector Entities issued by the Treasurer,
- the provisions of the *Charitable Fundraising Act 1991* and the regulations under the Act; and
- the requirements of the Australian Charities and Not-for-profits Commission Act 2012

Financial assets at 'fair value through profit or loss' are measured at fair value.

Other financial statements items are prepared on an accrual basis and based on historical costs.

Judgements, key assumptions and estimations management has made are disclosed in the relevant notes to the financial statements.

All amounts are rounded to the nearest one thousand dollars and are expressed in Australian currency.

##### (c) Statement of compliance

The financial statements and notes comply with Australian Accounting Standards and Interpretations. The Foundation has adopted all of the new and revised standards and interpretations issued by the Australian Accounting Standards Board (AASB) that are relevant to its operations and effective from the current annual reporting period.

##### (d) Accounting for the Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of amount of GST, except that :

- the amount of GST incurred by the Foundation as a purchaser that is not recoverable from the Australian Taxation Office is recognised as part of the cost of acquisition of an asset or as part of an item of expense; and

- receivables and payables are stated with the amount of GST included;

Operating cash flows are stated on a gross basis in the Statement of Cash Flows. The cash flows arising from investing and financing activities which are recoverable from, or payable to, the Australian Taxation Office are also classified as operating cash flows.

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### For the year ended 30 June 2015

#### 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES continued...

##### **(e) Revenue recognition**

*Revenue* is measured at the fair value of the consideration or contribution received or receivable. Additional comments regarding the accounting policies for the recognition of revenue are discussed below.

##### **(i) Donations and bequests**

Donations and bequests are generally recognised as revenue, when the Foundation obtains control over the assets comprising donations and bequests. Control over these are normally obtained upon the receipt of cash.

##### **(ii) Investment revenue**

Investment revenue is recognised using the effective interest method as set out in AASB 139 *Financial Instruments: Recognition and Measurement*. Dividends and Distributions revenue is recognised in accordance with AASB 118 *Revenue* when the Foundation's right to receive payment is established. Unrealised gains and losses are brought to account in the Statement of Comprehensive Income.

##### **(f) Financial instruments**

##### **(i) Cash and cash equivalents**

Cash comprises cash on hand and bank balances. Interest is earned on daily bank balances and paid monthly at the normal commercial rate.

##### **(ii) Receivables**

Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. These financial assets are recognised initially at the transaction cost or face value. Subsequent measurement is at amortised cost using the effective interest method, less an allowance for any impairment of receivables.

All debtors are recognised as amounts receivable at balance date. Collectability of debtors is reviewed on an ongoing basis. Debts which are known to be uncollectible are written off. An allowance for impairment is raised when there is objective evidence that the entity will not be able to collect all amounts due. Any changes are accounted for in the Statement of Comprehensive Income when impaired, derecognised or through the amortisation process. The evidence included past experience and current and expected changes in economic conditions and debtors credit ratings. No interest is earned on debtors.

Short-term receivables with no stated interest rate are measured at the original invoice amount where the effect of discounting is immaterial.

##### **(iii) Investments**

In accordance with AASB139 *Financial Instruments Recognition and Measurement*, the Foundation's investments are classified as "at fair value through profit or loss" and measured at fair value, which is equivalent to their carrying value.

The Foundation invests in a selection of listed interest rate securities and managed funds in accordance with the provisions of the *Trustee Act 1925*. They are generally redeemable with 24 hours notice. Fair value is determined by reference to current bid prices at the close of business on balance date for interest rate securities and redemption price in the case of managed fund. The classification of its financial assets will be reviewed at each financial year end.



## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS For the year ended 30 June 2015

### 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES continued...

The listed securities are quoted on the Australian Stock Exchange and are a mixture of floating and fixed interest securities. The managed funds are represented by the number of units in a selection of funds. Each fund has different investment horizons and comprises a mix of asset classes appropriate to the investment horizon. Each fund appoints and monitors fund managers and establishes and monitors the application of appropriate investment guidelines.

The value of the investments held can decrease as well as increase depending upon market conditions. The value that best represents the maximum credit risk exposure is the fair value. The value of the investments represents the Foundation's share of the value of the underlying assets of the fund and is stated at fair value, based on the market value.

The Foundation has invested funds with TCorp, a government approved investment fund.

The investment is generally able to be redeemed within 24 hours notice. The value of the investment represents the Foundation's share of the value of the underlying assets of the fund and is stated at fair value.

#### **(iv) Payables**

These amounts represent liabilities for goods and services provided to the Foundation and other amounts, including interest. Payables are recognised initially at fair value, usually based on the transaction cost or face value. Subsequent measurement is at amortised cost using the effective interest method. Short-term payables with no stated interest rate are measured at the original invoice amount where the effect of discounting is immaterial.

#### **(v) Risk management**

The Foundation's Investment Policy was endorsed by the Foundation's Finance Committee/Board during 2014/15. The policy is reviewed frequently during the year by the Finance Committee/Board.

The Foundation's investment portfolio is regularly reviewed by the Finance Committee. This includes a review of the major risks associated with the financial instruments i.e. Credit, Liquidity, Market, Interest rate, Currency and other risks. Risk impact area and implications arising from each risk factor was analysed and a risk rating assigned. The likelihood and the consequences of each risk were analysed and the controls and risk mitigation strategies confirmed.

In 2011/12 the Committee appointed Mercer to undertake an independent review of Foundation's investment portfolio. *Credit risk* arises when there is the possibility of the Foundation's debtors defaulting on their contractual obligations, resulting in a financial loss to the Foundation. The maximum exposure to credit risk is generally represented by the carrying amount of the financial assets (net of any allowance for impairment). The Foundation is not materially exposed to concentrations of credit risk to a single trade debtor or group of debtors. No collateral is held by the Foundation. The Foundation has not granted any financial guarantees.

*Liquidity risk* is the risk that the Foundation will be unable to meet its payment obligations when they fall due. The Foundation continuously manages this risk through monitoring future cash flows and maturities planning to ensure adequate holding of high quality liquid assets. The Foundation has no loans or overdrafts and no assets have been pledged as collateral. An overdraft facility is not considered necessary as arrangements have been put in place to call in term deposits at short notice if needed. A penalty of reduced interest rate may sometimes be incurred.

*Market risk* is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk is inherent in equity markets, which is subject to global volatility. The Foundation endeavours to limit this risk by investing in a selection of managed funds which provide diversification through asset allocation over a spread of financial assets (cash, bonds, fixed interest securities and equities) over medium and long term investment horizons.

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS For the year ended 30 June 2015

### 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES continued...

*Interest rate* risk is confined to fixed rates on term deposits and fixed or floating rates on listed interest based securities. The Foundation has no interest bearing liabilities and therefore is not exposed to interest rate risk on borrowings.

#### **(vi) Impairment of financial assets**

All financial assets, except those measured at fair value through profit and loss, are subject to an annual review for impairment. An allowance for impairment is established when there is objective evidence that the Foundation will not be able to collect all amounts due. Any reversals of impairment losses are reversed through the Statement of Comprehensive Income, where there is objective evidence.

#### **(vii) De- recognition of financial assets and liabilities**

A financial asset is derecognised when the contractual rights to the cash flows from the financial assets expire; or if the Foundation transfers the financial asset:

- where substantially all the risks and rewards have been transferred or
- where the Foundation has not transferred substantially all the risks and rewards, if the Foundation has not retained control.

Where the Foundation has neither transferred nor retained substantially all the risks and rewards or transferred control, the asset is recognised to the extent of the Foundation's continuing involvement in the asset.

A financial liability is derecognised when the obligation specified in the contract is discharged or cancelled or expired.

#### **(g) Comparative information**

Except when an Australian Accounting Standard permits or requires otherwise, comparative information is disclosed in respect of the previous period for all amounts reported in the financial statements.

#### **(h) Income tax**

The Foundation is a registered charitable fund and is entitled to an income tax exemption concession.

#### **(i) Accounting standards issued but not yet effective**

At reporting date a number of accounting standards adopted by the AASB had been issued but are not yet operative. These Standards and Interpretations have not been adopted by the Foundation.

The Foundation has assessed the impact of these new standards and interpretations and considers the impact to be not applicable or insignificant.

The following new Australian Accounting Standards have not been applied and are not yet effective.

- AASB 9, AASB 2010-7, AASB 2013-9 (Part C), AASB 2014-1 (Part E), AASB 2014-7 and AASB 2014-8 regarding financial instruments
- AASB 14 and AASB 2014-1 (Part D) regarding Regulatory Deferral Accounts
- AASB 127 separate financial statements and AASB 128 investments in associates and joint ventures
- AASB 15 and AASB 2014-5 regarding Revenue from Contracts with Customers
- AASB 1056 Superannuation Entities
- AASB 2014-3 regarding accounting for acquisitions of interests in joint operations
- AASB 2014-4 regarding acceptable methods of depreciation and amortisation
- AASB 2014-6 regarding bearer plants
- AASB 2014-9 regarding equity method in separate financial statements
- AASB 2014-10 regarding sale or contribution of assets between and investor and its associate or joint venture
- AASB 2015-1 regarding annual improvements to Australian Accounting Standards 2012-2014 cycle
- AASB 2015-2 regarding amendments to AASB 101 disclosure initiatives
- AASB 2015-3 regarding materiality

#### **(j) Equity - Accumulated funds**

The category of 'Accumulated Funds' includes all current and prior period retained earnings.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**For the year ended 30 June 2015**

	2015 \$'000	2014 \$'000
<b>2 EXPENSES</b>		
<i>(a) Operating expenses</i>		
Audit fees	10	10
Bank and other charges	3	4
Other General Expenses	48	-
	<u>61</u>	<u>14</u>

Audit fees are for the audit of the financial statements. The auditors received no other remuneration.

*(b) Grants and subsidies*

Contributions made to the Art Gallery of NSW for acquisition of art work

<u>1,879</u>	<u>1,524</u>
--------------	--------------

**3 REVENUE**

*(a) Donations and bequests*

Donations  
Bequests

826	361
-	-
<u>826</u>	<u>361</u>

*(b) Investment revenue*

Interest, dividends & distributions  
Unrealised & realised gains (losses)

2,055	1,856
1,978	1,080
<u>4,033</u>	<u>2,936</u>

Donations and bequests received are generally preserved as capital unless otherwise requested by donor / benefactor.

**4 CURRENT ASSETS - CASH AND CASH EQUIVALENTS**

Cash at bank	215	1,582
Total cash	<u>215</u>	<u>1,582</u>

For the purpose of the Statement of Cash Flows, cash includes cash at bank. Cash recognised in the Statement of Financial Position are reconciled at end of the financial year to the Statement of Cash Flows as follows:

Cash (per Statement of Financial Position)	<u>215</u>	<u>1,582</u>
Closing cash (per Statement of Cash Flows)	<u>215</u>	<u>1,582</u>

The interest rate return on these cash deposits was 4.44% in 2015 (3.90% 2014) on an average cash balance of \$0.405m (\$0.894m in 2014).

**5 CURRENT ASSETS - RECEIVABLES**

Receivables - not past due	<u>1,562</u>	<u>1,086</u>
----------------------------	--------------	--------------

These represent accrued revenue on investments.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**For the year ended 30 June 2015**

**6 NON CURRENT ASSETS - FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT AND LOSS**

(a) The Foundation has the following financial assets at fair value through profit and loss:

	2015 \$'000	2014 \$'000
Listed securities	-	6,482
Managed funds	29,286	18,430
TCorp Hour Glass Investment Facilities-Strategic Cash Facility	-	5,407
Cash Deposit	4,860	-
Total non current financial assets at fair value	<u>34,146</u>	<u>30,319</u>

The return on listed securities was -2.5% in 2015 (1.6% 2014) on an average balance of \$3.241m (\$8.406m in 2014) and the return on managed funds was 13% in 2015 (11% 2014) on an average investment of \$29.292m (\$17.269m 2014). The return on TCorp Cash Strategic Facility was 2.88% in 2015 against a benchmark return of 2.60% (2.92% in 2014 against a benchmark return of 2.68%). The return on cash deposits was 3% in 2015.

Overall, the Foundation earned return was 10.01% in 2015 (7.23% 2014) on an average balance of \$34.152m (\$31.180m 2014), representing all its funds.

**(b) Other price risk - Tcorp Hour-Glass facilities:**

Exposure to 'other price risk' primarily arises through the investment in the TCorp Hour-Glass Investment Facilities, which are held for strategic rather than trading purposes. The Foundation has investments in the following TCorp Hour Glass Investment facility. The Foundation's investments are represented by a number of units in managed investments within the facility. The unit price of the facility is equal to the total value of net assets by the facility divided by the total number of units on issue for that facility. Unit prices are calculated and published daily.

**Strategic Cash Facility:**

Investment Sectors	Investment horizon	2015 \$'000	2014 \$'000
Cash, money market and other interest rate instruments	1.5 yrs to 3 yrs	-	5,407

**(c) Sensitivity analysis**

	Change in Interest rate / Unit Price	Impact on Profit/Loss and Equity	
Cash	+/- 1.0%	2	16
Listed interest based securities	+/- -2.5%	-	486
Managed funds	+/- 11.0%	3,221	2,765
Strategic Cash Facility	+/- 1.0%	-	54
Cash Deposits	+/- 3.0%	146	-

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**For the year ended 30 June 2015**

**(d) Fair value recognised in the Statement of Financial Position**

The Foundation uses the following hierarchy for disclosing the fair value of financial instruments by valuation technique:

Level 1 - Derived from quoted prices in active markets for identical assets / liabilities

Level 2 - Derived from inputs other than quoted prices that are observable directly or indirectly

Level 3 - Derived from valuation techniques that include inputs for the asset / liability not based on observable market data (unobservable inputs)

	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	2015 \$'000
<b>Financial assets at fair value</b>				
Listed interest based securities	-	-	-	-
Managed funds	29,286	-	-	29,286
TCorp Strategic Cash Facility	-	-	-	-
Cash Deposit	4,860	-	-	4,860
	<u>34,146</u>	<u>-</u>	<u>-</u>	<u>34,146</u>

	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	2014 \$'000
<b>Financial assets at fair value</b>				
Listed interest based securities	6,482	-	-	6,482
Managed funds	18,430	-	-	18,430
TCorp Strategic Cash Facility	-	5,407	-	5,407
Cash Deposit	-	-	-	-
	<u>24,912</u>	<u>5,407</u>	<u>-</u>	<u>30,319</u>

(The table above only includes financial assets, as no financial liabilities were measured at fair value in the Statement of Financial Position)

There were no transfers between level 1 and 2 during the period ended 30 June 2015.

**7 CURRENT LIABILITIES - PAYABLES**

	2015 \$'000	2014 \$'000
Payables - non interest bearing	<u>30</u>	<u>13</u>

These liabilities will be settled within 2-3 months using cash at bank.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**For the year ended 30 June 2015**

**8 EQUITY**

	<b>2015</b>	<b>2014</b>
	<b>\$'000</b>	<b>\$'000</b>
<i>Accumulated funds comprises:</i>		
<b>Capital (Preserved Funds)</b>		
Tancred trust fund	1,087	1,087
General fund	32,130	31,304
Total capital	<u>33,217</u>	<u>32,391</u>
<b>Other funds</b>		
Retained investment income / (deficit)	<u>2,676</u>	<u>583</u>
<b>Total Accumulated Funds</b>	<u><b>35,893</b></u>	<u><b>32,974</b></u>

The Capital represent donations and bequests which are preserved as required under the Foundation's Trust Deed.

**9 RECONCILIATION OF CASH FLOWS FROM OPERATING ACTIVITIES TO NET RESULT**

Net cash flows from operating activities	253	447
Unrealised / realised gains/(losses)	2,207	994
(Decrease) / Increase in receivables	476	321
Decrease / (Increase) in payables	(17)	(3)
<b>NET RESULT</b>	<u><b>2,919</b></u>	<u><b>1,759</b></u>

**10 COMMITMENTS FOR EXPENDITURE**

There are no material expenditure commitments outstanding as at 30 June 2015 (nil in 2014).

**11 CONTINGENT LIABILITIES & CONTINGENT ASSETS**

At the date of these statements, the Trustees are not aware of any material contingent liabilities.

**12 ASSISTANCE RECEIVED BY THE FOUNDATION**

The Art Gallery of New South Wales Foundation receives administrative and secretarial support at no cost from the Art Gallery of New South Wales.

**13 TRUSTEE BENEFITS**

No Trustee of the Foundation has received or become entitled to receive a benefit because of the contract made by the Foundation or a related body with the Trustee or with a firm of which the Trustee is a member, or with a company in which the Trustee has a substantial interest.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**For the year ended 30 June 2015**

**14 FUNDRAISING APPEALS**

The Foundation had one fundraising appeal during the year 2014-15 to raise funds for the acquisition of art works for the Art Gallery, (one in 2012-13).

		<b>2015</b>	<b>2014</b>
		<b>\$'000</b>	<b>\$'000</b>
<b>Result of fundraising appeals</b>			
Gross income from fundraising	A	<b>115</b>	-
Cost of fundraising	B	<b>8</b>	-
Net surplus from fundraising	C	<b>107</b>	-
Cost of services provided*	D	-	-
Transferred to accumulated funds		<b>107</b>	-
Cost of fundraising to gross income from fundraising	B/A	<b>7%</b>	-
Net surplus from fundraising to gross income from fundraising	C/A	<b>93%</b>	-
Cost of services provided to total expenditure	D/(B+D)	<b>0%</b>	-
Cost of services provided to gross income from fundraising	D/A	<b>0%</b>	-

\* This represents the salaries of the Art Gallery staff members associated with the fundraising. Other administrative and financial services have been provided free of charge.

There is no information of a material matter or occurrence to report.

**15 Events After the Reporting Period**

There are no significant events after the reporting period that will impact the financial statements.

**END OF AUDITED FINANCIAL STATEMENTS**